



# HINKLE + LANDERS

Certified Public Accountants + Business Consultants

**STATE OF NEW MEXICO  
City of Alamogordo**

**FINANCIAL STATEMENTS**

**For The Year Ended June 30, 2012**

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO**

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**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO**

**OFFICIAL ROSTER  
As of June 30, 2012**

Ms. Susie Galea..... Mayor

Mr. Ed Cole..... Mayor – Pro-tem

**City Commissioners**

Mr. Jason Baldwin..... Commissioner – District 1

Vacant ..... Commissioner – District 2

Mr. Robert Rentschler..... Commissioner – District 3

Mr. Josh Rardin..... Commissioner – District 4

Mr. Al Hernandez ..... Commissioner – District 5

Mr. Ed Cole ..... Commissioner – District 6

Ms. Susie Galea..... Commissioner – District 7

**City Staff**

Mr. Matt McNeile ..... Interim City Manager

Mr. Mark Graham ..... Interim Finance Director



**INDEPENDENT AUDITORS' REPORT**

Mr. Hector Balderas,  
New Mexico State Auditor and  
The Honorable Mayor Susie Galea  
and  
City Commission of the City of Alamogordo  
Alamogordo, New Mexico

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the respective budgetary comparisons, and the aggregate remaining fund information of the City of Alamogordo, New Mexico (the "City"), as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements and the applicable budgetary comparison schedules of each of the City's nonmajor governmental, enterprise, internal service, and fiduciary funds and the component unit presented as supplementary information in the accompanying combining and individual fund and other financial statements as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the City as of June 30, 2012, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparisons for the general fund and the major special revenue funds, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, internal service, and fiduciary fund of the City, as of June 30, 2012, and the respective changes in the financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major capital project and debt service funds, all nonmajor funds, the enterprise funds, and the component unit for the year ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2012 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in assessing the results of our audit.

The City of Alamogordo has omitted the Management's Discussion and Analysis (MD&A) which is required to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by GASB who considers it to be an essential part of financial reporting for placing basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements, the combining and individual fund financial statements, the schedule of changes in assets and liabilities – agency funds, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis required by US Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. The additional schedules listed as “other supplementary information” in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.



Hinkle + Landers, P.C.  
November 29, 2012

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF NET ASSETS  
As of June 30, 2012**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Regional Landfill (94)
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 7,217,998	3,345,260	10,563,258	37,247
Investments	47,805,416	10,694,633	58,500,049	2,360,084
Receivables, net	40,776	777,880	818,656	37,953
Taxes and franchise receivables	3,960,065	35,511	3,995,576	2,173
Grants receivable	464,028	-	464,028	-
Due from other funds	-	339,464	339,464	-
Inventory and prepaid expenses	278,734	1,200,039	1,478,773	-
Bond issue costs, net	388,939	197,700	586,639	-
Other assets	1,086,500	-	1,086,500	-
Total current assets	<u>61,242,456</u>	<u>16,590,487</u>	<u>77,832,943</u>	<u>2,437,457</u>
Non-current assets:				
Restricted cash	-	609,684	609,684	-
Restricted cash held in investments	-	-	-	616,469
Capital assets not being depreciated	13,902,285	13,240,082	27,142,367	1,526,005
Capital assets being depreciated, net	41,884,122	56,614,308	98,498,430	2,195,446
Total non-current assets	<u>55,786,407</u>	<u>70,464,074</u>	<u>126,250,481</u>	<u>4,337,920</u>
Total assets	<u>\$ 117,028,863</u>	<u>87,054,561</u>	<u>204,083,424</u>	<u>6,775,377</u>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	\$ 2,046,296	882,154	2,928,450	332,375
Due to other funds	339,464	-	339,464	-
Accrued payroll liabilities	324,758	109,917	434,675	8,412
Accrued interest payable	117,176	268,493	385,669	-
Bonds, notes and leases payable	2,158,644	1,090,319	3,248,963	-
Deposits	5,339	609,684	615,023	-
Compensated absences	-	-	-	-
Deferred revenue	16,185	175,405	191,590	10
Total current liabilities	<u>5,007,862</u>	<u>3,135,972</u>	<u>8,143,834</u>	<u>340,797</u>
Long-term liabilities:				
Compensated absences - long-term portion	1,085,064	173,055	1,258,119	16,461
Bonds, notes and leases payable	30,656,013	29,516,476	60,172,489	-
Landfill post-closure costs	-	-	-	616,469
Total long-term liabilities	<u>31,741,077</u>	<u>29,689,531</u>	<u>61,430,608</u>	<u>632,930</u>
Total liabilities	<u>36,748,939</u>	<u>32,825,503</u>	<u>69,574,442</u>	<u>973,727</u>
<b>Net assets</b>				
Invested in capital assets, net of related debt	22,971,750	43,172,259	66,144,009	3,721,451
Restricted for:				
Capital projects	24,122,888	-	24,122,888	-
Debt service	617,773	-	617,773	-
Other purposes	5,873,603	1,584,896	7,458,499	616,469
Unrestricted	26,693,910	9,471,903	36,165,813	1,463,730
Total net assets	<u>80,279,924</u>	<u>54,229,058</u>	<u>134,508,982</u>	<u>5,801,650</u>
Total liabilities and net assets	<u>\$ 117,028,863</u>	<u>87,054,561</u>	<u>204,083,424</u>	<u>6,775,377</u>

The accompanying notes are integral to these financial statements



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF ACTIVITIES  
For The Year Ended June 30, 2012**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net Assets			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	
<b>Primary government:</b>								
<b>Governmental activities:</b>								
General government	\$ 7,171,060	850,888	279,300	65,565	(5,975,307)	-	(5,975,307)	-
Public safety	4,734,037	10,909	873,213	-	(3,849,915)	-	(3,849,915)	-
Public works	10,443,262	-	9,034	241,978	(10,192,250)	-	(10,192,250)	-
Culture and recreation	1,529,771	229,085	454,091	-	(846,594)	-	(846,594)	-
Health and welfare	246,056	-	163,409	-	(82,647)	-	(82,647)	-
Interest expense	1,027,528	-	-	-	(1,027,528)	-	(1,027,528)	-
Total governmental activities	25,151,713	1,090,882	1,779,047	307,543	(21,974,241)	-	(21,974,241)	-
<b>Business-type activities:</b>								
Water & sewer	8,612,036	9,349,635	2,105	-	-	739,704	739,704	-
Public housing program	1,214,499	429,625	1,023,365	-	-	238,491	238,491	-
Solid waste collections	1,835,441	1,944,770	-	-	-	109,329	109,329	-
Bonito lake	232,071	82,753	-	-	-	(149,318)	(149,318)	-
Desert Lakes golf course	1,449,337	1,190,743	-	-	-	(258,594)	(258,594)	-
White Sands regional airport	339,449	220,480	-	-	-	(118,969)	(118,969)	-
Total business-type activities	13,682,833	13,218,006	1,025,470	-	-	560,643	560,643	-
Total primary government	\$ 38,834,546	14,308,888	2,804,517	307,543	(21,974,241)	560,643	(21,413,598)	-
<b>Component unit:</b>								
Regional Landfill	\$ 1,007,024	1,208,246	-	-	-	-	-	201,222
<b>Taxes</b>								
Property taxes levied for general purposes					3,612,599	-	3,612,599	-
Gross receipt taxes and fees					11,441,869	-	11,441,869	-
State shared taxes and fees					7,997,327	-	7,997,327	-
Other taxes					2,508,141	-	2,508,141	-
Miscellaneous					2,393,778	124,540	2,518,318	13,348
Investment earnings					112,382	34,658	147,040	8,858
Gain / Loss on sale of assets					-	(887)	(887)	-
Transfers					1,306,204	(1,304,534)	1,670	(1,670)
Total general revenues and transfers					29,372,300	(1,146,223)	28,226,077	20,536
Changes in net assets					7,398,059	(585,580)	6,812,479	221,758
Net assets - beginning					73,180,206	54,735,996	127,916,202	5,579,892
Restatement					(298,341)	78,642	(219,699)	-
Net assets - beginning, restated					72,881,865	54,814,638	127,696,503	5,579,892
Net assets - ending					\$ 80,279,924	54,229,058	134,508,982	5,801,650

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
As of June 30, 2012**

	Major Funds						Other	Total Governmental Funds
		44	59	117	118	119		
	General Fund	Special Revenue Transportation	Debt Service GRT P&I	2011 Water Refunding	Capital Projects Street Projects	GRT Refunding		
<b>Assets</b>								
Cash and cash equivalents	\$ -	-	7,696	1,085,764	1,412,905	3,976,951	524,508	7,007,824
Investments	6,517,960	4,419,884	-	4,929,616	6,113,975	-	24,803,928	46,785,363
Receivables, net	22,783	160	-	-	-	-	17,833	40,776
Taxes and franchise receivable	2,212,636	164,732	-	-	-	-	1,582,697	3,960,065
Grants receivable	23,760	313,949	-	-	-	-	126,319	464,028
Due from other funds	1,265,196	-	-	-	-	-	-	1,265,196
Prepaid	6,787	-	-	-	-	-	-	6,787
Other assets	-	-	-	-	-	-	1,086,500	1,086,500
<b>Total assets</b>	<b>\$ 10,049,122</b>	<b>4,898,725</b>	<b>7,696</b>	<b>6,015,380</b>	<b>7,526,880</b>	<b>3,976,951</b>	<b>28,141,785</b>	<b>60,616,539</b>
<b>Liabilities</b>								
Accounts payable	106,799	231,650	-	74,316	-	4,841	1,575,059	1,992,665
Due to other funds	502,747	-	-	-	-	-	1,101,912	1,604,659
Accrued payroll liabilities	252,697	10,800	-	-	-	-	28,972	292,469
Deposits	5,339	-	-	-	-	-	-	5,339
Deferred revenue	193,286	-	-	-	-	-	57,566	250,852
<b>Total liabilities</b>	<b>1,060,868</b>	<b>242,450</b>	<b>-</b>	<b>74,316</b>	<b>-</b>	<b>4,841</b>	<b>2,763,509</b>	<b>4,145,984</b>
<b>Fund balances</b>								
Nonspendable: Prepaid expense	6,787	-	-	-	-	-	-	6,787
Restricted	-	-	7,696	118,174	7,526,880	3,057,547	22,961,514	33,671,811
Committed	-	3,222,751	-	-	-	-	381,701	3,604,452
Assigned	384,543	1,433,524	-	5,822,890	-	914,563	2,115,851	10,671,371
Unassigned	8,596,924	-	-	-	-	-	(80,790)	8,516,134
<b>Total fund balances</b>	<b>8,988,254</b>	<b>4,656,275</b>	<b>7,696</b>	<b>5,941,064</b>	<b>7,526,880</b>	<b>3,972,110</b>	<b>25,378,276</b>	<b>56,470,554</b>
<b>Total liabilities and fund balances</b>	<b>\$ 10,049,122</b>	<b>4,898,725</b>	<b>7,696</b>	<b>6,015,380</b>	<b>7,526,880</b>	<b>3,976,951</b>	<b>28,141,785</b>	<b>60,616,539</b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE  
TO STATEMENT OF NET ASSETS  
As of June 30, 2012**

Fund balances reported in governmental funds balance sheet	\$	56,470,554
Amount reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		55,786,407
Internal service funds are used by management to charge the cost of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental funds in the Statement of Net Assets.		1,293,657
Some revenue is deferred in the funds but accrued as revenue in the government-wide statements and added to net assets.		234,667
Other assets (bond issue costs) are not available to pay for current period expenditures and therefore are deferred in the funds.		388,939
Long-term liabilities are not due and payable in the current period and, therefore, they are not reported in the governmental funds balance sheet:		
Bonds and notes payable		(32,814,657)
Compensated absences (less Internal Service Funds)		(962,467)
Accrued interest payable on long-term debt does not require current financial resources, therefore, interest payable is not reported as a liability in the governmental funds.		<u>(117,176)</u>
Net assets of governmental activities	\$	<u><u>80,279,924</u></u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For The Year Ended June 30, 2012**

	Major Funds						Other	Total Governmental Funds
	44	59	117	118	119	Governmental Non-major Funds		
	General Fund	Special Revenue Transportation	Debt Service GRT P&I	2011 Water Refunding	Capital Projects Street Projects			
<b>Revenues</b>								
Taxes and fees	\$ 14,055,171	2,236,974	-	-	-	-	9,055,229	25,347,374
Fines and forfeitures	399,808	-	-	-	-	-	237,093	636,901
Federal grants	-	339,264	-	-	-	-	432,901	772,165
Other grants and gifts	210,554	17,862	-	-	-	-	1,086,009	1,314,425
Charges for services	841,889	4,250	-	-	-	-	252,706	1,098,845
Interest income	13,354	11,288	-	2,433	2,369	1,052	78,882	109,378
Miscellaneous	1,346,402	4,883	-	-	-	-	52,410	1,403,695
<b>Total revenues</b>	<b>16,867,178</b>	<b>2,614,521</b>	<b>-</b>	<b>2,433</b>	<b>2,369</b>	<b>1,052</b>	<b>11,195,230</b>	<b>30,682,783</b>
<b>Expenditures</b>								
Current:								
General government	6,562,940	-	-	-	-	-	677,934	7,240,874
Public safety	2,971,901	-	-	-	-	-	643,149	3,615,050
Public works	-	1,147,540	-	-	115,489	128,507	40,510	1,432,046
Health and welfare	-	-	-	-	-	-	214,138	214,138
Culture and recreation	2,848,069	-	-	-	-	-	1,337,789	4,185,858
Non-current								
Debt Service								
Principal payments-debt service	-	-	1,729,550	-	-	-	265,680	1,995,230
Interest payments-debt service	-	-	915,760	-	-	-	85,778	1,001,538
Capital outlay	895,941	1,903,385	-	74,316	-	117,339	6,304,464	9,295,445
<b>Total expenditures</b>	<b>13,278,851</b>	<b>3,050,925</b>	<b>2,645,310</b>	<b>74,316</b>	<b>115,489</b>	<b>245,846</b>	<b>9,569,442</b>	<b>28,980,179</b>
Excess (deficiency) or revenues over expenditures	3,588,327	(436,404)	(2,645,310)	(71,883)	(113,120)	(244,794)	1,625,788	1,702,604
<b>Other financing sources (uses)</b>								
Proceeds of refunding bonds	-	-	-	-	-	8,130,000	-	8,130,000
Proceeds of long-term capital-related debt	-	-	-	-	7,640,000	-	-	7,640,000
Payment to refunded bond escrow agent	-	-	(3,700,000)	-	-	-	-	(3,700,000)
Transfers in	428,607	727,125	6,345,310	9,680,644	-	-	2,943,416	20,125,102
Transfers out	(2,821,289)	(170,548)	-	(3,667,697)	-	(3,913,096)	(10,625,745)	(21,198,375)
<b>Total other financing sources (uses)</b>	<b>(2,392,682)</b>	<b>556,577</b>	<b>2,645,310</b>	<b>6,012,947</b>	<b>7,640,000</b>	<b>4,216,904</b>	<b>(7,682,329)</b>	<b>10,996,727</b>
<b>Net change in fund balances</b>	<b>1,195,645</b>	<b>120,173</b>	<b>-</b>	<b>5,941,064</b>	<b>7,526,880</b>	<b>3,972,110</b>	<b>(6,056,540)</b>	<b>12,699,331</b>
Fund balances-beginning of year	7,792,609	4,536,102	7,696	-	-	-	31,434,816	43,771,223
Restatement	-	-	-	-	-	-	-	-
Fund balances-beginning, restated	7,792,609	4,536,102	7,696	-	-	-	31,434,816	43,771,223
Fund balances-end of the year	\$ 8,988,254	4,656,275	7,696	5,941,064	7,526,880	3,972,110	25,378,276	56,470,554

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
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, 2012**

Net change in fund balance - total governmental funds	\$	12,699,331
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation.		4,677,468
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds.		234,669
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long term liabilities in the Statement of Net Assets. This is the amount by which repayments exceeded proceeds.		(10,074,770)
Expenses reported the Statement of Activities that do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		(45,716)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet management. The net revenue (expense) of the internal service fund is reported with governmental activities.		(1,921,102)
Transfers were made from governmental funds to the Internal Service Fund; those transfers reduced the changes in fund balance of governmental funds but not the change in net assets of governmental activities.		<u>1,828,180</u>
Change in net assets of governmental activities	\$	<u><u>7,398,059</u></u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
General Fund - 011  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues:</b>				
Taxes and fees	\$ 5,522,783	5,442,530	5,110,928	(331,602)
Fees and permits	1,060,817	1,033,364	857,999	(175,365)
State shared fees	7,473,893	7,419,989	6,156,296	(1,263,693)
User fees	387,232	312,050	302,326	(9,724)
Fines	431,500	360,368	381,911	21,543
Miscellaneous revenue	766,570	768,081	1,113,583	345,502
Grants	5,040	275,265	16,924	(258,341)
Investment Income	32,996	16,626	13,134	(3,492)
<b>Total revenues</b>	<b>15,680,831</b>	<b>15,628,273</b>	<b>13,953,101</b>	<b>(1,675,172)</b>
<b>Expenditures</b>				
Legislative	93,157	118,309	104,868	13,441
City Manager	228,241	289,748	245,134	44,614
Legal	194,938	232,580	188,527	44,053
City Clerk	224,003	270,416	234,637	35,779
Finance/Accounting	629,036	552,869	530,649	22,220
Accounts Receivable	96,651	91,932	88,567	3,365
Nondepartmental	535,270	554,181	421,395	132,786
Public Safety-Bench Warrant	12,813	17,809	6,830	10,979
Code Enforcement/Public Safety	206,521	218,929	186,843	32,086
Planning	228,041	277,901	187,414	90,487
Animal Control	388,339	383,949	340,798	43,151
Public Safety-Dispatch	468,060	442,307	410,715	31,592
Public Safety-Police	5,685,089	5,742,456	5,125,446	617,010
Fire	985,544	1,110,683	903,588	207,095
A.P.S. Resource Program	429,973	332,226	286,576	45,650
GIS/Land Management	52,900	54,636	52,313	2,323
Land improvements	-	-	-	-
<b>Total expenditures</b>	<b>10,458,676</b>	<b>10,690,931</b>	<b>9,314,300</b>	<b>1,376,631</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>5,222,155</b>	<b>4,937,342</b>	<b>4,638,801</b>	<b>(3,051,803)</b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Fund - 011 (continued)**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Other financing sources (uses):</b>				
Transfers in	\$ -	-	-	-
Transfers out	(5,960,556)	(6,460,505)	(5,980,562)	479,943
Total other financing sources (uses)	(5,960,556)	(6,460,505)	(5,980,562)	479,943
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(738,401)	(1,523,163)	(1,341,761)	(2,571,860)
Budgeted cash carryover	738,401	1,523,163		
	\$ -	-		
 <b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net assets (Budget Basis)			\$ (1,341,761)	
To adjust applicable revenue accruals and deferrals			2,026,457	
To adjust applicable expenditures and accruals			(59,181)	
Change in net assets for funds consolidated into to the General Fund's fund financial statements per GASB 54, but having separate legally adopted budgets:				
Fund 32 - Community Services			419,905	
Fund 63 - Community Development			46,485	
Fund 65 - Building Codes			103,740	
Change in net assets (GAAP basis)			\$ 1,195,645	

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Transportation - 044**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 1,906,592	1,892,841	1,570,474	(322,367)
Fees and permits	1,500	1,500	4,250	2,750
Grants and gifts	-	1,524,179	357,126	(1,167,053)
State Shared Fees	618,109	592,249	501,798	(90,451)
Interest Income	24,493	15,213	11,288	(3,925)
Miscellaneous	-	-	4,883	4,883
	<u>2,550,694</u>	<u>4,025,982</u>	<u>2,449,819</u>	<u>(1,576,163)</u>
<b>Expenditures</b>				
Current:				
General government	231,507	252,439	215,865	36,574
Public works	1,090,507	1,139,572	888,602	250,970
Non-current:				
Capital outlay	<u>3,494,464</u>	<u>8,060,156</u>	<u>1,715,088</u>	<u>6,345,068</u>
Total expenditures	<u>4,816,478</u>	<u>9,452,167</u>	<u>2,819,555</u>	<u>6,632,612</u>
Excess (deficiency) of revenues over expenditures	<u>(2,265,784)</u>	<u>(5,426,185)</u>	<u>(369,736)</u>	<u>(8,208,775)</u>
<b>Other financing sources (uses)</b>				
Transfers in	825,000	2,443,820	727,125	(1,716,695)
Transfers out	<u>(188,171)</u>	<u>(189,096)</u>	<u>(170,548)</u>	<u>18,548</u>
Total other financing sources (uses)	<u>636,829</u>	<u>2,254,724</u>	<u>556,577</u>	<u>(1,698,147)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(1,628,955)</u>	<u>(3,171,461)</u>	<u>186,841</u>	<u>(9,906,922)</u>
Budgeted cash carryover	<u>1,628,955</u>	<u>3,171,461</u>		
	<u>\$ -</u>	<u>-</u>		
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net assets (Budget Basis)			\$ 186,841	
To adjust applicable revenue accruals and deferrals			164,702	
To adjust applicable expenditures and accruals			<u>(231,370)</u>	
Change in net assets (GAAP basis)			<u>\$ 120,173</u>	

The accompanying notes are integral to these financial statements



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF NET ASSETS  
PROPRIETARY AND INTERNAL SERVICE FUNDS  
As of June 30, 2012**

	Business-Type Activities Enterprise Funds						Governmental Activities	
	Major Funds							
	46,81,82, 104,110 Water & Sewer	86 Solid Waste	88 Bonito Lake	90 Golf Course	91 Airport	901, 903, 904 905, 906, 907 Public Housing		Total
<b>Assets</b>								
Current assets:								
Cash and cash equivalents	\$ 1,918,391	75,087	1,200	123,626	75,665	1,151,291	3,345,260	210,174
Investments	9,615,087	47,675	55,689	85,490	183,568	707,124	10,694,633	1,020,053
Receivables, net	578,069	118,655	383	-	43,118	37,655	777,880	-
Other receivables	35,296	110	-	-	-	105	35,511	-
Due from other funds	502,747	-	-	-	-	-	502,747	-
Inventories and prepaid expenses	352,040	-	-	-	-	847,999	1,200,039	271,947
Other assets	197,700	-	-	-	-	-	197,700	-
<b>Total current assets</b>	<b>13,199,330</b>	<b>241,527</b>	<b>57,272</b>	<b>209,116</b>	<b>302,351</b>	<b>2,744,174</b>	<b>16,753,770</b>	<b>1,502,174</b>
Non-current assets:								
Restricted cash and cash equivalents	505,468	-	-	-	8,967	95,249	609,684	-
Restricted cash held in investments	-	-	-	-	-	-	-	-
Capital assets, net	56,198,607	324,940	1,812,966	5,237,505	2,369,025	3,911,347	69,854,390	-
<b>Total non-current assets</b>	<b>56,704,075</b>	<b>324,940</b>	<b>1,812,966</b>	<b>5,237,505</b>	<b>2,377,992</b>	<b>4,006,596</b>	<b>70,464,074</b>	<b>-</b>
<b>Total assets</b>	<b>\$ 69,903,405</b>	<b>566,467</b>	<b>1,870,238</b>	<b>5,446,621</b>	<b>2,680,343</b>	<b>6,750,770</b>	<b>87,217,844</b>	<b>1,502,174</b>
<b>Liabilities</b>								
Current liabilities:								
Accounts payable	\$ 688,451	127,329	21,907	4,649	6,418	33,400	882,154	53,633
Due to other funds	-	-	163,283	-	-	-	163,283	-
Bonds, notes, and leases payable	1,090,319	-	-	-	-	-	1,090,319	-
Accrued interest payable	267,641	852	-	-	-	-	268,493	-
Accrued payroll liabilities	82,295	2,642	4,558	7,839	1,582	11,001	109,917	32,289
Compensated absences	96,228	11,316	9,873	24,772	5,552	25,314	173,055	122,595
Deposits	505,468	-	-	-	8,967	95,249	609,684	-
Deferred revenues	168,008	-	-	-	-	7,397	175,405	-
<b>Total current liabilities</b>	<b>2,898,410</b>	<b>142,139</b>	<b>199,621</b>	<b>37,260</b>	<b>22,519</b>	<b>172,361</b>	<b>3,472,310</b>	<b>208,517</b>
Long-term liabilities:								
Bonds, notes, and leases payable	29,516,476	-	-	-	-	-	29,516,476	-
<b>Total long-term liabilities</b>	<b>29,516,476</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29,516,476</b>	<b>-</b>
<b>Total liabilities</b>	<b>32,414,886</b>	<b>142,139</b>	<b>199,621</b>	<b>37,260</b>	<b>22,519</b>	<b>172,361</b>	<b>32,988,786</b>	<b>208,517</b>
<b>Net assets</b>								
Invested in capital assets, net of related debt	29,516,476	324,940	1,812,966	5,237,505	2,369,025	3,911,347	43,172,259	-
Restricted for:								
Other purposes	1,489,647	-	-	-	-	95,249	1,584,896	-
Unrestricted	6,482,396	99,388	(142,349)	171,856	288,799	2,571,813	9,471,903	1,293,657
<b>Total net assets</b>	<b>37,488,519</b>	<b>424,328</b>	<b>1,670,617</b>	<b>5,409,361</b>	<b>2,657,824</b>	<b>6,578,409</b>	<b>54,229,058</b>	<b>1,293,657</b>
<b>Total liabilities and net assets</b>	<b>\$ 69,903,405</b>	<b>566,467</b>	<b>1,870,238</b>	<b>5,446,621</b>	<b>2,680,343</b>	<b>6,750,770</b>	<b>87,217,844</b>	<b>1,502,174</b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
PROPRIETARY AND INTERNAL SERVICE FUNDS  
For The Year Ended June 30, 2012**

	Business-Type Activities Enterprise funds						Governmental Activities	
	Major funds							
	46,81,82, 104,110 Water & Sewer	86 Solid Waste	88 Bonito Lake	90 Golf Course	91 Airport	901, 903, 904 905, 906, 907 Public Housing	Total	12, 96, 107 Internal Service
Operating revenues:								
Charges for services	\$ 9,349,635	1,944,770	82,753	1,190,743	220,480	429,625	13,218,006	-
Federal grants	-	-	-	-	-	1,023,365	1,023,365	-
Other grants and gifts	2,105	-	-	-	-	-	2,105	-
Fees and permits	-	-	-	-	-	-	-	120,800
Miscellaneous income	80,202	7,296	8,082	1,340	1,283	26,337	124,540	203,569
<b>Total operating revenues</b>	<b>9,431,942</b>	<b>1,952,066</b>	<b>90,835</b>	<b>1,192,083</b>	<b>221,763</b>	<b>1,479,327</b>	<b>14,368,016</b>	<b>324,369</b>
Operating expenses:								
Personnel services	1,617,442	157,658	123,957	249,774	90,997	391,361	2,631,189	1,191,601
Repairs and maintenance	146,690	6,018	16,660	38,648	19,826	46,451	274,293	345,583
Supplies	713,348	14,316	24,105	90,814	10,441	63,379	916,403	670,566
Other services and insurance	3,295,168	1,606,970	57,818	878,362	61,496	421,617	6,321,431	592,024
Depreciation	1,784,305	50,479	9,531	191,739	156,689	291,691	2,484,434	-
<b>Total operating expenses</b>	<b>7,556,953</b>	<b>1,835,441</b>	<b>232,071</b>	<b>1,449,337</b>	<b>339,449</b>	<b>1,214,499</b>	<b>12,627,750</b>	<b>2,799,774</b>
<b>Operating income (loss)</b>	<b>1,874,989</b>	<b>116,625</b>	<b>(141,236)</b>	<b>(257,254)</b>	<b>(117,686)</b>	<b>264,828</b>	<b>1,740,266</b>	<b>(2,475,405)</b>
Non-operating revenues (expenses):								
Interest and investment revenue	30,180	260	529	357	679	2,653	34,658	3,006
Interest payments	(1,055,083)	-	-	-	-	-	(1,055,083)	-
Gain/ Loss on sale of assets	-	-	(887)	-	-	-	(887)	-
<b>Total nonoperating revenue (expenses)</b>	<b>(1,024,903)</b>	<b>260</b>	<b>(358)</b>	<b>357</b>	<b>679</b>	<b>2,653</b>	<b>(1,021,312)</b>	<b>3,006</b>
<b>Income (loss) before contributions and transfers</b>	<b>850,086</b>	<b>116,885</b>	<b>(141,594)</b>	<b>(256,897)</b>	<b>(117,007)</b>	<b>267,481</b>	<b>718,954</b>	<b>(2,472,399)</b>
Transfers in	9,835,818	-	-	471,767	248,183	-	10,555,768	2,379,477
Transfers out	(11,628,874)	(109,123)	(25,571)	(56,800)	(39,934)	-	(11,860,302)	-
<b>Change in net assets</b>	<b>(942,970)</b>	<b>7,762</b>	<b>(167,165)</b>	<b>158,070</b>	<b>91,242</b>	<b>267,481</b>	<b>(585,580)</b>	<b>(92,922)</b>
Beginning net assets	38,352,847	416,566	1,837,782	5,251,291	2,566,582	6,310,928	54,735,996	1,386,579
Restatement	78,642	-	-	-	-	-	78,642	-
Beginning net assets-as restated	38,431,489	416,566	1,837,782	5,251,291	2,566,582	6,310,928	54,814,638	1,386,579
<b>Net assets-end of the year</b>	<b>\$ 37,488,519</b>	<b>424,328</b>	<b>1,670,617</b>	<b>5,409,361</b>	<b>2,657,824</b>	<b>6,578,409</b>	<b>54,229,058</b>	<b>1,293,657</b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF CASH FLOWS  
PROPRIETARY AND INTERNAL SERVICE FUNDS  
For The Year Ended June 30, 2012**

		Business-Type Activities							
		Enterprise funds							
		46,81,82, 104,110 Water & Sewer	86 Solid Waste	88 Bonito Lake	90 Golf Course	91 Airport	901,902, 903,904 Public Housing	12, 96, 107 Internal Service	
						Total			
Cash flows from operating activities:									
Receipts from customers	\$	9,423,030	1,939,064	82,589	1,190,743	196,880	1,444,394	14,276,700	127,560
Payment to suppliers		(4,037,920)	(1,654,434)	(82,220)	(1,008,966)	(88,567)	(582,739)	(7,454,846)	(1,519,943)
Payment to employees		(1,506,954)	(146,032)	(122,409)	(248,173)	(96,082)	(390,600)	(2,510,250)	(1,177,894)
Other receipts (payments)		82,307	7,296	8,082	1,340	1,283	26,337	126,645	203,569
Net cash provided (used) by operating activities		<u>3,960,463</u>	<u>145,894</u>	<u>(113,958)</u>	<u>(65,056)</u>	<u>13,514</u>	<u>497,392</u>	<u>4,438,249</u>	<u>(2,366,708)</u>
Cash flows from non-capital financing activities:									
Transfers from other funds		9,835,818	-	-	471,767	248,183	-	10,555,768	2,379,477
Operating subsidies and transfers to other funds		<u>(11,628,874)</u>	<u>(109,123)</u>	<u>(25,571)</u>	<u>(56,800)</u>	<u>(39,934)</u>	<u>-</u>	<u>(11,860,302)</u>	<u>-</u>
Total cash provided (used) by non-capital financing activities		<u>(1,793,056)</u>	<u>(109,123)</u>	<u>(25,571)</u>	<u>414,967</u>	<u>208,249</u>	<u>-</u>	<u>(1,304,534)</u>	<u>2,379,477</u>
Cash flows from capital and related financing activities:									
(Purchase)/disposal of capital assets		(6,571,458)	(182,836)	(32,827)	(276,434)	(248,183)	(183,428)	(7,495,166)	-
Principal payments		(3,880,196)	-	-	-	-	-	(3,880,196)	-
Interest payments		(1,055,083)	-	-	-	-	-	(1,055,083)	-
Proceeds from issuance of debt		<u>10,972,996</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,972,996</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities		<u>(533,741)</u>	<u>(182,836)</u>	<u>(32,827)</u>	<u>(276,434)</u>	<u>(248,183)</u>	<u>(183,428)</u>	<u>(1,457,449)</u>	<u>-</u>
Cash flows from investing activities:									
Proceeds from sales and maturities of investments		-	79,859	171,827	49,792	49,543	2,016	353,037	77,312
Purchase of investments		(872,777)	-	-	-	-	-	(872,777)	-
Interest and dividends		<u>30,180</u>	<u>260</u>	<u>529</u>	<u>357</u>	<u>679</u>	<u>2,653</u>	<u>34,658</u>	<u>3,006</u>
Net cash provided (used) by investing activities		<u>(842,597)</u>	<u>80,119</u>	<u>172,356</u>	<u>50,149</u>	<u>50,222</u>	<u>4,669</u>	<u>(485,082)</u>	<u>80,318</u>
Net increase (decrease) in cash and cash equivalents		791,069	(65,946)	-	123,626	23,802	318,633	1,191,184	93,087
Balances-beginning of year		<u>1,632,790</u>	<u>141,033</u>	<u>1,200</u>	<u>-</u>	<u>60,831</u>	<u>927,907</u>	<u>2,763,761</u>	<u>117,087</u>
Balances-end of year	\$	<u><u>2,423,859</u></u>	<u><u>75,087</u></u>	<u><u>1,200</u></u>	<u><u>123,626</u></u>	<u><u>84,632</u></u>	<u><u>1,246,540</u></u>	<u><u>3,954,945</u></u>	<u><u>210,174</u></u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF CASH FLOWS  
PROPRIETARY AND INTERNAL SERVICE FUNDS  
For The Year Ended June 30, 2012**

	Business-Type Activities							12,96,107 Internal Service
	Enterprise funds							
	46,81,82, 104,110 Water & Sewer	86  Solid Waste	88  Bonito Lake	90  Golf Course	91  Airport	901,902, 903,904 Public Housing	Total	
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:								
Operating income (loss)	\$ 1,874,989	116,625	(141,236)	(257,254)	(117,686)	264,828	1,740,266	(2,475,405)
Adjustments:								
Depreciation expense	1,784,305	50,479	9,531	191,739	156,689	291,691	2,484,434	-
Bad debt expense	98,260	105	-	-	-	-	98,365	-
Change in assets and liabilities:								
Receivables, net	50,633	(5,730)	(164)	-	(23,600)	(6,575)	14,564	6,632
Other receivables	17,884	(38)	-	-	-	36	17,882	128
Due from other funds	(502,747)	-	-	-	-	12,700	(490,047)	-
Inventories and prepaid expenses	49,924	-	-	-	-	(1,984)	47,940	98,558
Other assets	(115,771)	-	-	-	-	-	(115,771)	-
Accounts payable	569,381	(27,235)	21,560	(1,142)	2,496	3,677	568,737	(10,328)
Accrued expenses	115,903	310	1,165	217	(1,953)	(4,010)	111,632	6,309
Compensated absences	(5,415)	11,316	383	1,384	(3,132)	4,771	9,307	7,398
Due to other funds	-	-	-	-	-	(12,700)	(12,700)	-
Deposits	18,239	-	(5,197)	-	700	(52,985)	(39,243)	-
Deferred revenue	4,878	62	-	-	-	(2,057)	2,883	-
Net cash provided (used) by operating activities	\$ <u>3,960,463</u>	<u>145,894</u>	<u>(113,958)</u>	<u>(65,056)</u>	<u>13,514</u>	<u>497,392</u>	<u>4,438,249</u>	<u>(2,366,708)</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - AGENCY FUNDS  
Fiduciary Funds  
As of June 30, 2012**

	Agency Funds <u>17, 39, 115</u>
<b>Assets</b>	
Cash	\$ 1,055,002
Receivables	69,336
Allowance for uncollectible accounts	<u>(69,336)</u>
 Total assets	 \$ <u><u>1,055,002</u></u>
<b>Liabilities</b>	
Accounts payable	\$ 5,013
Deposits held in custody for others	<u>1,049,989</u>
 Total liabilities	 \$ <u><u>1,055,002</u></u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial statement presentation

As required by generally accepted accounting principles, these financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are in substance, part of the government's operations and so data from these units are combined with data of the primary government. The discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government. Each blended and discretely presented component unit has a June 30th year-end.

Based on these criteria, the accounts of the following organizations are included in the City's financial statements:

Blended component unit

The City of Alamogordo Public Housing Authority (PHA) was created as a separate agency apart from the City proper in accordance with the State Municipal Housing Act (3-45 NMSA 1978) to maintain residential housing for persons with low income. The Mayor of the City, along with the members of the City Commission, serves as the Public Housing Commission. The City maintains title to all real and personal property and is secondarily liable for bonds and other debt of the PHA. The PHA's operations are reported as a blended component unit with the primary government in the accompanying financial statements as business-type activities.

Discretely presented component unit

During the 1993-94 fiscal years, the City of Alamogordo entered into a joint powers agreement for operation of a regional landfill. The following entities represent the signers of this agreement:

<u>Otero County</u>	<u>Lincoln County</u>
City of Alamogordo	County of Lincoln
County of Otero	Town of Carrizozo
Village of Cloudcroft	Village of Capitan
Village of Tularosa	Village of Ruidoso
Village of Corona	Village of Ruidoso Downs

The purpose of the joint venture was to establish, finance and operate the Otero-Greentree Regional Landfill (formerly known as the Otero/Lincoln County Regional Landfill). Each of the governmental entities has pledged their respective environmental services gross receipts tax revenues as financial support for the purpose of funding the acquisition of capital assets necessary for the operation of the landfill. The Otero and Lincoln County authorities have also agreed to a 50-50 joint ownership and operation of this enterprise.

It was mutually agreed and covenanted between the entities that:

1. The facility shall be known as the Otero-Greentree Regional Landfill;
2. Title to the facility shall be held in undivided-joint tenancy between the Otero and Lincoln Solid Waste Authorities;
3. The entities, through their respective Otero or Lincoln County Authorities, shall be joint owners of a co-equal undivided one-half interest in the assets and also shall be equally responsible for

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

- the debt;
4. The entities each agree to maintain an irrevocable, first, but not exclusive, pledge of 100% of their environmental gross receipts tax revenues for the life of the bond issue used for permanent financing;
  5. The entities agree that tipping fees collected shall be used to pay principal and interest on the bonds and that the fee established shall be adequate to meet operations, maintenance and financing requirements;
  6. The entities agree that the City of Alamogordo shall annually prepare a budget that shall be approved by the Otero and Lincoln County Solid Waste Authorities. Thereafter, the City will operate the Landfill in accordance with good business practice;
  7. The governmental entities authorize the exercise of the following joint powers by the City of acting as agent on their behalf:
    - a. In accordance with the approved budget, to acquire, cause to be acquired and maintain the necessary property, equipment and personnel for the landfill;
    - b. To approve the issuance of revenue bonds;
    - c. To enter into agreements for the services of managers, attorneys, appraisers, consultants, and employees; and
    - d. To implement adopted policies regarding fees, rates, and charges.
  8. The landfill shall be a joint venture of the entities acting in a proprietary capacity.
  9. Annually, the City of Alamogordo will provide a complete financial report on the operation to each participating entity.
  10. The terms of this agreement are perpetual.
  11. The beginning and ending dates for the agreement are July 1, 2004 to June 30, 2012.

According to Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*, certain determinations must be made in order to decide whether this joint venture should be considered a component unit of the City of Alamogordo and, if it is, how it should be shown in the City's financial statements. Based on those guidelines, this Regional Landfill is being included in the City's statements as a discrete component unit.

**B. Government-wide and fund financial statements**

The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both the government-wide and fund financial statements categorize primary activities as either governmental or business type. The City's police and fire protection, road maintenance, culture and recreation, and administration are classified as governmental activities. The City's utilities (water and sewer, and solid waste), Bonito Lake Recreation Area, Golf Course, White Sands Regional Airport and Public Housing Authority are classified as business activities. 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 non-fiduciary activities of the primary government and its component units.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2012**

*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 is offset by program revenues. Direct expenses are those that are clearly identifiable with specific function or segment. Program revenues derive directly from the program itself or from parties outside the reporting governments taxpayers or citizenry as a whole and 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 such as water use, trash collection, sales of business permits, etc., and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment such as construction of new roads or flood control systems. 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 enterprise funds are reported as separate columns in the fund financial statements.

The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues and expenditures/expenses. The fund focus is on current available resources and budget compliance.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate "fund types."

*Governmental funds* are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked money (special revenue funds), the acquisition of construction of general capital assets (capital projects fund). The general fund is used to account for all activities of the general government not accounted for in some other funds.

*Proprietary funds* are used to account for business activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (enterprise funds) or to other departments or agencies primarily within the government as the utility fund, which account for the providing of water, wastewater, and sewer services to the residents of the City.

*Fiduciary funds* (trust and agency funds) are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. Trust and agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Separate financial statements are provided for governmental funds, the proprietary fund, and fiduciary funds. In accordance with the provisions of GASB Statement No. 34, the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the enterprise fund are reported as separate columns in the fund financial statements.



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For the Year Ended June 30, 2012**

The City reports the following major governmental funds:

*The General Fund: (F11, 98, 32, 63 & 65)* – the City's primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.

*Transportation (F44)* – to account for the one-cent gasoline tax revenues used for local street and bridges capital items. NMSA 7-1-6.9.

*Gross Receipts Tax Principal and Interest Fund (F59)* – This fund accounts for accumulating monies for payment of gross receipts for revenue bonds.

*2011 Water and Wastewater Refunding and Improvement Fund (F117)* – This fund accounts for the proceeds of the refunding of the “1998 Joint Water and Sewer Bonds” and for additional loan proceeds to fund the wastewater treatment project.

*2011 Street Projects Improvement Loan Fund (F118)* – This fund accounts for loan proceeds to be utilized for city street projects.

*2012 State Shared Gross Receipts Tax Bond Refunding and Improvement Revenue Loan (F119)* – This fund accounts for the proceeds of the “2002 Gross Receipt Tax Bonds” and for additional loan proceeds to fund city quality of life projects.

The City reports the following major proprietary or business funds:

*Water and Sewer Operating (F46, 81, 82, 104 & 110)* – to account for the provision of water and sewer services to the residents of the City and some residents of the County.

*Solid Waste Collection System (F86)* – to account for solid waste services to the residents of the City and some residents of the County.

*Bonito Lake (F88)* – to account for the operation of Bonito Lake Watershed, Recreational Area and part of the Bonito Pipeline.

*Desert Lakes Golf Course Operating (F90)* – to account for the operations of the golf course and facilities.

*White Sands Regional Airport (F91)* – to account for the operations of the City's airport system.

*Public Housing Authority (F901, 902, 903, 904, 905, 906 & 907)* – Provides financial assistance to low income families for housing within the community as well as low rent housing in city owned facilities.

The City reports internal service funds (*F12, F96, F107*) established to provide financing for activities of services provided in-house by the using department. The City currently provides central services for personnel, safety, fleet, management information systems, and facilities maintenance. In addition, the primary insurance for liability and auto and other insurance protection provided for all functions is recorded within the internal service funds. The services are rendered to other departments of the city on a cost-reimbursement basis. In addition, the government reports non-major governmental funds and agency funds listed as supplementary information in of this audit report.

**STATE OF NEW MEXICO  
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C. Capital assets

Property, plant and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed capital assets are recorded at estimated fair market value at the time received. Public domain (infrastructure) capital assets consisting of roads, bridges, curbs and gutters; streets and sidewalks, drainage systems and lighting systems have been recorded at estimated historical cost. The State's capitalization policy, i.e., the dollar value above which asset acquisitions including software are added to the capital accounts, was changed to \$5,000 as of July 1, 2005 from \$1,000. Assets with historical cost under \$5,000 and over \$1,000 that capitalized prior to July 1, 2005 remain on the City's capital assets schedule. However, all capital outlay purchases may not necessarily be capitalized. 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. Net revenue bond interest cost incurred during construction periods is capitalized when material.

Capital outlay expenditures are recorded as expenditures of the General, Special Revenue, and Capital Projects Funds and as assets in the government-wide financial statements to the extent the City's capitalization threshold is met. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Betterments and major improvements, which significantly increase values, change capacities or extend useful lives, are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

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

<b><u>Class of Asset</u></b>	<b><u>Estimated Useful Life</u></b>
Dam	100 years
Buildings	25-50 years
Improvements other than buildings	20-50 years
Machinery and equipment	3-10 years
Software	3 years

Software is depreciated over 36 months. The City is in the process of implementing a policy for the capitalization of library books pursuant to the School library material act Section 22-15C but does not currently include library books or the associated depreciation in capital assets. In addition, the Public Housing Authority records depreciation on its capital assets in accordance with generally accepted accounting principles.

D. 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 government activities, business-type activities, or proprietary fund type statement of net assets. Debt principal payments of both government and business-type activities are reported as decreases in the balance of the liability on the 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.

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Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, however, debt principal payments of governmental funds are recognized as expenditures when paid. 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.

E. Capitalized interest

Interest costs are capitalized when incurred by proprietary funds and similar component units on debt where proceeds were used to finance the construction of assets.

F. Basis of accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund statements. 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 as revenues in the year they are billed. Property tax receivables are recognized in the government-wide statements net of estimated refunds and uncollectible amount in the period the taxes are levied, even if not available. The governmental fund financial statements exclude the portion of property taxes which are not available. Taxes, and similar items are not recognized as revenue because they are not both available and measurable (reasonably estimable) as per GASB Statement 33 requires. The revenue is recognized as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund level 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 when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government 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 the obligation has matured and is due and payable shortly after year end as required by GASB Interpretation No. 6. Agency Funds are accounted for under the accrual basis of accounting.

For its government-wide activities and enterprise funds, the City has elected under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, to apply all applicable GASB pronouncements as well as any applicable pronouncements of the Financial Accounting Standards Board, the Accounting Principles or any Accounting Research Bulletins issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

**STATE OF NEW MEXICO**  
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All proprietary funds and non-expendable trust funds are accounted for using the accrual basis of accounting. Their revenues are recognized when they are earned, and their expenses are recognized when they are incurred. Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The City also reports deferred revenues on its combined balance sheet. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received prior to the occurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred revenues is removed from the combined balance sheet and revenue is recognized.

Fiduciary Funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and other funds. The reporting focus is upon net assets and changes in net assets and employs accounting principles similar to proprietary funds. Fiduciary funds are not included in the government-wide financial statements since they are not assets of the City available to support City programs.

In accordance with the provisions of Statement No. 33 of the Governmental Accounting Standards Board, the City recognizes revenues in the period when the underlying exchange transaction has occurred and the resources are available.

**G. Budgets and budgetary accounting**

The City uses the following procedures in establishing the budgetary data reflected in the accompanying financial statements:

1. Prior to June 1, the City Manager submits to the City Commission a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.
2. Prior to July 20, the budget is legally enacted through passage of a resolution.
3. The State of New Mexico Department of Finance and Administration must approve the budget, and any revisions to the budget.
4. The City Manager is authorized to transfer budgeted amounts between departments within any fund; however, the City Commission and the Department of Finance and Administration must approve any revisions that alter the total expenditures of any fund.

Formal budgetary integration is employed as a management control device during the year for all funds. Budgets are adopted for all funds by the City Commission, are prepared on a cash basis and include an amount for cash and investments remaining from the previous year available for expenditure in the current year. Budgets for all funds are "appropriated" budgets.

Budgetary information is presented as amended, the amendments being adopted in a legally prescribed manner. The level of control at which expenditures may not legally exceed budgeted revenues, cash and investments is at the total fund level for each legally adopted budget.

Encumbrance accounting is used for all fund types. Encumbrances are recorded when purchase orders are issued, but are not considered expenditures until liabilities for payments are incurred.

**STATE OF NEW MEXICO**  
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Encumbrances do not lapse at the close of the fiscal year, but are carried forward until liquidated. Encumbrances are included in fund balance classification on the balance sheet according to the level of the constraint of the resources that will be used for the encumbrance.

H. Investments

Cash resources of the individual funds are combined to form a pool of cash and investments, which is managed by the Chief Financial Officer. Each fund's equity in the pooled cash and investments account is reported in the combined financial statements as cash and investments. Earnings on investments are allocated to the individual funds by a formula based on each fund's month-end equity in the pooled investments account. All earnings on investments are shown in the financial statements as interest income. Investments are generally stated at fair value in accordance with GASB 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*.

I. Cash and cash equivalents

For purposes of the statements of cash flows, all highly liquid assets with maturity of three months or less when purchased are considered to be cash equivalents. All cash and investments of the proprietary fund types are pooled with the City's pooled cash and investments.

J. Inventories

Inventories consisting primarily of materials and supplies held for consumption on a first-in, first-out basis. They are reported at cost, which is recorded as an expenditure at the time individual inventory items are used. Proprietary fund and similar component unit inventories are recorded at cost on a first-in, first-out basis.

K. Ad Valorem Taxes

Ad valorem taxes are levied each November 1st, on the assessed valuation of non-exempt real property located in the City as of the preceding January 1st, the lien date. Ad valorem taxes are due on November 10th following the levy date, although they may be paid in two equal installments. The first half is due by November 10th, the second installment is due April 10th, and tax installments become delinquent thirty days after the due date. Ad valorem taxes are collected by the Treasurer of Otero County, New Mexico, and are remitted to the City.

L. Compensated absences

City personnel policies allow for the accrual of vacation and sick leave. After a probationary period, City employees are allowed to use the time they have accrued.

The maximum number of accrued annual vacation hours, which may be carried forward to any new calendar year, varies from 18 hours to 240 hours, depending on the job classification and shift length of each employee. The maximum sick leave carry forward is unlimited.

M. Accounting applications

The City's major financial recording cycles are computer generated.

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N. Interfund transactions

During the course of normal operations, the City has numerous transactions between funds, including expenditures and transfers of resources to provide services, construct assets, and service debt. The accompanying combined financial statements reflect such transactions as operating transfers.

O. Net assets/fund equity classifications

*Government-wide Statements*

Net assets on the Statement of Net Assets include the following:

1. Invested in capital assets- net of related debt—the component of net assets that reports the difference between capital assets and both the accumulated depreciation and the outstanding balance of debt, excluding unspent proceeds, that is directly attributable to the acquisition, construction or improvement of these capital assets.
2. Restricted net assets—consist of net assets with constraints placed on the use by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation or federal law.
3. Unrestricted net assets—all other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

*Fund Statements*

In the governmental fund financial statements, fund balances are classified as nonspendable, restricted, or unrestricted (committed, assigned, or unassigned). Restricted represents those portions of fund balance where constraints placed on the resources are either externally imposed or imposed by law through constitutional provisions or enabling legislation. Committed fund balance represents amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of City Commissioners. Assigned fund balance is constrained by the City’s intent to be used for specific purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

P. Spending Policy

When an expenditure/expense is incurred for purposes for which both restricted and unrestricted resources are available, it is the City’s policy to use restricted resources first. When expenditures/expenses are incurred for purposes for which unrestricted (committed, assigned and unassigned) resources are available, and amounts in any of these unrestricted classifications could be used, it is the City’s policy to spend committed resources first.

Q. Indirect expenses

The City allocated indirect expenses primarily comprised of central governmental services to operating functions and programs benefiting from those services. Central services include overall City management, centralized budgetary formulation and oversight, accounting, financial reporting, payroll, procurement contracting and oversight, investing and cash management, personnel services, and other

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For the Year Ended June 30, 2012**

administrative services. Allocations are charged to programs based on use of the services determined by various allocation methodologies.

R. Accounting estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that effect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 – CASH AND INVESTMENTS

*Cash*

Cash includes cash in banks with various financial institutions. As of June 30, 2012, the amount of cash reported on the financial statements differs from the amount on deposit with the various institutions because of transactions in transit and outstanding checks. The locations and amounts deposited at each of the financial institutions are as follows:

	<b>1st National Bank</b>	<b>Wells Fargo Bank</b>	<b>1st National Ruidoso</b>	<b>NMFA</b>
Total amount of deposits in bank	\$ 4,281,522	25,293,196	3,962	17
Less: FDIC coverage	<u>(500,000)</u>	<u>(24,519,613)</u>	<u>(3,962)</u>	<u>N/A</u>
Total uninsured public funds	3,781,522	773,583	-	-
State Collateral Requirement - 50%	1,890,761	386,792	-	-
Pledged security	<u>3,896,214</u>	<u>1,166,602</u>	<u>-</u>	<u>-</u>
Over/(under) collateralized	\$ <u><u>2,005,453</u></u>	<u><u>779,811</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
	<b>New York Mellon Trust</b>			
Total amount of deposits in bank	\$ 1,190,830			
Less: FDIC coverage	<u>N/A</u>			
Total uninsured public funds	-			
State Collateral Requirement - 50%	-			
Pledged security	<u>-</u>			
Over/(under) collateralized	\$ <u><u>-</u></u>			

<b>Cash by fund type</b>	<b>Book Balance Amount</b>
Governmental funds	\$ 7,007,823
Business-type funds	3,954,945
Fiduciary funds	1,055,002
Internal service funds	210,174
Component unit	<u>37,247</u>
Cash per financial statements	\$ <u><u>12,265,191</u></u>

For details see the Schedule of Pledged Collateral per the table of contents.

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*Investments*

Investments consisted of the following as of June 30, 2012:

<b>Investment Type</b>	<b>Fair Value</b>
State Treasurer's Investment Pool	\$ 15,326,966
CDs and other	21,837,931
Federal Home Loan Notes	24,311,706
Total	\$ 61,476,603

In compliance with Governmental Accounting Standards Board Statement No. 31, the City's investments are stated at fair value, except for highly liquid market investments with maturities of one year or less at the time of purchase, which are stated at amortized cost. Market value is used for those securities for which market quotations are readily available. For securities that lack readily available market quotations, reasonable estimates of fair value are used based on the market value of similar investments. The City generally holds all investments until maturity or until market values equal or exceed cost. Therefore, the fair value of securities in the investment pool does not necessarily reflect realized gains or losses but rather the fair value of those investments as of June 30, 2012.

New Mexico State Statutes authorize the creation of the short-term investment fund in the New Mexico State Treasury. The Statutes authorize the State Treasurer to pool monies received from local public bodies for investment purposes with public monies under control. The purpose of the local short-term fund is to provide a voluntary investment alternative for local political subdivisions to realize the maximum return consistent with safe and prudent management. The City invested \$15,326,966 as of June 30, 2012 within the short-term investment fund pool. The yield at June 30, 2012 was .217%. The local short-term investment fund, along with other public monies in the State Treasurer's investment account, is invested in repurchase agreements secured at 102% by U.S. Government Securities. The State Treasurer has the responsibility to pledge collaterals at 102% of investment balances for the City. All investing is performed in accordance with State Statutes and the City Charter. For more information, refer to separately issued financial statements for the State Treasurer, which disclose the collateral pledged to secure the State Treasurer's cash and investments.

The investments are valued at fair value based on quoted market prices as of the valuation date. The State Treasurer Local Government Investment Pool is not SEC registered. Section 67-10-10 I, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States government, or by its departments or agencies and are either direct obligations of the United States, or are backed by the full faith and credit of the United States government, or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the local government investment pool is voluntary.



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The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The LGIP's portfolio's weighted average maturity (WAM) is a key determinant of the tolerance of a fund's investment to rising interest rates. In general, the longer the WAM, the more susceptible the fund is to rising interest rates. As of June 30, 2012, the LGIP WAM(R) was 60 days.

State law limits investments in commercial paper, corporate bonds, and mutual bond funds to the top two ratings issued by nationally recognized statistical rating organizations. The City has no investment policy that would further limit its investment choices. As of June 30, 2012, the City's investment in the New MexiGROW Local Government Investment Pool (LGIP) was rated AAAM by Standard & Poor's.

The City places no limit on the amount it may invest in any one issuer. More than 5 percent of the City's investments are in the State LGIP, Federal Home Loan notes, and commercial certificates of deposit. These investments are 25%, 40%, and 36%, respectively, of the City's total investments.

The Federal Home Loan notes are all backed by the full faith and credit of the U.S. government and are therefore insured against loss.

FDIC advisory opinion 94-24 states that public funds are entitled to \$100,000 insurance for time or savings deposits (including bank money market accounts) and \$100,000 for demand deposits deposited within the state in compliance with 12 CFR Subsection 330.15. Congress has temporarily increased FDIC deposit insurance from \$100,000 to \$250,000 per depositor through December 31, 2013; public funds held in time and savings accounts are entitled to \$250,000 coverage, and separately, all non-interest bearing demand deposits owned by a public unit have unlimited coverage. Changes have also been made to other account types. For more information, visit [www.fdic.gov](http://www.fdic.gov).

**NOTE 3 – COLLATERALIZATION OF CITY DEPOSITS**

In accordance with the City of Alamogordo Investment Policy Section 30-02-030, any financial institution designated as a City depository shall deliver securities of the type specified in Section 6-10-16 NMSA, 1978, or a joint safekeeping receipt therefore to the investment officer in an aggregate value equal to one-half the amount of the City money to be received, in accordance with subsection B of Section 6-10-16 NMSA, 1978 (Ord. No. 722, 10-23-87).

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's deposit policy is to collateralize one half of the uninsured public money in each account. As of June 30, 2012, the City's bank and investment balances of \$73,741,794, which includes the component units, were exposed to custodial credit risk as follows:

Uninsured and uncollateralized	\$	-
Uninsured and collateral held by pledging bank's trust department, not in the City's name		4,555,105
	Total \$	<u><u>4,555,105</u></u>

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NOTE 4 – INTERFUND BALANCES AND TRANSFERS

Interfund receivables and payables are amounts due from and to other funds within the City. The interfund payables are due to interfund borrowing between funds for operating purposes. Interfund balances as of June 30, 2012, are as follows:

<u>Fund Description</u>	<u>Fund Number</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Water & Sewer - Major Fund	081	\$ 502,747	
General - Major Fund	011		502,747
General - Major Fund	011	163,283	
Bonito Lake - Major Fund	088		163,283
General - Major Fund	011	1,101,912	
Various non-major funds			1,101,912
		<u>\$ 1,767,942</u>	<u>1,767,942</u>

The interfund receivables are expected to be paid in the current year.

Transfers and payments within the reporting entity are substantially for the purpose of subsidizing operating functions and funding capital projects, namely street projects. All transfers made during the year were considered routine and were consistent with the general characteristics of the City's transfer.

The details of interfund transfers during fiscal year 2012 are provided on the following page.

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		<b>Transfers In</b>									
		44	59	117	46,81,82, 104,110	90	91	Non Major Govern- mental	12,96,107		
		General Fund	Trans- portation	GRT P&I	JTWS Refunding	Water & Sewer	Golf Course	Airport	Internal Service	Total	
General	-	-	-	-	-	-	287,668	-	1,067,623	1,465,998	2,821,289
Transportation	-	-	-	-	-	-	-	-	170,548	170,548	-
JTWS Refunding	-	-	-	-	3,667,697	-	-	-	-	-	3,667,697
GRT Refunding	-	-	3,728,997	-	-	184,099	-	-	-	-	3,913,096
Water & Sewer	-	-	-	9,680,644	-	-	-	1,541,623	406,607	11,628,874	-
Solid Waste	-	-	-	-	88,409	-	-	-	20,714	109,123	-
Bonito Lake	-	-	-	-	-	-	-	-	25,571	25,571	-
Golf Course	-	-	-	-	-	-	-	-	56,800	56,800	-
Airport	-	-	-	-	-	-	-	-	39,934	39,934	-
Non-Major Governmental	428,607	727,125	2,616,313	-	6,079,712	-	248,183	334,170	191,635	10,625,745	-
Component Unit	-	-	-	-	-	-	-	-	1,670	1,670	-
<b>Total</b>	<b>428,607</b>	<b>727,125</b>	<b>6,345,310</b>	<b>9,680,644</b>	<b>9,835,818</b>	<b>471,767</b>	<b>248,183</b>	<b>2,943,416</b>	<b>2,379,477</b>	<b>33,060,347</b>	-
	For acquis- ition of services for City services.	For payment of improve- ments to City's street system.	For payment of debt service	For payment of improve- ments to the City's water and sewer system.	For payment of improve- ments to the City's water and sewer system.	To pay for general improve- ments to the City's golf course.	To pay for general improve- ments to the City's airport.	Pay other governmental funds to supplement other fund sources.	To pay for internal services for the City's various departments.		

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NOTE 5 – RECEIVABLES

The accounts receivable of the Special Revenue, Debt Service, and Capital Projects Funds are composed primarily of earned taxes and federal and state revenues or reimbursements. An allowance for doubtful accounts is maintained for those receivables deemed to be uncollectible.

<b>Governmental Funds</b>				
Type	<b>General</b>	<b>Trans- portation</b>	<b>Other Gov Funds</b>	<b>Total Govern- mental</b>
Taxes	\$ 2,212,636	164,732	1,582,697	3,960,065
Grants	23,760	313,949	126,321	464,028
Accounts	974,753	580	152,127	1,127,460
Allowance for doubtful accts	(951,970)	(420)	(134,295)	(1,086,685)
Total	<u>\$ 2,259,178</u>	<u>478,841</u>	<u>1,726,850</u>	<u>4,464,868</u>

<b>Enterprise Funds</b>						
Type	<b>Water and Sewer</b>	<b>Public Housing Authority</b>	<b>Solid Waste</b>	<b>Bonito Lake</b>	<b>Airport</b>	<b>Total Enterprise</b>
Other	\$ 35,296	105	110	-	-	35,511
Accounts	807,861	61,992	125,009	383	43,118	1,038,361
Allowance for doubtful accts	(229,792)	(24,336)	(6,354)	-	-	(260,483)
Total	<u>\$ 613,365</u>	<u>37,761</u>	<u>118,765</u>	<u>383</u>	<u>43,118</u>	<u>813,389</u>

Type	<b>Comp Unit Landfill</b>	<b>Internal Service</b>	<b>Fiduciary</b>
Taxes	\$ 2,173	-	-
Grants	-	-	-
Accounts	37,953	10	69,336
Allowance for doubtful accts	-	(10)	(69,336)
Total	<u>\$ 40,126</u>	<u>-</u>	<u>-</u>

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**STATE OF NEW MEXICO  
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NOTE 6 – CAPITAL ASSETS

Capital asset activities for the year ended June 30, 2012:

GOVERNMENTAL ACTIVITIES						
Asset Description	2011	Additions	Deletions	Reclassifi- cations	Adjust- ments	2012
<b>Capital assets not being depreciated:</b>						
Land	\$ 7,662,532	524,562	-	-	-	<b>8,187,094</b>
Construction in progress	829,471	6,931,177	-	(2,045,457)	-	<b>5,715,191</b>
Total capital assets not being depreciated	<u>8,492,003</u>	<u>7,455,739</u>	<u>-</u>	<u>(2,045,457)</u>	<u>-</u>	<b><u>13,902,285</u></b>
<b>Capital assets being depreciated:</b>						
Buildings and improvements	21,379,123	-	-	484,921	-	<b>21,864,044</b>
Mechanized equipment	8,890,400	310,689	-	-	(625,405)	<b>8,575,684</b>
Unscheduled property	3,679,340	205,636	(8,409)	122,142	5,000	<b>4,003,709</b>
Infrastructure	171,296,985	-	-	1,438,394	-	<b>172,735,379</b>
Total capital assets being depreciated	<u>205,245,848</u>	<u>516,325</u>	<u>(8,409)</u>	<u>2,045,457</u>	<u>(620,405)</u>	<b><u>207,178,816</u></b>
Less accumulated depreciation for:						
Buildings and improvements	(12,490,755)	(648,075)	-	-	-	<b>(13,138,830)</b>
Mechanized equipment	(6,485,692)	(152,248)	-	-	286,564	<b>(6,351,376)</b>
Unscheduled property	(3,146,581)	(216,698)	8,409	-	(5,000)	<b>(3,359,870)</b>
Infrastructure	(140,167,043)	(2,277,575)	-	-	-	<b>(142,444,618)</b>
Total accumulated depreciation	<u>(162,290,071)</u>	<u>(3,294,596)</u>	<u>8,409</u>	<u>-</u>	<u>281,564</u>	<b><u>(165,294,694)</u></b>
Governmental activities Capital assets, net	<u>\$ 51,447,780</u>	<u>4,677,468</u>	<u>-</u>	<u>-</u>	<u>(338,841)</u>	<b><u>55,786,407</u></b>

BUSINESS -TYPE ACTIVITIES						
Asset Description	2011	Additions	Deletions	Reclassifi- cations	Adjust- ments	2012
<b>Capital assets not being depreciated:</b>						
Land	\$ 6,953,076	-	-	-	-	<b>6,953,076</b>
Construction in progress	1,470,809	7,034,724	-	(2,218,527)	-	<b>6,287,006</b>
Total capital assets not being depreciated	<u>8,423,885</u>	<u>7,034,724</u>	<u>-</u>	<u>(2,218,527)</u>	<u>-</u>	<b><u>13,240,082</u></b>
<b>Capital assets being depreciated:</b>						
Buildings and improvements	22,649,100	162,503	(45,000)	938,583	-	<b>23,705,187</b>
Mechanized equipment	7,247,885	333,876	(82,747)	-	462,477	<b>7,961,492</b>
Unscheduled property	764,649	9,882	(17,925)	-	(5,000)	<b>751,606</b>
Infrastructure	62,002,139	32,823	-	1,279,944	-	<b>63,314,906</b>
Total capital assets being depreciated	<u>92,663,774</u>	<u>539,084</u>	<u>(145,672)</u>	<u>2,218,527</u>	<u>457,477</u>	<b><u>95,733,191</u></b>
Less accumulated depreciation for:						
Buildings and improvements	(13,918,943)	(711,437)	45,000	-	-	<b>(14,585,380)</b>
Mechanized equipment	(6,140,471)	(258,183)	81,860	-	(383,835)	<b>(6,700,629)</b>
Unscheduled property	(335,793)	(58,458)	17,925	-	5,000	<b>(371,326)</b>
Infrastructure	(16,005,190)	(1,456,357)	-	-	-	<b>(17,461,547)</b>
Total accumulated depreciation	<u>(36,400,397)</u>	<u>(2,484,434)</u>	<u>144,785</u>	<u>-</u>	<u>(378,835)</u>	<b><u>(39,118,882)</u></b>
Business-type activities capital assets, net	<u>\$ 64,687,262</u>	<u>5,089,374</u>	<u>(887)</u>	<u>-</u>	<u>78,642</u>	<b><u>69,854,390</u></b>

**STATE OF NEW MEXICO  
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NOTE 6 – CAPITAL ASSETS-Continued

Asset Description	COMPONENT UNIT					2012
	2011	Additions	Deletions	Reclassifi- cations	Adjust- ments	
<b>Capital assets not being depreciated:</b>						
Land	\$ 1,526,005	-	-	-	-	1,526,005
Construction in progress	-	-	-	-	-	-
Total capital assets not being depreciated	<u>1,526,004</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,526,005</u>
<b>Capital assets being depreciated:</b>						
Buildings and improvements	158,737	-	-	-	-	158,737
Mechanized equipment	2,000,461	1,082,774	-	-	-	3,083,235
Unscheduled property	93,145	6,600	-	-	-	99,745
Infrastructure	1,258,018	-	-	-	-	1,258,018
Total capital assets being depreciated	<u>3,510,361</u>	<u>1,089,374</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,599,735</u>
Less: accumulated depreciation for:						
Buildings and improvements	(158,738)	-	-	-	-	(158,738)
Mechanized equipment	(1,356,801)	(267,356)	-	-	-	(1,624,157)
Unscheduled property	(87,363)	(6,647)	-	-	-	(94,010)
Infrastructure	(488,018)	(39,366)	-	-	-	(527,384)
Total accumulated depreciation	<u>(2,090,920)</u>	<u>(313,369)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(2,404,289)</u>
Component unit capital assets, net	\$ <u>2,945,445</u>	<u>776,005</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,721,451</u>

Depreciation expense is reported in the following functions in the Statement of Activities.

<b>Governmental activities</b>		<b>Business-type activities</b>	
General government	\$ 273,194	Water/sewer	\$ 1,784,305
Public safety	738,635	Solid waste	50,479
Public works	2,103,433	Bonito Lake	9,531
Culture and recreation	178,173	Golf course	191,739
Health and welfare	1,161	Airport	156,689
Total	\$ <u>3,294,596</u>	Public housing authority	291,691
		Total	\$ <u>2,484,434</u>
<b>Component unit</b>			
Landfill	\$ <u>313,368</u>		

See Note 19 for an explanation of the adjustments to capital assets.

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**NOTE 7 – LONG-TERM DEBT**

The following is a summary of all bond and note payable transactions of the City for the year ended June 30.

	2011	Increases	Decreases	Adjust- ment	2012	Amount due within one year
<b>Governmental funds debt</b>						
General obligation bonds	\$ 2,243,342	-	(175,542)	-	<b>2,067,800</b>	176,100
Revenue bonds	7,360,000	8,130,000	(4,600,000)	-	<b>10,890,000</b>	835,000
NMFA	13,177,045	7,640,000	(919,688)	(40,500)	<b>19,856,857</b>	1,147,544
Compensated absences	1,124,110	986,844	(1,025,890)	-	<b>1,085,064</b>	950,000
<b>Total</b>	<b>\$ 23,904,497</b>	<b>16,756,844</b>	<b>(6,721,120)</b>	<b>(40,500)</b>	<b>33,899,721</b>	<b>3,108,644</b>
<b>Business-type funds debt</b>						
General obligation bonds	\$ 6,311,658	-	(182,457)	-	<b>6,129,201</b>	228,800
Revenue bonds	7,175,000	9,812,674	(3,422,640)	-	<b>13,565,034</b>	580,132
NMFA	10,027,338	1,160,322	(275,099)	-	<b>10,912,561</b>	281,387
Compensated absences	163,747	128,757	(119,450)	-	<b>173,054</b>	150,000
	<b>\$ 23,677,743</b>	<b>11,101,753</b>	<b>(3,999,646)</b>	<b>-</b>	<b>30,779,850</b>	<b>1,240,319</b>
<b>Component unit debt</b>						
Compensated absences	\$ 23,056	14,712	(21,307)	-	<b>16,461</b>	15,000

Prior year compensated absences have been liquidated by the general fund. See Note 19 for an explanation of the adjustments to long-term debt.

The annual principal and interest requirements on long-term debt outstanding as of June 30, 2012 includes:

Year Ended June 30	Governmental Activities						Total P & I
	General Obligation Bonds		Revenue Bonds		New Mexico Finance Authority		
	Principal	Interest	Principal	Interest	Principal	Interest	
2013	\$ 176,100	58,408	835,000	296,102	1,147,544	544,759	3,057,913
2014	179,200	55,829	850,000	282,557	1,057,828	522,823	2,948,237
2015	182,800	52,657	870,000	267,427	1,077,674	499,316	2,949,874
2016	140,900	49,481	885,000	250,099	1,114,029	471,638	2,911,147
2017	143,300	46,391	910,000	231,536	1,100,532	441,592	2,873,351
2018-2022	686,300	166,925	3,615,000	743,241	5,969,250	1,711,209	12,891,925
2023-2027	310,800	87,140	2,925,000	271,475	5,640,000	763,048	9,997,463
2028-2032	248,400	16,644	-	-	2,750,000	41,515	3,056,559
<b>Total</b>	<b>\$ 2,067,800</b>	<b>533,475</b>	<b>10,890,000</b>	<b>2,342,437</b>	<b>19,856,857</b>	<b>4,995,900</b>	<b>40,686,469</b>

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Year Ended June 30	Business Type Activities						Total P & I
	General Obligation Bonds		Revenue Bonds		New Mexico Finance Authority		
	Principal	Interest	Principal	Interest	Principal	Interest	
2013 \$	228,800	246,693	580,132	411,685	281,387	359,512	2,108,209
2014	250,800	236,501	684,919	400,611	562,805	345,419	2,481,055
2015	277,200	225,628	697,284	388,047	579,661	328,443	2,496,263
2016	110,000	217,884	711,001	373,729	596,695	311,787	2,321,096
2017	127,600	213,132	725,884	357,846	613,913	293,924	2,332,299
2018-2022	1,034,000	969,315	3,929,319	1,488,597	3,382,909	898,132	11,702,271
2023-2027	2,279,200	639,030	3,777,758	817,402	3,563,431	545,977	11,622,797
2028-2032	1,821,600	122,059	2,458,737	233,813	1,331,761	57,153	6,025,123
Total \$	<u>6,129,200</u>	<u>2,870,242</u>	<u>13,565,034</u>	<u>4,471,729</u>	<u>10,912,559</u>	<u>3,140,348</u>	<u>41,089,114</u>

General obligation bonds issued for governmental activity purposes are liquidated by the debt service funds. Revenue bonds issued for governmental activities are liquidated by the debt service funds. Promissory notes issued for governmental activities are repaid from special revenue funds related to the promissory notes' purpose. General obligation, revenue bonds and promissory notes issued for business-type activities or by component units are repaid from those activities or component units.

Advance Refundings

**1998 Joint Water & Sewer Revenue Bonds** — On November 18, 2011, the City issued \$9,812,674 of Revenue Bonds, Series 2011, with an average interest rate of 3.073%. The bonds consist of serial bonds bearing various fixed rates ranging from 0.26% to 3.8% with annual maturities from June 2012 through June 2031. The net proceeds of \$9,737,674 (after processing fees of \$75,000) were used to advance refund bonds with a total principal amount of \$2,880,00 and an average interest rate of 4.881238%. The purchaser of the bonds, the New Mexico Finance Authority, transferred \$9,064,536, representing the amount payable at closing less the debt service reserve fund of \$673,138, to the Bank of New York Mellon Trust Company, N.A. for the City of Alamogordo. The Bank transferred the net proceeds to the City of Alamogordo to pay off the refunded bonds. As a result, the refundable bonds are considered to be defeased, and the related liability for the banks has been removed from the City's liabilities.

The advance refunding was done in order to reduce debt payments and to secure additional funds of \$6,120,000 for making wastewater treatment plant improvements and paying related professional fees. Costs for the issuance of the new debt was \$120,000. The advance refunding transaction resulted in an economic gain (difference between the present value of the debt service on the old and the new bonds) of approximately \$311,597.

**2002 GRT Revenue Bonds** — On February 17, 2012, the City issued \$8,130,000 of Revenue Bonds, Series 2012, with an average interest rate of 2.622%. The bonds consist of serial bonds bearing various fixed rates ranging from 0.20% to 3.52% with annual maturities from June 2012 through June 2027. The net proceeds of \$8,055,000 (after processing fees of \$75,000) were used to advance refund bonds with a total principal amount of \$3,728,997 and an average interest rate of 3.836066%. The purchaser of the bonds, the New Mexico Finance Authority, transferred \$8,055,000 to the Bank of New York Mellon Trust Company, N.A. for the City of Alamogordo. The Bank transferred the net proceeds to the City of Alamogordo to pay off the refunded bonds. As a result, the refundable bonds are considered to be defeased, and the related liability for the banks has been removed from the City's liabilities.



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The advance refunding was done in order to reduce debt payments and to secure additional funds of \$4,326,003 for capital quality of life improvement projects. Costs for the issuance of the new debt was \$65,000. The advance refunding transaction resulted in an economic gain (difference between the present value of the debt service on the old and the new bonds) of approximately \$208,195.

General Obligation Bonds

General obligation bonds have been approved by the voters and issued by the City for various municipal improvements. These bonds are to be fully paid within 15 to 20 years from the date of issue and are backed by the full faith and credit of the City. General obligation bonds issued by the City and reported as liabilities of the City's governmental activities are:

Series	Issue Amount	Maturity Date	Average Coupon Rate	Year-end Balance
2011	\$ 2,000,000	2020	5.86%	\$ 1,232,000
2010	920,000	2029	4.05%	835,800
Total				\$ <u>2,067,800</u>
Amount due within one year				\$ <u>176,100</u>

General obligation bonds issued by the City and reported as liabilities of the City's business –type activities are:

Series	Issue Amount	Maturity Date	Average Coupon Rate	Year-end Balance
2010	\$ 6,500,000	2029	4.05%	\$ <u>6,129,200</u>
Amount due within one year				\$ <u>228,800</u>

Revenue Bonds

The City has issued revenue bonds, where the City pledges income derived from certain assets or programs to pay debt service. Revenue bonds outstanding consist of debt issued by the City, its authorities, and its trusts. Revenue bonds issued in prior years and reported as liabilities of the City's governmental activities are:

Purpose	Series	Issue Amount	Maturity Date	Average Coupon Rate	Year-end Balances
Public works improvements	2012	8,130,000	2027	3.84%	7,505,000 *
Public works improvements	2004	5,405,000	2019	3.51%	3,385,000
Total					\$ <u>10,890,000</u>
Amount due within one year					\$ <u>835,000</u>

\* Bond refunding in 2012

The revenue bonds in the City's governmental activities are payable from gross receipts tax collections.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
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For the Year Ended June 30, 2012**

Revenue bonds issued in prior years and reported as liabilities of the City's business-type activities are:

Purpose	Series	Issue Amount	Maturity Date	Average Coupon Rate	Year-end Balances
Improve water/sewer system	2011	\$ 9,812,674	2031	3.07%	\$ 9,505,034 *
Improve water/sewer system	2005	5,530,000	2025	4.00%	4,060,000
		Total			\$ 13,565,034
					Amount due within one year
					\$ 580,132

\* Bond refunding in 2012

The revenue bonds in the City's business-type activities are payable from the net revenues of the City's Joint Water and Sewer System.

Promissory Notes

The City has outstanding loans with the New Mexico Finance Authority (NMFA) that are secured by a security interest in the City's distributions from the State of New Mexico fire protection fund and generally requires semi-annual principal and interest payments.

Promissory notes reported as liabilities of the City's governmental activities are:

Purpose	Date of Issuance	Amount	Maturity Date	Average Coupon Rate	Year-end Balances
Construction of fire station	2000	\$ 572,223	2020	5.49%	\$ 307,669
Purchase of ladder truck	2004	455,000	2016	3.21%	168,904
Purchase of fire pumper	2009	196,910	2017	3.34%	129,003
Infrastructure - flood control	2009	3,620,000	2028	3.74%	3,215,000
Infrastructure - street projects	2009	7,350,000	2028	4.50%	6,370,000
Infrastructure - RO project	2011	2,735,456	2021	2.71%	2,156,281
Infrastructure - street projects	2011	7,640,000	2031	3.19%	7,510,000
		Total			\$ 19,856,857
					Amount due within one year
					\$ 1,147,544

The City has outstanding loans with the NMFA that are secured by a security interest in the City's receipts from the Municipal 0.250% Gross Receipts Tax enacted in 1987 and generally requires semi-annual principal and interest payments. Promissory notes issued by the City and reported as liabilities of the City's business-type activities are:

Purpose	Date of Issuance	Amount	Maturity Date	Average Coupon Rate	Year-end Balances
Infrastructure improvements	2006	\$ 730,453	2026	4.24%	\$ 574,843
Infrastructure improvements	2007	6,565,000	2029	2.00%	4,525,902
Infrastructure improvements	2009	5,340,000	2029	3.75%	4,795,000
Infrastructure -regional water	2010	1,127,000	n/a**	0.00%	1,016,816
		Total			\$ 10,912,561
					Amount due within one year
					\$ 281,387

\*\* Dependent upon timing of project completion

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NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

The total principal and interest payments for each fund type is as follows:

Fund Type	Principal	Interest	Total
Governmental funds	\$ 32,814,657	7,871,812	40,686,469
Business-type funds	30,606,796	10,482,319	41,089,115
	<u>\$ 63,421,453</u>	<u>18,354,131</u>	<u>81,775,584</u>

The legal debt margin as defined by state statutes limits the total general bonded debt of the City (excluding general obligation water bonds) to 4% of the assessed property value of the City. The City is not in violation of the legal debt margin.

Compensated Absences

Vested or accumulated vacation leave that is expected to be liquidated with expendable available financial resources has been and will continue to be reported as an expenditure and a fund liability of the governmental or enterprise fund that will pay it. Amounts of vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the Government-Wide statements as "compensated absences".

**NOTE 8 – RESTRICTED ASSETS – CASH AND INVESTMENTS**

Water & Sewer Fund

As of June 30, 2012, three debt issuances carried in the water and sewer fund required restricted reserves, including \$412,853 restricted for the 2005 Water and Sewer Bond, \$403,656 restricted for the 2009 NMFA Water and Waste Water Loan, and \$673,138 restricted for the 2011 Joint Water and Sewer refunding and improvement projects. These amounts have been restricted in the water and sewer fund to meet debt covenants.

Public Housing Authority

The Housing Authority requires a reserve for tenant deposit and escrow accounts. The Housing Authority is in compliance with this restriction. Deposits for customer utilities of \$95,249 are restricted.

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**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

NOTE 9 – FUND BALANCE

The City’s fund balances represent: 1) Restricted Purposes, which include balances that are legally restricted for specific purposes due to constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; 2) Committed Purposes, which include balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the City Commission; 3) Assigned Purposes, which includes balances that are constrained by the government’s intent to be used for specific purposes, but are neither restricted or committed. A summary of the nature and purpose of these reserves by fund type at June 30, 2012, follows:

	<u>Restricted Purposes</u>	<u>Committed Purposes</u>	<u>Assigned Purposes</u>
<b>General Fund (011,098):</b>			
Public safety - fire	-	-	88,653
Community services	-	-	221,054
Other	-	-	74,836
	<u>-</u>	<u>-</u>	<u>384,543</u>
<b>Transportation Fund (044):</b>			
Infrastructure improvements	-	3,222,751	1,433,524
	<u>-</u>	<u>3,222,751</u>	<u>1,433,524</u>
<b>Debt Service GRT P&amp;I (059):</b>			
Debt service	7,696	-	-
	<u>7,696</u>	<u>-</u>	<u>-</u>
<b>2011 Water Refunding (117)</b>			
Public works	118,174	-	5,822,890
	<u>118,174</u>	<u>-</u>	<u>5,822,890</u>
<b>Street Projects (118)</b>			
Public works	7,526,880	-	-
	<u>7,526,880</u>	<u>-</u>	<u>-</u>
<b>GRT Refunding (119)</b>			
Public works	3,057,547	-	914,563
	<u>3,057,547</u>	<u>-</u>	<u>914,563</u>
<b>Other Funds</b>			
Infrastructure - capital projects	16,477,834	148,826	2,055,744
Public works - street maintenance	3,196,023	-	-
Debt - reserves	610,077	-	-
Public works - convenience center	1,089,066	-	-
Cemetery	705,184	-	-
Fire protection	229,003	-	2,040
Tourism	136,131	-	-
Culture and recreation	152,497	177,982	55,931
Law enforcement	48,262	-	2,435
Public works - highways	65,888	-	-
Court administration	121,335	-	-
Public safety - traffic	62,090	-	-
Other	35,697	-	-
Corrections	17,427	-	-
Capital improvements	-	34,987	-
	<u>22,946,514</u>	<u>361,795</u>	<u>2,116,150</u>
	\$		

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

NOTE 10 – DEFICIT FUND BALANCE AND BUDGET NONCOMPLIANCE

The following funds had deficit fund balances at June 30, 2012:

<u>Fund Type</u>	<u>Fund No.</u>	<u>Amount</u>
Special revenue	15	\$ (17,427)
Special revenue	28	\$ (22,968)

Management anticipates future resources, in excess of anticipated expenditures, to eliminate negative balances. In addition, as noted in the schedule of findings and questioned costs, two exceptions to state budget controls were noted.

NOTE 11 – SURETY BONDS

The City maintains surety bonds for the following employees in the amounts of coverage listed below:

<b>Employee Position</b>	<b>Coverage</b>
Comptroller/Treasurer	\$ 100,000
Honesty/Blanket Bond	\$ 100,000

NOTE 12 – POST EMPLOYMENT BENEFITS – STATE RETIREE HEALTH CARE PLAN

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

Eligible retirees are: 1) retirees who make contributions to the fund for at least five years prior to retirement and whose eligible employer during that period of time made contributions as a participant in the RHCA plan on the person’s behalf unless that person retires before the employer’s RHCA effective date, in which 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

**STATE OF NEW MEXICO  
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NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

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. During the fiscal year ended June 30, 2012, the statute required each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee is required to contribute .8333% of their salary. In the fiscal years ending June 30, 2012 and June 30, 2013 the contribution rates for employees and employers will rise as follows:

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY13	2.000%	1.000%

For employees who are members of an enhanced retirement plan (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4 and 5; municipal fire member coverage plan 3, 4 and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA 1978]), during the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 2.084% of each participating employee's annual salary, and each participating employee was required to contribute 1.042% of their salary. In the fiscal years ending June 30, 2012 and June 30, 2013 the contributions rates for both employees and employers will rise as follows:

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY13	2.500%	1.250%

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

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

The City of Alamogordo's contributions to the RHCA for the years ended June 30, 2012, 2011 and 2010 were \$201,845, \$186,391, and \$140,878, respectively, which equal the required contributions for each year.

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CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

NOTE 13 – PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

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

**Funding Policy.** Plan members are required to contribute from 4.0% to 16.65% of their gross salary depending upon the plan - i.e., state general, state hazardous duty, state police and adult correctional officers, municipal general, municipal police, municipal fire, municipal detention officer. The City of Alamogordo is required to contribute 9.51% to 23.45% of the gross covered salary depending upon the plan. The contribution requirements of plan members and the City are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The City’s contributions to PERA for the fiscal years ending June 30, 2012 , 2011 and 2010 were \$2,336,424, \$2,360,914 and \$2,360,750, respectively, which equal the amount of the required contributions for each fiscal year.

NOTE 14 – OTERO-GREENTREE REGIONAL LANDFILL

State and Federal laws and regulations require the Regional Landfill to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post closure care costs will be paid only near or after the date that the landfill stops accepting waste, the Regional Landfill is required to report a portion of these closure and post closure costs as an operating expenses in each period based on landfill capacity used as of each balance sheet date.

The accrued landfill closure and post closure costs, as of June 30, 2012 are \$616,469 and the estimated total current cost of closure and post closure remaining to be recognized is \$250,625 (for a total of \$867,094).

The landfill currently holds a 92-acre permit. The permit is defined as land that may be disturbed. To date 39% of the landfill capacity has been used: 30 acres have been disturbed for solid waste disposal and 15 acres for landfill facilities. The landfill is averaging six years of use for every ten acres of land. The remaining acres should give approximately 28 more years of life before re-permitting is requested.

The landfill is required to set aside a predetermined amount of funds to cover any closure and post closure care. The City sets aside approximately \$26,000 to \$36,000 annually in investments. To date, the City has restricted \$616,469 in investments for this purpose.

The estimated closure and post closure care costs were originally determined in 1998 when the landfill applied for the operating permit. The closure and post closure costs are re-calculated annually to include inflation, actual landfill usage percentage, and any new regulatory requirements.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

The Environmental Protection Agency (EPA) required the landfill to obtain a permit under 20 NMAC 2.70 Title V. This permit requires the landfill to monitor and report emissions and particulates that are disbursed into the atmosphere. As the landfill continues to grow and monitoring requirements change, additional costs for closure and post closure care will need to be estimated in order for the City to accumulate the proper reserves and restrict sufficient funds to pay for the costs. As specified by 20.9.10.9.B NMAC the owner of each solid waste facility shall establish a financial assurance mechanism for closure of the facility in compliance with 20.9.10.13 – 20.9.10.23 NMAC. The owner shall provide continuous coverage for closure until released from financial assurance requirements by written verification issued by the secretary. The owner of a solid waste facility shall develop a detailed written estimate, in current dollars, of the cost of hiring a third party to close the largest area of the facility requiring closure under 20.9.6 NMAC.

**NOTE 15 – RISK MANAGEMENT**

The City's risk management activities are recorded in the Fleet Collision Self-Insurance Fund. The purpose of this fund is to administer general liability, auto liability, workers' compensation, civil rights (errors and omissions/personal injury), emergency medical liability, law enforcement liability, foreign jurisdiction, underground storage tanks, and volunteers. The City covers its insurance needs through the New Mexico Self Insurer's Fund. The premiums paid for June 30, 2012, 2011, and 2010 are \$654,547, \$689,984, and \$751,592 respectively. The risk of loss transfers to the Self Insurer's Fund under this plan.

The City began providing self-insurance for the City-owned vehicles for property damage during the fiscal year ended June 30, 1996. The City accounts for this plan through its Fleet Collision Insurance Fund. The City paid "premiums" into the fund of \$50,000 from July 1, 2011 to June 30, 2012.

All other insurance is provided by commercial insurance carriers in which risk of loss is transferred to the Insurance Company. Special assessment bonds and related interest costs are payable solely from assessments and interest collected from the property owners who benefit from respective improvements.

**NOTE 16 – LEASE COMMITMENTS**

The reporting entity has entered into a number of operating leases, which contain cancellation provisions and are subject to annual appropriations. The rent expenditures for these leases were primarily from the General Fund. Future minimum lease payments are:

For the Year Ended June 30	Machinery & Equipment
2013	\$ 43,943
2014	26,123
2015	24,964
2016	9,464
2017	-
Thereafter	-
Total	\$ 104,494

Lease expense for the year ended June 30, 2012 was \$135,128.



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

NOTE 17 – FEDERAL GRANTS

In the normal course of operations, the City receives grant funds from various federal and state agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting funds. Any liability for reimbursement, which may arise as the result of these audits is not believed to be material.

NOTE 18 – LITIGATION

The City is party to various legal proceedings which normally occur in governmental operations. As of June 30, 2012 the City is involved in several lawsuits over water rights issues and contract compliance. Legal counsel has advised the City that an adverse ruling is probable; however, the loss is not estimable and therefore, no accrual has been recorded in these financial statements.

NOTE 19 – RESTATEMENT

The following restatements were made for the fiscal year ended June 30, 2012 to the City's Government-wide Governmental Activities; the restatement did not impact the governmental funds:

<u>Fund</u>	<u>Reason</u>	<u>Amount</u>
Governmental Activities	To remove debt liability transferred to Enterprise fund	\$ 40,500
	To remove capital assets transferred to Enterprise fund	(338,841)
		<u>\$ (298,341)</u>

The following restatement was made for the fiscal year ended June 30, 2012 to the City's water and sewer fund:

<u>Fund</u>	<u>Reason</u>	<u>Amount</u>
Water & Sewer	Transfer of capital assets from Governmental Activities	\$ <u>78,642</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2012**

NOTE 20 – COMMITMENTS

Capital Projects

Commitments for engineering and construction projects relating to construction or major repairs in progress as of June 30, 2012 include:

<u>Project Name</u>	<u>Budget</u>	<u>Amount Expended</u>	<u>Percent Complete</u>	<u>Estimated Date of Completion</u>
Flood Control (COE)	\$ 3,352,647	1,057,231	32%	Project will be constructed in multiple phases - final completion 2015
AFRC ADA Restroom Upgrade	350,000	4,440	1%	2013
Zoo Primate Ex & Ent Bldg	350,000	7,806	2%	2013
Griggs Field Renovation	350,000	21,512	6%	2013
Golf Bunker Renovation	300,000	164,873	55%	2012
Flood Control - Phase 5	519,964	255,541	49%	2012
2010 Street Maintenance Proj	3,975,851	1,332,959	34%	2013
Welltrans.line Sta 10-139	922,641	837,893	91%	2012
City ADA Compliance	120,000	34,958	29%	2012
Well Transmission Phase 3	161,000	108,228	67%	2013
Dry Canyon Drainage Imp - Phase I	230,000	214,195	93%	2012
Pecan/Indian Wells Alignment	935,002	33,970	4%	2012
Repl Rec Ctr Pool Track	20,369	9,679	48%	2013
New WWTP/Const 2010	12,819,303	4,102,252	32%	2013
2008 GRT - RPR Hamilton Road	3,594,146	3,476,007	97%	2012
NMSU-A Canal Reconstruct	888,936	241,027	27%	2012
Wells 2, 3 & 5	1,360,000	67,164	5%	2012
SCADA and Zone Valve	100,000	14,806	15%	2013
Rec Center Parking Lot	30,000	3,328	11%	2012
	<b>\$ 27,027,212</b>	<b>10,930,638</b>		

These projects will be paid in future periods as work is performed. Payment will be made with proceeds remaining from past bond issues, operating revenues, and future grants to be received.

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**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
As of June 30, 2012**

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total
<b>Assets</b>				
Cash and cash equivalents	\$ 448,460	68,460	7,588	524,508
Investments	5,188,423	19,029,777	585,728	24,803,928
Accounts receivable	17,307	526	-	17,833
Taxes receivable	568,312	947,186	67,199	1,582,697
Grants receivable	126,319	-	-	126,319
Other assets	-	1,086,500	-	1,086,500
Total assets	<u>6,348,821</u>	<u>21,132,449</u>	<u>660,515</u>	<u>28,141,785</u>
<b>Liabilities</b>				
Accounts payable	166,229	1,408,830	-	1,575,059
Due to other funds	46,997	1,054,915	-	1,101,912
Accrued liabilities	28,972	-	-	28,972
Deposits	-	-	-	-
Deferred revenue	7,128	-	50,438	57,566
Total liabilities	<u>249,326</u>	<u>2,463,745</u>	<u>50,438</u>	<u>2,763,509</u>
<b>Fund balances</b>				
Nonspendable	-	-	-	-
Restricted	5,873,603	16,477,834	610,077	22,961,514
Committed	232,875	148,826	-	381,701
Assigned	73,807	2,042,044	-	2,115,851
Unassigned	(80,790)	-	-	(80,790)
Total fund balances	<u>6,099,495</u>	<u>18,668,704</u>	<u>610,077</u>	<u>25,378,276</u>
Total liabilities and fund balances	<u>\$ 6,348,821</u>	<u>21,132,449</u>	<u>660,515</u>	<u>28,141,785</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NON-MAJOR GOVERNMENTAL FUNDS  
For The Year Ended June 30, 2012**

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Total
<b>Revenues</b>				
Taxes and fees	\$ 3,939,903	4,402,228	713,098	9,055,229
Fines and forfeitures	237,093	-	-	237,093
Federal grants	197,128	235,773	-	432,901
Other grants and gifts	1,079,804	6,205	-	1,086,009
Charges for services	239,639	13,067	-	252,706
Interest income	13,394	65,208	280	78,882
Miscellaneous	48,639	3,771	-	52,410
Total revenues	<u>5,755,600</u>	<u>4,726,252</u>	<u>713,378</u>	<u>11,195,230</u>
<b>Expenditures</b>				
Current:				
General government	624,150	53,784	-	677,934
Public Safety	643,149	-	-	643,149
Public works	28,376	12,134	-	40,510
Health and welfare	214,138	-	-	214,138
Culture and recreation	1,267,789	70,000	-	1,337,789
Non-current				
Principal payments	90,138	-	175,542	265,680
Interest payments	30,621	-	55,157	85,778
Capital outlay	176,913	6,127,551	-	6,304,464
Total expenditures	<u>3,075,274</u>	<u>6,263,469</u>	<u>230,699</u>	<u>9,569,442</u>
Excess (deficiency) or revenues over expenditures	<u>2,680,326</u>	<u>(1,537,217)</u>	<u>482,679</u>	<u>1,625,788</u>
<b>Other financing sources (uses)</b>				
Proceeds of refunding bonds	-	-	-	-
Proceeds of long-term capital-related debt	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	1,057,435	1,658,221	227,760	2,943,416
Transfers out	(2,847,123)	(7,112,362)	(666,260)	(10,625,745)
Total other financing sources (uses)	<u>(1,789,688)</u>	<u>(5,454,141)</u>	<u>(438,500)</u>	<u>(7,682,329)</u>
Net change in net assets	<u>890,638</u>	<u>(6,991,357)</u>	<u>44,179</u>	<u>(6,056,540)</u>
Fund balances-beginning of year	5,208,857	25,660,061	565,898	31,434,816
Restatement	-	-	-	-
Fund balances-beginning of year, restated	<u>5,208,857</u>	<u>25,660,061</u>	<u>565,898</u>	<u>31,434,816</u>
Fund balances-end of the year	<u>\$ 6,099,495</u>	<u>18,668,704</u>	<u>610,077</u>	<u>25,378,276</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS  
As of June 30, 2012**

	15	16	19	20	21	22
	Corrections	Tourism & Promotions	Court Automation	Lodgers' Tax City Share	D.A.R.E. Donations	Designated Gifts
<b>Assets</b>						
Cash and cash equivalents	\$ 1,234	9,605	40,789	23,122	10,344	14,931
Investments	-	118,787	44,226	137,549	14,950	21,036
Receivables	-	55	-	147	-	-
Taxes receivable	-	-	-	-	-	-
Grants receivable	-	40,000	-	-	-	-
Other assets	-	-	-	-	-	-
Total assets	<u>\$ 1,234</u>	<u>168,447</u>	<u>85,015</u>	<u>160,818</u>	<u>25,294</u>	<u>35,967</u>
<b>Liabilities</b>						
Accounts payable	\$ 18,661	17,152	351	6,243	-	270
Due to other funds	-	-	-	-	-	-
Accrued liabilities	-	164	99	2,078	-	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Total liabilities	<u>18,661</u>	<u>17,316</u>	<u>450</u>	<u>8,321</u>	<u>-</u>	<u>270</u>
<b>Fund balances</b>						
Nonspendable	-	-	-	-	-	-
Restricted	17,427	151,131	84,565	152,497	25,294	35,697
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	(34,854)	-	-	-	-	-
Total fund balances	<u>(17,427)</u>	<u>151,131</u>	<u>84,565</u>	<u>152,497</u>	<u>25,294</u>	<u>35,697</u>
Total liabilities and fund balances \$	<u>1,234</u>	<u>168,447</u>	<u>85,015</u>	<u>160,818</u>	<u>25,294</u>	<u>35,967</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS  
As of June 30, 2012**

	24	27	28	31	33	36 Law Enforcement Protection
	Grant Capital	Municipal Court	Police Contingency	Cemetery Perpetual	Fire Protection	
<b>Assets</b>						
Cash and cash equivalents	\$ 48,687	45,481	10,009	-	-	10,700
Investments	-	-	37,686	705,184	246,578	16,451
Receivables	-	-	1,485	-	-	-
Taxes receivable	-	-	-	-	-	-
Grants receivable	4,970	-	-	-	-	6,789
Other assets	-	-	-	-	-	-
Total assets	<u>\$ 53,657</u>	<u>45,481</u>	<u>49,180</u>	<u>705,184</u>	<u>246,578</u>	<u>33,940</u>
<b>Liabilities</b>						
Accounts payable	\$ -	455	72,148	-	15,535	23,538
Due to other funds	-	-	-	-	-	-
Accrued liabilities	-	8,215	-	-	-	1,179
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue	-	41	-	-	-	7,087
Total liabilities	<u>-</u>	<u>8,711</u>	<u>72,148</u>	<u>-</u>	<u>15,535</u>	<u>31,804</u>
<b>Fund balances</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	36,770	22,968	705,184	229,003	-
Committed	39,957	-	-	-	-	-
Assigned	13,700	-	-	-	2,040	2,136
Unassigned	-	-	(45,936)	-	-	-
Total fund balances	<u>53,657</u>	<u>36,770</u>	<u>(22,968)</u>	<u>705,184</u>	<u>231,043</u>	<u>2,136</u>
Total liabilities and fund balances	<u>\$ 53,657</u>	<u>45,481</u>	<u>49,180</u>	<u>705,184</u>	<u>246,578</u>	<u>33,940</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS  
As of June 30, 2012**

	37 State Highway Cleanup	38 Traffic Safety	42 1984 Gross receipts Tax	69 1994 Gross Receipts Tax	71 Senior Center III	74 Senior Center Gift Fund
<b>Assets</b>						
Cash and cash equivalents	\$ 26,664	25,072	-	-	163,494	18,228
Investments	36,495	37,018	1,919,014	771,843	-	55,686
Receivables	-	-	-	-	14,120	-
Taxes receivable	-	-	252,583	252,583	-	-
Grants receivable	2,729	-	-	-	22,261	-
Other assets	-	-	-	-	-	-
Total assets	<u>65,888</u>	<u>62,090</u>	<u>2,171,597</u>	<u>1,024,426</u>	<u>199,875</u>	<u>73,914</u>
<b>Liabilities</b>						
Accounts payable	\$ -	-	-	-	11,551	-
Due to other funds	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	14,680	-
Accrued compensated absences	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,231</u>	<u>-</u>
<b>Fund balances</b>						
Nonspendable	-	-	-	-	-	-
Restricted	65,888	62,090	2,171,597	1,024,426	-	-
Committed	-	-	-	-	117,713	73,914
Assigned	-	-	-	-	55,931	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>65,888</u>	<u>62,090</u>	<u>2,171,597</u>	<u>1,024,426</u>	<u>173,644</u>	<u>73,914</u>
Total liabilities and fund balances	<u>\$ 65,888</u>	<u>62,090</u>	<u>2,171,597</u>	<u>1,024,426</u>	<u>199,875</u>	<u>73,914</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS  
As of June 30, 2012**

	75	89	Total
	Senior Center RSVP	ESGRT .0625% Convenience Center	Special Revenue Funds
<b>Assets</b>			
Cash and cash equivalents	\$ 100	-	448,460
Investments	-	1,025,920	5,188,423
Receivables	1,500	-	17,307
Taxes receivable	-	63,146	568,312
Grants receivable	49,570	-	126,319
Other assets	-	-	-
Total assets	<u>\$ 51,170</u>	<u>1,089,066</u>	<u>6,348,821</u>
<b>Liabilities</b>			
Accounts payable	\$ 325	-	166,229
Due to other funds	46,997	-	46,997
Accrued liabilities	2,557	-	28,972
Accrued compensated absences	-	-	-
Deferred revenue	-	-	7,128
Total liabilities	<u>49,879</u>	<u>-</u>	<u>249,326</u>
<b>Fund balances</b>			
Nonspendable	-	-	-
Restricted	-	1,089,066	5,873,603
Committed	1,291	-	232,875
Assigned	-	-	73,807
Unassigned	-	-	(80,790)
Total fund balances	<u>1,291</u>	<u>1,089,066</u>	<u>6,099,495</u>
Total liabilities and fund balances	<u>\$ 51,170</u>	<u>1,089,066</u>	<u>6,348,821</u>

The accompanying notes are integral to these financial statements



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR DEBT SERVICE FUNDS  
As of June 30, 2012**

	53	103	Total
	General Obligation	Fire Services Bond	Debt Service Funds
<b>Assets</b>			
Cash and cash equivalents	\$ -	7,588	7,588
Investments	585,728	-	585,728
Receivables	-	-	-
Taxes receivable	67,199	-	67,199
Grants receivable	-	-	-
Interest receivable	-	-	-
Due from other governments	-	-	-
Prepaid	-	-	-
Other assets	-	-	-
Total assets	<u>\$ 652,927</u>	<u>7,588</u>	<u>660,515</u>
<b>Liabilities</b>			
Due to other funds	\$ -	-	-
Accounts payable	-	-	-
Accrued liabilities	-	-	-
Accrued compensated absences	-	-	-
Deposits	-	-	-
Deferred revenue	50,438	-	50,438
Total liabilities	<u>50,438</u>	<u>-</u>	<u>50,438</u>
<b>Fund balances</b>			
Nonspendable	-	-	-
Restricted	602,489	7,588	610,077
Committed	-	-	-
Assigned	-	-	-
Unassigned	-	-	-
Total fund balances	<u>602,489</u>	<u>7,588</u>	<u>610,077</u>
Total liabilities and fund balances	<u>\$ 652,927</u>	<u>7,588</u>	<u>660,515</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR CAPITAL PROJECTS FUNDS  
As of June 30, 2012**

	40	48	49	50	54	56	61	105
	Airport Improvements	Community Development Block Grant	1986 Gross Receipts	Property Acquisition	Reverse Osmosis	1999 GRT Flood Control	1991 GRT Infrastructure	Economic Development
<b>Assets</b>								
Cash and cash equivalents	\$ 22,274	-	-	-	-	-	-	-
Investments	18,349	-	7,070,718	148,811	288,386	1,470,182	553,422	3,623,640
Receivables	-	-	-	526	-	-	-	-
Taxes receivable	-	-	252,583	-	-	-	63,146	126,291
Grants receivable	-	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-
Total assets	<u>\$ 40,623</u>	<u>-</u>	<u>7,323,301</u>	<u>149,337</u>	<u>288,386</u>	<u>1,470,182</u>	<u>616,568</u>	<u>3,749,931</u>
<b>Liabilities</b>								
Accounts payable	\$ -	-	342,949	511	-	101,108	-	-
Due to other funds	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>342,949</u>	<u>511</u>	<u>-</u>	<u>101,108</u>	<u>-</u>	<u>-</u>
<b>Fund balances</b>								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	40,623	-	6,035,248	-	288,386	1,022,429	616,568	3,749,931
Committed	-	-	-	148,826	-	-	-	-
Assigned	-	-	945,104	-	-	346,645	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances	<u>40,623</u>	<u>-</u>	<u>6,980,352</u>	<u>148,826</u>	<u>288,386</u>	<u>1,369,074</u>	<u>616,568</u>	<u>3,749,931</u>
Total liabilities and fund balances \$	<u>40,623</u>	<u>-</u>	<u>7,323,301</u>	<u>149,337</u>	<u>288,386</u>	<u>1,470,182</u>	<u>616,568</u>	<u>3,749,931</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR CAPITAL PROJECTS FUNDS  
As of June 30, 2012**

	106 Flood Control PRJ RSV	108 2002 GRT Bond Acquisition	109 2004 GRT Capital Outlay	113 2009 GO Bond	114 Sidewalk Revolving Loan Fund	116 Regional Water Supply Transmission	Total Capital Projects
<b>Assets</b>							
Cash and cash equivalents	\$ -	15,542	30,644	-	-	-	68,460
Investments	-	-	2,824,960	2,977,424	53,885	-	19,029,777
Receivables	-	-	-	-	-	-	526
Taxes receivable	-	-	505,166	-	-	-	947,186
Grants receivable	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	1,086,500	1,086,500
Total assets	\$ -	15,542	3,360,770	2,977,424	53,885	1,086,500	21,132,449
<b>Liabilities</b>							
Accounts payable	\$ -	-	29,191	935,071	-	-	1,408,830
Due to other funds	-	-	-	-	-	1,054,915	1,054,915
Deposits	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	-	-	29,191	935,071	-	1,054,915	2,463,745
<b>Fund balances</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	15,542	3,295,186	1,360,036	53,885	-	16,477,834
Committed	-	-	-	-	-	-	148,826
Assigned	-	-	36,393	682,317	-	31,585	2,042,044
Unassigned	-	-	-	-	-	-	-
Total fund balances	-	15,542	3,331,579	2,042,353	53,885	31,585	18,668,704
Total liabilities and fund balances	\$ -	15,542	3,360,770	2,977,424	53,885	1,086,500	21,132,449

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**For The Year Ended June 30, 2012**

	15	16	19	20	21	22
	Corrections	Tourism & Promotions	Court Automation	Lodgers' Tax City Share	D.A.R.E. Donations	Designated Gifts
<b>Revenues</b>						
Taxes and fees	4,900	206,437	-	312,038	-	-
Fines and forfeitures	135,014	-	59,456	-	-	-
Federal grants	-	-	-	-	-	-
Other grants and gifts	-	40,000	28,746	-	-	-
Charges for services	-	-	-	39,904	5,000	3,904
Interest income	-	344	141	399	58	73
Miscellaneous	-	-	-	13,666	-	-
Total revenues	<u>139,914</u>	<u>246,781</u>	<u>88,343</u>	<u>366,007</u>	<u>5,058</u>	<u>3,977</u>
<b>Expenditures</b>						
Current:						
General government	-	223,661	27,108	-	-	2,350
Public safety	145,776	-	-	-	10,652	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	305,423	-	-
Non-current:						
Principal payments-debt service	-	-	-	-	-	-
Interest payments-debt service	-	-	-	-	-	-
Capital outlay	-	760	17,048	11,029	-	-
Total expenditures	<u>145,776</u>	<u>224,421</u>	<u>44,156</u>	<u>316,452</u>	<u>10,652</u>	<u>2,350</u>
Excess (deficiency) of revenues over expenditures	<u>(5,862)</u>	<u>22,360</u>	<u>44,187</u>	<u>49,555</u>	<u>(5,594)</u>	<u>1,627</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	<u>(4,042)</u>	<u>(4,265)</u>	<u>(18,381)</u>	<u>(27,264)</u>	-	-
Total other financing source (uses)	<u>(4,042)</u>	<u>(4,265)</u>	<u>(18,381)</u>	<u>(27,264)</u>	-	-
Net change in fund balance	<u>(9,904)</u>	<u>18,095</u>	<u>25,806</u>	<u>22,291</u>	<u>(5,594)</u>	<u>1,627</u>
Fund balances-beginning of year	<u>(7,523)</u>	<u>133,036</u>	<u>58,759</u>	<u>130,206</u>	<u>30,888</u>	<u>34,070</u>
Fund balances-end of year	<u>\$ (17,427)</u>	<u>151,131</u>	<u>84,565</u>	<u>152,497</u>	<u>25,294</u>	<u>35,697</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NON-MAJOR SPECIAL REVENUE FUNDS  
For The Year Ended June 30, 2012**

	24	27	28	31	33	36 Law Enforcement Protection
	Grant Capital	Municipal Court	Police Contingency	Cemetery Operations	Fire Protection	
<b>Revenues</b>						
Taxes and fees	\$ -	-	-	-	-	-
Fines and forfeitures	-	5,487	-	-	-	-
Federal grants	11,727	-	-	-	-	6,573
Other grants and gifts	53,838	-	-	-	421,082	88,432
Charges for services	-	-	-	-	-	-
Interest income	40	-	106	1,777	1,305	105
Miscellaneous	516	-	8,335	8,538	-	-
Total revenues	<u>66,121</u>	<u>5,487</u>	<u>8,441</u>	<u>10,315</u>	<u>422,387</u>	<u>95,110</u>
<b>Expenditures</b>						
Current:						
General government	9,907	361,124	-	-	-	-
Public safety	-	-	6,962	-	352,111	118,149
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Non-current:						
Principal payments-debt service	-	-	-	-	90,138	-
Interest payments-debt service	-	-	-	-	30,621	-
Capital outlay	58,412	7,864	-	-	-	24,597
Total expenditures	<u>68,319</u>	<u>368,988</u>	<u>6,962</u>	<u>-</u>	<u>472,870</u>	<u>142,746</u>
Excess (deficiency) of revenues over expenditures	<u>(2,198)</u>	<u>(363,501)</u>	<u>1,479</u>	<u>10,315</u>	<u>(50,483)</u>	<u>(47,636)</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	408,000	-	-	3,699	-
Transfers out	-	(3,641)	-	-	-	-
Total other financing source (uses)	<u>-</u>	<u>404,359</u>	<u>-</u>	<u>-</u>	<u>3,699</u>	<u>-</u>
Net change in fund balance	<u>(2,198)</u>	<u>40,858</u>	<u>1,479</u>	<u>10,315</u>	<u>(46,784)</u>	<u>(47,636)</u>
Fund balances-beginning of year	55,855	(4,088)	(24,447)	694,869	277,826	49,772
Fund balances-end of year	<u>\$ 53,657</u>	<u>36,770</u>	<u>(22,968)</u>	<u>705,184</u>	<u>231,043</u>	<u>2,136</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NON-MAJOR SPECIAL REVENUE FUNDS  
For The Year Ended June 30, 2012**

	37 State Highway Clean-up	38 Traffic Safety	42 1984 Gross Receipts Tax	69 1994 Gross Receipts Tax	71 Senior Center III	74 Senior Center Gift Fund
<b>Revenues</b>						
Taxes and fees	\$ 21,364	-	1,508,962	1,508,962	-	-
Fines and forfeitures	-	37,136	-	-	-	-
Federal grants	-	-	-	-	146,642	-
Other grants and gifts	9,034	-	-	-	307,449	-
Charges for services	-	-	-	-	152,571	38,260
Interest income	113	117	4,153	2,417	97	156
Miscellaneous	-	-	-	-	11,584	-
Total revenues	<u>30,511</u>	<u>37,253</u>	<u>1,513,115</u>	<u>1,511,379</u>	<u>618,343</u>	<u>38,416</u>
<b>Expenditures</b>						
Current:						
General government	-	-	-	-	-	-
Public safety	-	9,499	-	-	-	-
Public works	28,376	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	936,546	25,820
Non-current:						
Principal payments-debt service	-	-	-	-	-	-
Interest payments-debt service	-	-	-	-	-	-
Capital outlay	-	28,356	-	-	28,847	-
Total expenditures	<u>28,376</u>	<u>37,855</u>	<u>-</u>	<u>-</u>	<u>965,393</u>	<u>25,820</u>
Excess (deficiency) of revenues over expenditures	<u>2,135</u>	<u>(602)</u>	<u>1,513,115</u>	<u>1,511,379</u>	<u>(347,050)</u>	<u>12,596</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	-	-	596,141	-
Transfers out	(1,300)	-	(1,096,250)	(1,497,753)	(86,815)	-
Total other financing source (uses)	<u>(1,300)</u>	<u>-</u>	<u>(1,096,250)</u>	<u>(1,497,753)</u>	<u>509,326</u>	<u>-</u>
Net change in fund balance	<u>833</u>	<u>(602)</u>	<u>416,865</u>	<u>13,626</u>	<u>162,276</u>	<u>12,596</u>
Fund balances-beginning of year	<u>65,055</u>	<u>62,692</u>	<u>1,754,732</u>	<u>1,010,800</u>	<u>11,368</u>	<u>61,318</u>
Fund balances-end of year	<u>\$ 65,888</u>	<u>62,090</u>	<u>2,171,597</u>	<u>1,024,426</u>	<u>173,644</u>	<u>73,914</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NON-MAJOR SPECIAL REVENUE FUNDS  
For The Year Ended June 30, 2012**

	75 Senior Center RSVP	89 ESGRT .0625% Convenience Center	Total Special Revenue Funds
<b>Revenues</b>			
Taxes and fees	\$ -	377,240	3,939,903
Fines and forfeitures	-	-	237,093
Federal grants	32,186	-	197,128
Other grants and gifts	131,223	-	1,079,804
Charges for services	-	-	239,639
Interest income	-	1,993	13,394
Miscellaneous	6,000	-	48,639
Total revenues	<u>169,409</u>	<u>379,233</u>	<u>5,755,600</u>
<b>Expenditures</b>			
Current:			
General government	-	-	624,150
Public safety	-	-	643,149
Public works	-	-	28,376
Health and welfare	214,138	-	214,138
Culture and recreation	-	-	1,267,789
Non-current:			
Principal payments-debt service	-	-	90,138
Interest payments-debt service	-	-	30,621
Capital outlay	-	-	176,913
Total expenditures	<u>214,138</u>	<u>-</u>	<u>3,075,274</u>
Excess (deficiency) of revenues over expenditures	<u>(44,729)</u>	<u>379,233</u>	<u>2,680,326</u>
<b>Other financing sources (uses)</b>			
Transfers in	49,595	-	1,057,435
Transfers out	<u>(11,728)</u>	<u>(95,684)</u>	<u>(2,847,123)</u>
Total other financing source (uses)	<u>37,867</u>	<u>(95,684)</u>	<u>(1,789,688)</u>
Net change in fund balance	<u>(6,862)</u>	<u>283,549</u>	<u>890,636</u>
Fund balances-beginning of year	<u>8,153</u>	<u>805,517</u>	<u>5,208,858</u>
Fund balances-end of year	<u>\$ 1,291</u>	<u>1,089,066</u>	<u>6,099,495</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NON-MAJOR DEBT SERVICE FUNDS  
For The Year Ended June 30, 2012**

	53	103	Total
	General Obligation	Fire Services Bond	Debt Service Funds
<b>Revenues</b>			
Taxes and fees	\$ 713,098	-	713,098
Fines and forfeitures	-	-	-
Federal grants	-	-	-
Other grants and gifts	-	-	-
Charges for services	-	-	-
Interest income	269	11	280
Miscellaneous	-	-	-
Total revenues	<u>713,367</u>	<u>11</u>	<u>713,378</u>
<b>Expenditures</b>			
Current:			
General government	-	-	-
Non-current:			
Principal payments	175,542	-	175,542
Interest payments	55,157	-	55,157
Capital outlay	-	-	-
Total expenditures	<u>230,699</u>	<u>-</u>	<u>230,699</u>
Excess (deficiency) of revenues over expenditures	<u>482,668</u>	<u>11</u>	<u>482,679</u>
<b>Other financing sources (uses)</b>			
Proceeds of refunding bonds	-	-	-
Payment to refunded bond escrow agent	-	-	-
Transfers in	227,760	-	227,760
Transfers out	<u>(666,260)</u>	<u>-</u>	<u>(666,260)</u>
Total other financing source (uses)	<u>(438,500)</u>	<u>-</u>	<u>(438,500)</u>
Net change in fund balance	44,168	11	44,179
Fund balances-beginning of year	<u>558,321</u>	<u>7,577</u>	<u>565,898</u>
Fund balances-end of year	<u>\$ 602,489</u>	<u>7,588</u>	<u>610,077</u>

The accompanying notes are integral to these financial statements



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NON-MAJOR CAPITAL PROJECTS FUNDS  
For The Year Ended June 30, 2012**

	40	48	49	50	54	56	61	105
	Airport Improvements	Community Development Block Grant	1986 Gross Receipts	Property Acquisition	Reverse Osmosis	1999 GRT Flood Control	1991 GRT Infrastructure	Economic Development
<b>Revenues</b>								
Taxes and fees	-	-	1,508,962	-	-	-	377,241	754,481
Fines and forfeitures	-	-	-	-	-	-	-	-
Federal grants	235,773	-	-	-	-	-	-	-
Other grants and gifts	6,205	-	-	-	-	-	-	-
Charges for services	-	-	-	13,067	-	-	-	-
Interest income	83	-	15,430	728	939	7,672	2,039	7,665
Miscellaneous	-	-	-	-	-	-	-	-
Total revenues	<u>242,061</u>	<u>-</u>	<u>1,524,392</u>	<u>13,795</u>	<u>939</u>	<u>7,672</u>	<u>379,280</u>	<u>762,146</u>
<b>Expenditures</b>								
Current:								
General government	-	-	12,195	2,014	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	-	-	-	-	831	-	-	-
Health and welfare	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	70,000
Non-current:								
Principal payments	-	-	-	-	-	-	-	-
Interest payments	-	-	-	-	-	-	-	-
Capital outlay	19	-	179,461	276,747	265,239	1,443,501	-	-
Total expenditures	<u>19</u>	<u>-</u>	<u>191,656</u>	<u>278,761</u>	<u>266,070</u>	<u>1,443,501</u>	<u>-</u>	<u>70,000</u>
Excess (deficiency) of revenues over expenditures	<u>242,042</u>	<u>-</u>	<u>1,332,736</u>	<u>(264,966)</u>	<u>(265,131)</u>	<u>(1,435,829)</u>	<u>379,280</u>	<u>692,146</u>
<b>Other financing sources (uses)</b>								
Proceeds of refunding bonds	-	-	-	-	-	-	-	-
Proceeds of long-term capital-related debt	-	-	-	-	-	-	-	-
Transfers in	-	10,190	-	-	137,327	-	-	-
Transfers out	(248,183)	-	(467,109)	-	-	-	(622,339)	-
Total other financing source (uses)	<u>(248,183)</u>	<u>10,190</u>	<u>(467,109)</u>	<u>-</u>	<u>137,327</u>	<u>-</u>	<u>(622,339)</u>	<u>-</u>
Net change in fund balance	<u>(6,141)</u>	<u>10,190</u>	<u>865,627</u>	<u>(264,966)</u>	<u>(127,804)</u>	<u>(1,435,829)</u>	<u>(243,059)</u>	<u>692,146</u>
Fund balances-beginning of year	46,764	(10,190)	6,114,725	413,792	416,190	2,804,903	859,627	3,057,785
Restatement	-	-	-	-	-	-	-	-
Fund balances-beginning of year, restated	<u>46,764</u>	<u>(10,190)</u>	<u>6,114,725</u>	<u>413,792</u>	<u>416,190</u>	<u>2,804,903</u>	<u>859,627</u>	<u>3,057,785</u>
Fund balances-end of year	<u>\$ 40,623</u>	<u>-</u>	<u>6,980,352</u>	<u>148,826</u>	<u>288,386</u>	<u>1,369,074</u>	<u>616,568</u>	<u>3,749,931</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NON-MAJOR CAPITAL PROJECTS FUNDS  
For The Year Ended June 30, 2012**

	106 Flood Control PRJ RSV	108 2002 GRT Bond Acquisition	109 2004 GRT Capital Outlay	113 2009 GO Bond	114 Sidewalk Revolving Loan Fund	116 Regional Water Supply Transmission	Total Capital Projects Funds
<b>Revenues</b>							
Taxes and fees	\$ -	-	1,761,544	-	-	-	4,402,228
Fines and forfeitures	-	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-	235,773
Other grants and gifts	-	-	-	-	-	-	6,205
Charges for services	-	-	-	-	-	-	13,067
Interest income	-	22	11,764	18,729	137	-	65,208
Miscellaneous	-	3,771	-	-	-	-	3,771
Total revenues	<u>-</u>	<u>3,793</u>	<u>1,773,308</u>	<u>18,729</u>	<u>137</u>	<u>-</u>	<u>4,726,252</u>
<b>Expenditures</b>							
Current:							
General government	-	-	39,575	-	-	-	53,784
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	11,303	-	-	12,134
Health and welfare	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	70,000
Non-current:							
Principal payments	-	-	-	-	-	-	-
Interest payments	-	-	-	-	-	-	-
Capital outlay	-	-	2,835,876	1,126,708	-	-	6,127,551
Total expenditures	<u>-</u>	<u>-</u>	<u>2,875,451</u>	<u>1,138,011</u>	<u>-</u>	<u>-</u>	<u>6,263,469</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>3,793</u>	<u>(1,102,143)</u>	<u>(1,119,282)</u>	<u>137</u>	<u>-</u>	<u>(1,537,217)</u>
<b>Other financing sources (uses)</b>							
Proceeds of refunding bonds	-	-	-	-	-	-	-
Proceeds of long-term capital-related debt	-	-	-	-	-	-	-
Transfers in	-	-	-	410,766	-	1,099,938	1,658,221
Transfers out	-	-	(809,903)	(4,402,438)	-	(562,390)	(7,112,362)
Total other financing source (uses)	<u>-</u>	<u>-</u>	<u>(809,903)</u>	<u>(3,991,672)</u>	<u>-</u>	<u>537,548</u>	<u>(5,454,141)</u>
Net change in fund balance	<u>-</u>	<u>3,793</u>	<u>(1,912,046)</u>	<u>(5,110,954)</u>	<u>137</u>	<u>537,548</u>	<u>(6,991,357)</u>
Fund balances-beginning of year	-	11,749	5,243,625	7,153,307	53,748	(505,964)	25,660,061
Restatement	-	-	-	-	-	-	-
Fund balances-beginning of year, restated	<u>-</u>	<u>11,749</u>	<u>5,243,625</u>	<u>7,153,307</u>	<u>53,748</u>	<u>(505,964)</u>	<u>25,660,061</u>
Fund balances-end of year	<u>\$ -</u>	<u>15,542</u>	<u>3,331,579</u>	<u>2,042,353</u>	<u>53,885</u>	<u>31,585</u>	<u>18,668,704</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FIDUCIARY FUNDS  
For The Year Ended June 30, 2012**

	<b>Fund</b>	Balance June 30, 2011	Additions	Deletions	Balance June 30, 2012
<b>Police Court Bonds</b>					
	<b>17</b>				
<b>Assets</b>					
Cash	\$	338	19,120	(18,620)	838
Total assets		<u>338</u>	<u>19,120</u>	<u>(18,620)</u>	<u>838</u>
<b>Liabilities</b>					
Deposits held in custody for others		338	19,120	(18,620)	838
Total liabilities	\$	<u>338</u>	<u>19,120</u>	<u>(18,620)</u>	<u>838</u>
<b>State Judicial</b>					
	<b>39</b>				
<b>Assets</b>					
Cash	\$	7,107	80,610	(82,712)	5,005
Accounts receivable		67,487	73,360	(71,511)	69,336
Allowance for uncollectible accounts		(67,487)	(73,360)	71,511	(69,336)
Total assets		<u>7,107</u>	<u>80,610</u>	<u>(82,712)</u>	<u>5,005</u>
<b>Liabilities</b>					
Accounts payable		7,255	73,220	(75,462)	5,013
Deposits held in custody for others		(148)	148	(8)	(8)
Total liabilities	\$	<u>7,107</u>	<u>148</u>	<u>(8)</u>	<u>5,005</u>
<b>US Army Corps of Engineers</b>					
	<b>115</b>				
<b>Assets</b>					
Cash	\$	1,166,000	1,049,159	(1,166,000)	1,049,159
Total assets		<u>1,166,000</u>	<u>1,049,159</u>	<u>(1,166,000)</u>	<u>1,049,159</u>
<b>Liabilities</b>					
Deposits held in custody for others		1,166,000	1,049,159	(1,166,000)	1,049,159
Total liabilities	\$	<u>1,166,000</u>	<u>1,049,159</u>	<u>(1,166,000)</u>	<u>1,049,159</u>
<b>TOTAL</b>					
<b>Assets</b>					
Cash	\$	1,173,445	1,148,889	(1,267,332)	1,055,002
Accounts receivable		67,487	73,360	(71,511)	69,336
Allowance for uncollectible accounts		(67,487)	(73,360)	71,511	(69,336)
Total assets		<u>1,173,445</u>	<u>1,148,889</u>	<u>(1,267,332)</u>	<u>1,055,002</u>
<b>Liabilities</b>					
Accounts payable		7,255	73,220	(75,462)	5,013
Deposits held in custody for others		1,166,190	1,068,427	(1,184,628)	1,049,989
Total liabilities	\$	<u>1,173,445</u>	<u>1,141,647</u>	<u>(1,260,090)</u>	<u>1,055,002</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
BALANCE SHEET  
COMPONENT UNIT - LANDFILL  
As of June 30, 2012**

	94 Component Unit Landfill
<b>Assets</b>	
Cash and cash equivalents	\$ 37,247
Investments	2,360,084
Receivables, net	37,953
Taxes receivable	2,173
Total current assets	2,437,457
Non-current assets	
Restricted cash	-
Restricted cash held in investments	616,469
Capital assets, net	3,721,451
Total assets	\$ 6,775,377
<b>Liabilities</b>	
Current liabilities	
Accounts payable	\$ 332,375
Accrued liabilities	8,412
Accrued interest payable	-
Compensated absences	16,461
Deferred revenue	10
Bonds, notes and leases payable	-
Total current liabilities	357,258
Long-term liabilities	
Landfill post-closure	616,469
Total long-term liabilities	616,469
Total liabilities	973,727
<b>Net Assets</b>	
Investment in capital assets, net of related debt	3,721,451
Restricted for:	
Other purposes	616,469
Unreserved	1,463,730
Total net assets	5,801,650
Total liabilities and net assets	\$ 6,775,377

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
COMPONENT UNIT - LANDFILL  
For The Year Ended June 30, 2012**

	94 Component Unit Landfill
Operating revenues	
Charges for services	\$ 1,208,246
Miscellaneous	13,348
Total revenues	1,221,594
Operating expenses:	
Personnel services	265,395
Repairs and maintenance	59,729
Supplies	143,412
Other services and insurance	225,120
Depreciation	313,368
Total operating expenses	1,007,024
Excess (deficiency) of revenues over expenditures	214,570
Non-operating revenues (expenses):	
Interest and investment revenue	8,858
Interest payments	-
Gain/ Loss on sale of assets	-
Capital contributions	-
Transfers in	-
Transfers out	(1,670)
Total non-operating revenues (expenses)	7,188
Change in net assets	221,758
Net assets-beginning of year	5,579,892
Restatement	-
Net assets-beginning of year, restated	5,579,892
Net assets-end of the year	\$ 5,801,650

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
FUND DESCRIPTIONS  
FOR THE YEAR ENDED JUNE 30, 2012**

**SPECIAL REVENUE FUNDS**

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

Funds included are:

*Corrections (F15)* – This fund accounts for fees imposed on individuals convicted of any offense relating to the operation of a motor vehicle. Funds must be used as specified by State law. This is also the fund where the City pays the County for prisoners at the Detention Center.

*Tourism and Promotions (F16)* – to account for various promotional and tourism attraction programs. NMSA 3-38-15.

*Court Automation (F19)* – to account for the collections and disbursement of penalty assessments to develop a statewide computer system for all Municipal Courts.

*Lodgers Tax – City Share (F20)* – to account for revenues generated through the use of the Civic Center. NMSA 3-38-25.

*D.A.R.E. Donations (F21)* – to account for revenues and expenditures designated for the educational programs provided by D.A.R.E. officers.

*Designated Gift Fund (F22)* – to account for receipts and disbursements of funds donated for designated purposes.

*Capital Grant Improvement Fund (F24)* – to account for receipts and disbursements of grant funds for capital projects.

*Municipal Court (F27)* – to account for collections and disbursements associated with traffic violations. NMSA 33-3-25.

*Police Contingency (F28)* – to account for revenues and costs associated with confiscated items and investigations programs. NMSA 7-12-15.

*Perpetual Care/Cemetery (F31)* – This fund is established to account for the accumulation of funds for the future maintenance of the cemetery.

*Fire protection (F33)* – to account for revenues accumulated by the State from taxes for the operation, betterment, and maintenance of local fire departments. NMSA 59A-53-1.

*Law Enforcement Protection (F36)* – to account for revenues received from the State for the equitable distribution to Municipal and County Police and Sheriff's Department for maintenance and improvements. NMSA 29-13-3.

*State Highway Cleanup (F37)* – to account for a grant from the New Mexico State Highway and Transportation Department for the keep Alamogordo Beautiful program. NMSA 67-15-1.

*Traffic Safety Grant (F38)* – This fund is created to account for fees attached to each penalty assessment and traffic conviction under the State Motor Vehicle Code. The monies are used for public outreach programs, educational activities and programs to promote traffic safety in our area.

*1984 Gross Receipts Tax (F42)* - to account for a one-quarter of one percent gross receipts tax used for the cost of maintenance and repairs of the City street. NMSA 1978 7-1-6.9.

*Gross Receipts Tax (F69)* – This fund serves as an income fund for ¼ of 1% Gross Receipts Tax Revenues which is pledged for repayment of the 1996 and 2002 Gross Receipts Tax Revenue Bonds.

*Senior Center (F71)* – to account for grants and user fees to provide services for persons 60 and over. (State Grant and City Ordinance).

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
FUND DESCRIPTIONS  
FOR THE YEAR ENDED JUNE 30, 2012**

**SPECIAL REVENUE FUNDS — (continued)**

*Senior Center Gift Fund (F74)* – This fund is created to account for donations and proceeds from fund raising events. Expenditures are restricted to building improvements or special events.

*Retired and Senior Volunteer Program (F75)* – to account for grants used to recruit, train and place Senior Volunteers throughout Otero County. Domestic Volunteer Service Act of 1973; PL 93-113.

*ESGRT .0625%/Convenience Center (F89)* – to account for the Environmental Gross Receipts Tax that is used for the activities of the Convenience Center. NMSA 7019D-10.

**DEBT SERVICE FUNDS**

*General Obligation (Property Tax) (F53)* – The purpose of this fund is to account for servicing of principal and interest requirements on the 1990 General Obligation Sanitary Sewer Bonds and the 1996 General Obligation Sanitary Sewer Refunding Water Improvement Bonds. Property tax revenues secure these bonds.

*2000 Fire Services Bond (Property Tax) (F103)* – The purpose of this fund is to account for servicing of principal and interest requirements on the refunding of the Series 2000 GO.

**CAPITAL PROJECTS FUNDS**

The Capital Projects Fund accounts for all resources used for maintaining, improving, acquiring and/or constructing of City facilities, except those financed by Enterprise Funds.

Funds included are:

*Airport Improvements (F40)* – to account for the state and federal funding for the Airport Pavement Rehabilitation.

*Community Development Block Grant (CDBG) (F48)* – to account for funds used for community housing rehabilitation and infrastructure projects for low to moderate-income families.

*1986 Gross Receipts Tax (F49)* – to account for one-quarter of one percent gross receipts increments dedicated for the cost of maintenance, repairs and activities related to the treatment of water facilities.

*Property Acquisition (F50)* – to account for funds used to acquire needed right-of-way and easements, as well as provide for expenditures involved in the disposition of City property and maintenance of City rental property.

*Reverse Osmosis Project Reserve (F54)* – This fund is established to receive the monies that are being “paid back” to the GO Bond Fund which were borrowed to fund the covers and linings on the reservoirs at La Luz.

*Alamogordo Flood Control (F56)* – to account for bond proceeds for the purpose of paying for flood control.

*Municipal Infrastructure (F61)* – to account for the one-sixteenth of one-percent gross receipts tax dedicated for the payment of special obligation bonds used for repairs, maintenance and acquisition of infrastructure improvements.

*Economic Development (F105)* – to account for projects that are not funded from specific revenue dedications.

*RPS RSV Flood Control (F106)* – This fund is created to account for the bond proceeds for the purpose of providing flood protection to the city.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
FUND DESCRIPTIONS  
FOR THE YEAR ENDED JUNE 30, 2012**

**CAPITAL PROJECTS FUNDS — (continued)**

*1999 Gross Receipts Tax Flood Control (F56)* – to account for bond proceeds for the purpose of paying for flood control.

*2002 GRT (F108)* – The purpose of this fund is to account for the refunding and discharging the outstanding 1994 Gross Receipts Tax Revenue Bonds and the City's flood control system, public buildings, land for open space, public parks, public recreational buildings or other recreational facilities and equipment for street maintenance.

*2004 Gross Receipts Tax Capital Outlay (F109)* – to account for ¼ of 1% gross receipts tax dedication adopted in 2004 to be used for construction, reconstruction or improvement of municipal streets, alleys, roads or bridges, including acquisition of rights of way.

*2009 General Obligation Bond (F113)* – The 2009 Sewer Improvement Bond Acquisition was issued to provide funds for the purpose of financing the construction and improvement of a Sewer Plant.

*Sidewalk Revolving Loan Fund (F114)* – This fund provides the City with an accounting of loans financed through the City for qualified property owners for the replacement or repair of sidewalks, curb cuts and driveway ramps.

*Regional Water Supply Transmission Fund (F116)* – This fund accounts for the Water Trust Board Grant (#80), and a related NMFA loan, which finance the cost of approximately 15 miles of pipeline.

**FIDUCIARY FUNDS**

*Police Court Bond Fund (F17)* – This fund is established to account for collection, holding and reimbursement of jail bonds.

*State Judicial Fund (F39)* – This fund is established to account for collection, holding and reimbursement of judicial revenues and expenditures.

*Public Housing Authority-Clearing Account (F92)* – This account is created to account for disbursements processed for the Public Housing Authority by the City of Alamogordo.

*US Army Corps of Engineers (F115)* – This account is created to account for the escrow funds of the US Army Corps of Engineers. The interest earned on this account is transferred to the General Operating account and receipted into Fund 56 (1999 GRT Flood Control).



**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Corrections-City Expense - 015**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes & Fees	\$ 5,800	5,800	4,900	(900)
Fines and forfeitures	130,146	130,146	135,012	4,866
Interest income	-	-	-	-
	<u>135,946</u>	<u>135,946</u>	<u>139,912</u>	<u>3,966</u>
<b>Expenditures</b>				
Current:				
Public Safety	200,500	191,500	127,113	64,387
Non-current:				
Capital outlay	-	-	-	-
	<u>200,500</u>	<u>191,500</u>	<u>127,113</u>	<u>64,387</u>
Excess (deficiency) of revenues over expenditures	<u>(64,554)</u>	<u>(55,554)</u>	<u>12,799</u>	<u>68,353</u>
<b>Other financing sources (uses)</b>				
Transfers in	75,845	75,845	-	(75,845)
Transfers out	(4,860)	(5,582)	(4,042)	1,540
Total other financing sources (uses)	<u>70,985</u>	<u>70,263</u>	<u>(4,042)</u>	<u>(74,305)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>6,431</u>	<u>14,709</u>	<u>8,757</u>	<u>(5,952)</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 8,757
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>(18,662)</u>
Change in net assets (GAAP basis)	<u>\$ (9,904)</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Tourism and Promotions - 016**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes & Fees	\$ 197,153	197,153	206,934	9,781
Grants and gifts	25,000	25,000	25,000	-
Miscellaneous	0	550	497	(53)
Interest income	1,450	446	344	(102)
	<u>223,603</u>	<u>223,149</u>	<u>232,775</u>	<u>9,626</u>
<b>Expenditures</b>				
Current:				
General government	262,533	261,797	207,280	54,517
Non-current:				
Capital outlay	-	800	760	40
	<u>262,533</u>	<u>262,597</u>	<u>208,040</u>	<u>54,557</u>
Excess (deficiency) of revenues over expenditures	<u>(38,930)</u>	<u>(39,448)</u>	<u>24,735</u>	<u>64,183</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(5,215)	(5,933)	(4,265)	1,668
Total other financing sources (uses)	<u>(5,215)</u>	<u>(5,933)</u>	<u>(4,265)</u>	<u>1,668</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(44,145)</u>	<u>(45,381)</u>	<u>20,470</u>	<u>65,851</u>
Budgeted cash carryover	<u>44,145</u>	<u>45,381</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 20,470
To adjust applicable revenue accruals and deferrals	14,006
To adjust applicable expenditures and accruals and payments	<u>(16,381)</u>
Change in net assets (GAAP basis)	<u>\$ 18,095</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Court Automation - 019  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Fines and forfeitures	\$ 71,000	60,000	59,456	(544)
Grants and gifts	35,226	34,882	28,746	(6,136)
Interest income	821	183	141	(42)
Total revenues	107,047	95,065	88,343	(6,722)
<b>Expenditures</b>				
Current:				
General government	71,999	56,397	26,756	29,641
Non-current:				
Capital outlay	13,214	18,114	17,048	1,066
Total expenditures	85,213	74,511	43,804	30,707
Excess (deficiency) of revenues over expenditures	21,834	20,554	44,539	23,985
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(21,007)	(21,756)	(18,381)	3,375
Total other financing sources (uses)	(21,007)	(21,756)	(18,381)	3,375
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	827	(1,202)	26,158	27,360
Budgeted cash carryover	-	1,202		
	\$ -	-		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$	26,158
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		(352)
Change in net assets (GAAP basis)	\$	25,806

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Lodger's Tax City Share - 20  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 295,729	295,729	310,801	15,072
Fines and forfeitures	-	-	1,237	1,237
Grants	-	-	-	-
Charges for services	24,000	34,000	39,904	5,904
Interest income	2,000	533	399	(134)
Miscellaneous	17,581	20,230	13,666	(6,564)
	<u>339,310</u>	<u>350,492</u>	<u>366,007</u>	<u>15,515</u>
<b>Expenditures</b>				
Current:				
Culture and recreation	329,494	363,885	299,178	64,707
Non-current:				
Capital outlay	89,500	89,559	11,029	78,530
	<u>418,994</u>	<u>453,444</u>	<u>310,207</u>	<u>143,237</u>
Excess (deficiency) of revenues over expenditures	<u>(79,684)</u>	<u>(102,952)</u>	<u>55,800</u>	<u>158,752</u>
<b>Other financing sources (uses)</b>				
Transfers in	36,500	36,500	-	(36,500)
Transfers out	(30,395)	(30,936)	(27,264)	3,672
Total other financing sources (uses)	<u>6,105</u>	<u>5,564</u>	<u>(27,264)</u>	<u>(32,828)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(73,579)</u>	<u>(97,388)</u>	<u>28,536</u>	<u>125,924</u>
Budgeted cash carryover	<u>73,579</u>	<u>97,388</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 28,536
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(6,245)
Change in net assets (GAAP basis)	\$ 22,291

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
D.A.R.E Donation - 021  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 5,000	5,000	5,000	-
Interest income	220	77	58	(19)
	<u>5,220</u>	<u>5,077</u>	<u>5,058</u>	<u>(19)</u>
<b>Expenditures</b>				
Current:				
Public safety	9,286	13,016	10,653	2,363
Non-current:				
Capital outlay	-	-	-	-
	<u>9,286</u>	<u>13,016</u>	<u>10,653</u>	<u>2,363</u>
Excess (deficiency) of revenues over expenditures	<u>(4,066)</u>	<u>(7,939)</u>	<u>(5,595)</u>	<u>2,344</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(4,066)</u>	<u>(7,939)</u>	<u>(5,594)</u>	<u>2,344</u>
Budgeted cash carryover	<u>4,066</u>	<u>7,939</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)		\$	(5,594)
To adjust applicable revenue accruals and deferrals			-
To adjust applicable expenditures and accruals and payments			-
Change in net assets (GAAP basis)		\$	(5,594)

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Designated Gift - 022  
For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Grants and gifts	\$ 4,000	4,950	3,904	-
Interest income	485	96	73	(119)
	<u>4,485</u>	<u>5,046</u>	<u>3,977</u>	<u>(265)</u>
<b>Expenditures</b>				
Current:				
General government	2,000	12,621	2,081	15,834
Non-current:				
Capital outlay	-	-	-	-
	<u>2,000</u>	<u>12,621</u>	<u>2,081</u>	<u>15,834</u>
Excess (deficiency) of revenues over expenditures	<u>2,485</u>	<u>(7,575)</u>	<u>1,896</u>	<u>15,569</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>2,485</u>	<u>(7,575)</u>	<u>1,896</u>	<u>15,569</u>
Budgeted cash carryover	<u>-</u>	<u>7,575</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 1,896
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>(269)</u>
Change in net assets (GAAP basis)	<u>\$ 1,627</u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Grant Capital Improvement - 024**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ -	277,621	60,594	(241,170)
Miscellaneous	-	11,537	518	(11,537)
Interest income	-	33	40	62
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	-	289,191	61,152	(252,646)
<b>Expenditures</b>				
Current:				20,882
General government	-	49,082	9,908	
Non-current:				
Capital outlay	-	175,722	58,412	509,545
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	-	224,804	68,320	530,427
Excess (deficiency) of revenues over expenditures	<hr/>	<hr/>	<hr/>	<hr/>
	-	64,387	(7,168)	277,782
<b>Other financing sources (uses)</b>				
Transfers in	-	12,661	-	(12,704)
Transfers out	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	-	12,661	-	(12,704)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<hr/>	<hr/>	<hr/>	<hr/>
	-	77,048	(7,168)	265,078
Budgeted cash carryover	<hr/>	<hr/>		
	55,855	55,855		
	<hr/>	<hr/>		
	\$ 55,855	132,903		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (7,168)
To adjust applicable revenue accruals and deferrals	4,970
To adjust applicable expenditures and accruals and payments	<hr/> -
Change in net assets (GAAP basis)	\$ <u>(2,198)</u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Municipal Court - 027**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Fines and forfeitures	\$ 7,000	3,000	5,487	2,487
Miscellaneous	1,000	500	-	(500)
	<u>8,000</u>	<u>3,500</u>	<u>5,487</u>	<u>1,987</u>
<b>Expenditures</b>				
Current:				
General government	401,386	401,892	360,875	41,017
Non-current:				
Capital outlay	10,000	10,000	7,864	2,136
	<u>411,386</u>	<u>411,892</u>	<u>368,739</u>	<u>43,153</u>
Excess (deficiency) of revenues over expenditures	<u>(403,386)</u>	<u>(408,392)</u>	<u>(363,252)</u>	<u>45,140</u>
<b>Other financing sources (uses)</b>				
Transfers in	485,692	485,692	408,000	(77,692)
Transfers out	(7,236)	(6,451)	(3,641)	2,810
Total other financing sources (uses)	<u>478,456</u>	<u>479,241</u>	<u>404,359</u>	<u>(74,882)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>75,070</u>	<u>70,849</u>	<u>41,107</u>	<u>(29,742)</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 41,107
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>(249)</u>
Change in net assets (GAAP basis)	<u>\$ 40,858</u>



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Police Contingency - 028  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Interest income	\$ 450	144	106	(38)
Miscellaneous	8,500	11,500	11,649	149
	8,950	11,644	11,755	111
<b>Expenditures</b>				
Current:				
Public safety	18,500	16,000	11,622	4,378
Non-current:				
Capital outlay	-	-	-	-
	18,500	16,000	11,622	4,378
Excess (deficiency) of revenues over expenditures	(9,550)	(4,356)	133	4,489
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(9,550)	(4,356)	133	4,489
Budgeted cash carryover	9,550	4,356		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 133
To adjust applicable revenue accruals and deferrals	(3,315)
To adjust applicable expenditures and accruals and payments	4,660
Change in net assets (GAAP basis)	\$ 1,479

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Cemetery - Perpetual Care - 031  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Interest income	\$ 9,319	2,454	1,777	(677)
Miscellaneous - Land Sales	14,070	14,070	8,538	(5,532)
	<u>23,389</u>	<u>16,524</u>	<u>10,315</u>	<u>(6,209)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>23,389</u>	<u>16,524</u>	<u>10,315</u>	<u>(6,209)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>23,389</u>	<u>16,524</u>	<u>10,315</u>	<u>(6,209)</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 10,315
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	-
Change in net assets (GAAP basis)	\$ 10,315

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Community Services - 032**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 6,000	239,268	193,630	(45,638)
Charges for services	454,570	448,696	414,778	(33,918)
Interest Income	-	116	201	85
Fines	23,500	23,500	17,897	(5,603)
Miscellaneous	68,725	75,715	66,076	(9,639)
	552,795	787,295	692,582	(94,713)
<b>Expenditures</b>				
Current:				
General government	3,214,810	3,254,619	2,836,444	418,175
Non-current:				
Capital outlay	586,280	1,057,774	576,574	481,200
	3,801,090	4,312,393	3,413,018	899,375
Excess (deficiency) of revenues over expenditures	(3,248,295)	(3,525,098)	(2,720,436)	804,662
<b>Other financing sources (uses)</b>				
Transfers in	3,665,186	4,012,665	3,599,299	(413,366)
Transfers out	(454,282)	(453,064)	(397,237)	55,827
Total other financing sources (uses)	3,210,904	3,559,601	3,202,062	(357,539)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(37,391)	34,503	481,626	447,123
Budgeted cash carryover	37,391	-		
	\$ -	-		
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net assets (Budget Basis)			\$ 481,626	
To adjust applicable revenue accruals and deferrals			(7,605)	
To adjust applicable expenditures and accruals			(54,116)	
Change in net assets (GAAP basis)			\$ 419,905	

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Fire Protection - 033**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Favorable/ (Unfavorable)</u>
<b>Revenues</b>				
Grants and gifts	\$ 409,261	421,082	421,082	-
Miscellaneous	-	-	-	-
Interest income	<u>7,936</u>	<u>1,672</u>	<u>1,305</u>	<u>(367)</u>
Total revenues	<u>417,197</u>	<u>422,754</u>	<u>422,387</u>	<u>(367)</u>
<b>Expenditures</b>				
Current:				
Public safety	433,943	513,602	457,333	56,269
Non-current:				
Capital outlay	<u>10,000</u>	<u>116,640</u>	<u>-</u>	<u>116,640</u>
Total expenditures	<u>443,943</u>	<u>630,242</u>	<u>457,333</u>	<u>172,909</u>
Excess (deficiency) of revenues over expenditures	<u>(26,746)</u>	<u>(207,488)</u>	<u>(34,946)</u>	<u>172,542</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	3,699	3,699	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>3,699</u>	<u>3,699</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(26,746)</u>	<u>(203,789)</u>	<u>(31,247)</u>	<u>172,542</u>
Budgeted cash carryover	<u>26,746</u>	<u>203,789</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (31,247)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>(15,537)</u>
Change in net assets (GAAP basis)	<u>\$ (46,784)</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Law Enforcement Protection - 036  
For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Grants and gifts	\$ 119,600	183,459	95,303	(88,156)
Interest income	<u>891</u>	<u>136</u>	<u>105</u>	<u>(31)</u>
Total revenues	<u>120,491</u>	<u>183,595</u>	<u>95,408</u>	<u>(88,187)</u>
<b>Expenditures</b>				
Current:				
Public safety	99,931	164,564	94,615	69,949
Non-current:				
Capital outlay	<u>21,600</u>	<u>24,595</u>	<u>24,595</u>	<u>-</u>
Total expenditures	<u>121,531</u>	<u>189,159</u>	<u>119,210</u>	<u>69,949</u>
Excess (deficiency) of revenues over expenditures	<u>(1,040)</u>	<u>(5,564)</u>	<u>(23,802)</u>	<u>(18,238)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(1,040)</u>	<u>(5,564)</u>	<u>(23,802)</u>	<u>(18,238)</u>
Budgeted cash carryover	<u>49,772</u>	<u>49,772</u>		
	\$ <u>48,732</u>	<u>44,208</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (23,802)
To adjust applicable revenue accruals and deferrals	(297)
To adjust applicable expenditures and accruals and payments	<u>(23,536)</u>
Change in net assets (GAAP basis)	\$ <u><u>(47,636)</u></u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
State Highway Cleanup - 037  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 21,348	21,348	21,364	16
Grants and gifts	39,000	38,000	9,034	(28,966)
Investment Income	326	146	113	(33)
	<u>60,674</u>	<u>59,494</u>	<u>30,511</u>	<u>(28,983)</u>
<b>Expenditures</b>				
Current:				
Public works	64,461	67,244	28,377	38,867
Non-current:				
Capital outlay	-	-	-	-
	<u>64,461</u>	<u>67,244</u>	<u>28,377</u>	<u>38,867</u>
Excess (deficiency) of revenues over expenditures	<u>(3,787)</u>	<u>(7,750)</u>	<u>2,134</u>	<u>9,884</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(2,317)	(2,170)	(1,300)	870
Total other financing sources (uses)	<u>(2,317)</u>	<u>(2,170)</u>	<u>(1,300)</u>	<u>870</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(6,104)</u>	<u>(9,920)</u>	<u>833</u>	<u>10,754</u>
Budgeted cash carryover	<u>6,104</u>	<u>9,920</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 833
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	-
Change in net assets (GAAP basis)	\$ 833

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Traffic Safety - 038  
For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Fines and forfeitures	\$ 45,000	35,100	37,137	2,037
Miscellaneous	-	-	-	-
Interest income	<u>636</u>	<u>155</u>	<u>117</u>	<u>(38)</u>
Total revenues	<u>45,636</u>	<u>35,255</u>	<u>37,254</u>	<u>1,999</u>
<b>Expenditures</b>				
Current:				
Public safety	11,500	11,500	9,499	2,001
Non-current:				
Capital outlay	<u>28,359</u>	<u>28,359</u>	<u>28,356</u>	<u>3</u>
Total expenditures	<u>39,859</u>	<u>39,859</u>	<u>37,855</u>	<u>2,004</u>
Excess (deficiency) of revenues over expenditures	<u>5,777</u>	<u>(4,604)</u>	<u>(601)</u>	<u>4,003</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>5,777</u>	<u>(4,604)</u>	<u>(602)</u>	<u>4,003</u>
Budgeted cash carryover	<u>-</u>	<u>4,604</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (602)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ (602)</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
1984 Gross Receipts Tax - 042  
For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 1,525,282	1,514,273	1,256,379	(257,894)
Interest income	<u>17,657</u>	<u>6,047</u>	<u>4,153</u>	<u>(1,894)</u>
Total revenues	<u>1,542,939</u>	<u>1,520,320</u>	<u>1,260,532</u>	<u>(259,788)</u>
<b>Expenditures</b>				
Current:				-
Non-current:				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,542,939</u>	<u>1,520,320</u>	<u>1,260,532</u>	<u>(259,788)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>(1,293,547)</u>	<u>(1,989,050)</u>	<u>(1,096,250)</u>	<u>892,800</u>
Total other financing sources (uses)	<u>(1,293,547)</u>	<u>(1,989,050)</u>	<u>(1,096,250)</u>	<u>892,800</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>249,392</u>	<u>(468,730)</u>	<u>164,282</u>	<u>633,012</u>
Budgeted cash carryover	<u>-</u>	<u>468,730</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 164,282
To adjust applicable revenue accruals and deferrals	252,583
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ 416,865</u>

The accompanying notes are integral to these financial statements



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Community Development - 063  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Fees and Permits	\$ 7,200	9,591	17,952	8,361
Charges for services	200	40	255	215
Miscellaneous	300,000	125,000	132,487	7,487
Total revenues	307,400	134,631	150,694	7,702
<b>Expenditures</b>				
Current:				
General government	356,660	356,462	336,206	20,256
Non-current:				
Capital outlay	4,050	4,350	300	4,050
Total expenditures	360,710	360,812	336,506	24,306
Excess (deficiency) of revenues over expenditures	(53,310)	(226,181)	(185,812)	32,008
<b>Other financing sources (uses)</b>				
Transfers in	246,827	258,827	258,827	-
Transfers out	(31,662)	(31,619)	(26,377)	5,242
Total other financing sources (uses)	215,165	227,208	232,450	5,242
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	161,855	1,027	46,638	37,250
Budgeted cash carryover	-	-		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)		\$ 46,638
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		(152)
Change in net assets (GAAP basis)		\$ 46,485

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Building Codes - 065**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Fees and Permits	\$ 3,850	4,950	9,818	4,868
Miscellaneous	40,000	32,528	42,113	9,585
Total revenues	43,850	37,478	51,931	9,585
<b>Expenditures</b>				
Current:				
General government	108,665	108,912	101,401	7,511
Non-current:				
Capital outlay	-	-	-	-
Total expenditures	108,665	108,912	101,401	7,511
Excess (deficiency) of revenues over expenditures	(64,815)	(71,434)	(49,470)	17,096
<b>Other financing sources (uses)</b>				
Transfers in	172,461	172,461	172,461	-
Transfers out	(23,666)	(23,307)	(19,094)	4,213
Total other financing sources (uses)	148,795	149,154	153,367	4,213
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	83,980	77,720	103,897	21,309
Budgeted cash carryover	-	-		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 103,897
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(157)
Change in net assets (GAAP basis)	\$ 103,740

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
1994 Gross Receipts Tax - 069  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 1,525,282	1,514,273	1,256,379	(257,894)
Interest income	7,320	3,487	2,417	(1,070)
Total revenues	1,532,602	1,517,760	1,258,796	(258,964)
<b>Expenditures</b>				
Current:				
Public works	-	-	-	-
Non-current:				
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	1,532,602	1,517,760	1,258,796	(258,964)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(2,022,200)	(2,105,697)	(1,497,753)	607,944
Total other financing sources (uses)	(2,022,200)	(2,105,697)	(1,497,753)	607,944
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(489,598)	(587,937)	(238,957)	348,980
Budgeted cash carryover	489,598	587,937		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)		\$ (238,957)
To adjust applicable revenue accruals and deferrals		252,582
To adjust applicable expenditures and accruals and payments		-
Change in net assets (GAAP basis)		\$ 13,626

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Senior Center III - 071  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 409,548	526,150	439,155	(86,995)
Charges for services	119,100	119,100	152,571	33,471
Miscellaneous	11,000	11,853	11,584	(269)
Interest income	-	77	97	20
Total revenues	<u>539,648</u>	<u>657,180</u>	<u>603,407</u>	<u>(53,773)</u>
<b>Expenditures</b>				
Current:				
Health and welfare	975,276	989,769	924,776	64,993
Non-current:				
Capital outlay	<u>104,680</u>	<u>182,148</u>	<u>28,847</u>	<u>153,301</u>
Total expenditures	<u>1,079,956</u>	<u>1,171,917</u>	<u>953,623</u>	<u>218,294</u>
Excess (deficiency) of revenues over expenditures	<u>(540,308)</u>	<u>(514,737)</u>	<u>(350,216)</u>	<u>164,521</u>
<b>Other financing sources (uses)</b>				
Transfers in	652,321	652,321	596,141	(56,180)
Transfers out	<u>(102,619)</u>	<u>(102,573)</u>	<u>(86,815)</u>	<u>15,758</u>
Total other financing sources (uses)	<u>549,702</u>	<u>549,748</u>	<u>509,326</u>	<u>(40,422)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>9,394</u>	<u>35,011</u>	<u>159,110</u>	<u>124,099</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 159,110
To adjust applicable revenue accruals and deferrals	14,936
To adjust applicable expenditures and accruals and payments	<u>(11,770)</u>
Change in net assets (GAAP basis)	<u>\$ 162,276</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Senior Center Gift - 074  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 12,900	14,665	38,261	23,596
Interest income	693	209	156	(53)
	<u>13,593</u>	<u>14,874</u>	<u>38,417</u>	<u>23,543</u>
<b>Expenditures</b>				
Current:				
General government	12,900	56,631	25,820	30,811
Non-current:				
Capital outlay	-	-	-	-
	<u>12,900</u>	<u>56,631</u>	<u>25,820</u>	<u>42,864</u>
Excess (deficiency) of revenues over expenditures	<u>693</u>	<u>(41,757)</u>	<u>12,597</u>	<u>66,407</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>693</u>	<u>(41,757)</u>	<u>12,596</u>	<u>66,407</u>
Budgeted cash carryover	<u>-</u>	<u>41,757</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	12,596
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		-
Change in net assets (GAAP basis)	\$	<u>12,596</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Retired & Senior Volunteer Program - 075  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 184,969	216,429	163,409	(53,020)
Miscellaneous	5,000	6,000	6,000	-
Charges for services	200	200	-	(200)
	<u>190,169</u>	<u>222,629</u>	<u>169,409</u>	<u>(53,220)</u>
<b>Expenditures</b>				
Current:				
Health and welfare	223,500	216,010	213,814	2,196
Non-current:				
Capital outlay	-	-	-	-
	<u>223,500</u>	<u>216,010</u>	<u>213,814</u>	<u>2,196</u>
Excess (deficiency) of revenues over expenditures	<u>(33,331)</u>	<u>6,619</u>	<u>(44,405)</u>	<u>(51,024)</u>
<b>Other financing sources (uses)</b>				
Transfers in	49,595	49,595	49,595	-
Transfers out	(14,419)	(14,856)	(11,728)	3,128
	<u>35,176</u>	<u>34,739</u>	<u>37,867</u>	<u>3,128</u>
Total other financing sources (uses)				
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>1,845</u>	<u>41,358</u>	<u>(6,538)</u>	<u>(47,896)</u>
Budgeted cash carryover	<u>8,153</u>	<u>8,153</u>		
	<u>\$ 9,998</u>	<u>49,511</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ (6,538)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(324)
Change in net assets (GAAP basis)	\$ (6,862)

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
ESGRT .0625% - Convenience Center - 089  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 381,320	378,569	314,095	(64,474)
Miscellaneous	-	-	-	-
Interest income	14,090	2,813	1,993	(820)
<b>Total revenues</b>	<b>395,410</b>	<b>381,382</b>	<b>316,088</b>	<b>(65,294)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues over expenditures	395,410	381,382	316,088	(65,294)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	(99,684)	(95,684)	4,000
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(99,684)</b>	<b>(95,684)</b>	<b>4,000</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	395,410	281,698	220,404	(61,294)
Budgeted cash carryover	-	-		
	\$ -	-		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 220,404
To adjust applicable revenue accruals and deferrals	63,145
To adjust applicable expenditures and accruals and payments	-
Change in net assets (GAAP basis)	<u>\$ 283,549</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Obligation - 053**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 687,805	687,805	696,338	8,533
Interest income	2,491	424	268	(156)
	<u>690,296</u>	<u>688,229</u>	<u>696,606</u>	<u>8,377</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Principal payments	335,000	358,000	358,000	-
Interest payments	358,644	311,200	311,200	-
	<u>693,644</u>	<u>669,200</u>	<u>669,200</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(3,348)</u>	<u>19,029</u>	<u>27,406</u>	<u>8,377</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	227,760	227,760
Transfers out	-	-	(109,669)	(109,669)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>118,091</u>	<u>118,091</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(3,348)</u>	<u>19,029</u>	<u>145,497</u>	<u>126,468</u>
Budgeted cash carryover	<u>3,348</u>	<u>-</u>		
	<u>\$ -</u>	<u>-</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 145,497
To adjust applicable revenue accruals and deferrals	16,761
To adjust applicable expenditures and accruals and payments	<u>(118,090)</u>
Change in net assets (GAAP basis)	<u>\$ 44,168</u>



**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Gross Receipts Tax Principal & Interest - 059**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest income	\$ -	-	-	-
<b>Total revenues</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
General government	7,000	3,500	-	3,500
Non-current:				
Principal payments	1,539,550	5,429,550	5,429,550	-
Interest payments	<u>822,600</u>	<u>915,763</u>	<u>915,761</u>	<u>2</u>
<b>Total expenditures</b>	<u>2,369,150</u>	<u>6,348,813</u>	<u>6,345,311</u>	<u>3,502</u>
Excess (deficiency) of revenues over expenditures	<u>(2,369,150)</u>	<u>(6,348,813)</u>	<u>(6,345,311)</u>	<u>3,502</u>
<b>Other financing sources (uses)</b>				
Transfers in	2,369,150	6,348,813	6,345,311	(3,502)
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>2,369,150</u>	<u>6,348,813</u>	<u>6,345,311</u>	<u>(3,502)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Budgeted cash carryover				
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net assets (GAAP basis)	<u><u>\$ -</u></u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Fire Protection Bond - 103**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Loan and bond proceeds	\$ -	-	-	-
Interest income	-	12	11	(1)
	-	12	11	-
Total revenues	-	12	11	-
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	-	-	-
	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	12	11	-
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	12	11	-
Budgeted cash carryover	-	-	-	-
	\$ -	-	-	-

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	11
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		-
Change in net assets (GAAP basis)	\$	11

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Airport Improvements - 040  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ -	384,662	241,978	(142,684)
Interest income	607	108	83	(25)
	<u>607</u>	<u>384,770</u>	<u>242,061</u>	<u>(142,709)</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Non-current:				
Capital outlay	-	394,526	248,201	146,325
	<u>-</u>	<u>394,526</u>	<u>248,201</u>	<u>146,325</u>
<b>Total expenditures</b>				
	<u>-</u>	<u>394,526</u>	<u>248,201</u>	<u>146,325</u>
Excess (deficiency) of revenues over expenditures	<u>607</u>	<u>(9,756)</u>	<u>(6,141)</u>	<u>(289,034)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>607</u>	<u>(9,756)</u>	<u>(6,141)</u>	<u>(289,034)</u>
Budgeted cash carryover	<u>-</u>	<u>9,756</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (6,141)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	-
Change in net assets (GAAP basis)	\$ (6,141)

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Community Development Block Grant - 048  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ -	139,943	-	(139,943)
Total revenues	-	139,943	-	(139,943)
<b>Expenditures</b>				
Current:				
	-	-	-	-
Non-current:				
Capital outlay	-	153,938	-	153,938
Total expenditures	-	153,938	-	153,938
Excess (deficiency) of revenues over expenditures	-	(13,995)	-	(293,881)
<b>Other financing sources (uses)</b>				
Transfers in	-	24,184	10,189	(13,995)
Transfers out	-	-	-	-
Total other financing sources (uses)	-	24,184	10,189	(13,995)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	10,189	10,189	(20,042)
Budgeted cash carryover				
	\$			

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	10,189
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		-
Change in net assets (GAAP basis)	\$	10,189

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
1986 Gross Receipts Tax - 049  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 1,525,282	1,514,273	1,256,379	(257,894)
Grants and gifts	-	312,617	-	(312,617)
Interest income	67,512	21,548	15,430	(6,118)
<b>Total revenues</b>	<b>1,592,794</b>	<b>1,848,438</b>	<b>1,271,809</b>	<b>(576,629)</b>
<b>Expenditures</b>				
Current:				
General government	250,000	404,329	12,198	392,131
Non-current:				
Capital outlay	65,000	2,228,697	140,465	2,088,232
<b>Total expenditures</b>	<b>315,000</b>	<b>2,633,026</b>	<b>152,663</b>	<b>2,480,363</b>
Excess (deficiency) of revenues over expenditures	1,277,794	(784,588)	1,119,146	(3,056,992)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(456,916)	(1,080,596)	(163,155)	917,441
<b>Total other financing sources (uses)</b>	<b>(456,916)</b>	<b>(1,080,596)</b>	<b>(163,155)</b>	<b>936,390</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	820,878	(1,865,184)	955,991	(2,120,602)
Budgeted cash carryover	-	1,865,184		
	\$ -	-		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 955,991
To adjust applicable revenue accruals and deferrals	252,586
To adjust applicable expenditures and accruals and payments	(342,950)
Change in net assets (GAAP basis)	\$ 865,627

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Property Acquisition - 050  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Charges for services	\$ 12,000	12,000	13,067	1,067
Interest income	5,311	1,036	728	(308)
Miscellaneous	-	-	-	-
	<u>17,311</u>	<u>13,036</u>	<u>13,795</u>	<u>759</u>
<b>Expenditures</b>				
Current:				
General government	1,950	2,014	2,013	1
Non-current:				
Capital outlay	-	326,474	286,603	39,871
	<u>1,950</u>	<u>328,488</u>	<u>288,616</u>	<u>39,872</u>
Excess (deficiency) of revenues over expenditures	<u>15,361</u>	<u>(315,452)</u>	<u>(274,821)</u>	<u>(39,113)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	130,572	-	(130,572)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>130,572</u>	<u>-</u>	<u>(130,572)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>15,361</u>	<u>(184,880)</u>	<u>(274,821)</u>	<u>(169,685)</u>
Budgeted cash carryover	<u>-</u>	<u>413,792</u>		
	<u>\$ -</u>	<u>228,912</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	(274,821)
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		<u>9,855</u>
Change in net assets (GAAP basis)	\$	<u>(264,966)</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Reverse Osmosis Prj Rsv - 054**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Loan and bond proceeds	\$ -	2,171,378	132,281	(2,039,097)
Interest income	5,799	1,284	939	(345)
<b>Total revenues</b>	<b>5,799</b>	<b>2,172,662</b>	<b>133,220</b>	<b>(2,039,442)</b>
<b>Expenditures</b>				
Current:				
Public works	-	833	833	-
Non-current:				
Capital outlay	-	2,794,213	265,239	2,528,974
<b>Total expenditures</b>	<b>-</b>	<b>2,795,046</b>	<b>266,072</b>	<b>2,528,974</b>
Excess (deficiency) of revenues over expenditures	5,799	(622,384)	(132,852)	(4,568,416)
<b>Other financing sources (uses)</b>				
Transfers in	-	242,920	5,046	(237,874)
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>242,920</b>	<b>5,046</b>	<b>(237,874)</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	5,799	(379,464)	(127,805)	(4,806,290)
Budgeted cash carryover		379,464		
	\$	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (127,805)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	-
Change in net assets (GAAP basis)	<u>\$ (127,805)</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Alamogordo Flood Control - 056  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 30,000	9,532	7,672	(1,860)
Loan and bond proceedings	-	-	-	-
<b>Total revenues</b>	<b>30,000</b>	<b>9,532</b>	<b>7,672</b>	<b>(1,860)</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	2,675,042	1,342,393	1,332,649
<b>Total expenditures</b>	<b>-</b>	<b>2,675,042</b>	<b>1,342,393</b>	<b>1,332,649</b>
Excess (deficiency) of revenues over expenditures	30,000	(2,665,510)	(1,334,721)	(1,334,509)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	(6,000)	-	6,000
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(6,000)</b>	<b>-</b>	<b>6,000</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	30,000	(2,671,510)	(1,334,721)	(1,328,509)
Budgeted cash carryover	-	2,671,510		
	\$ -	-		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ (1,334,721)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(101,108)
Change in net assets (GAAP basis)	\$ (1,435,829)



**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Municipal Infrastructure - 061**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 380,737	378,659	314,095	(64,564)
Interest income	9,000	2,824	2,039	(785)
	<u>389,737</u>	<u>381,483</u>	<u>316,134</u>	<u>(65,349)</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Non-current:				
Capital outlay	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (deficiency) of revenues over expenditures</b>				
	<u>389,737</u>	<u>381,483</u>	<u>316,134</u>	<u>(65,349)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(191,827)	(703,290)	(622,339)	80,951
Total other financing sources (uses)	<u>(191,827)</u>	<u>(703,290)</u>	<u>(622,339)</u>	<u>80,951</u>
<b>Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses</b>				
	<u>197,910</u>	<u>(321,807)</u>	<u>(306,205)</u>	<u>15,602</u>
<b>Budgeted cash carryover</b>				
	<u>-</u>	<u>321,807</u>		
	<u>\$ -</u>	<u>-</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$	(306,205)
To adjust applicable revenue accruals and deferrals		63,146
To adjust applicable expenditures and accruals and payments		<u>-</u>
Change in net assets (GAAP basis)	\$	<u>(243,059)</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Economic Development - 105  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 762,643	757,139	628,189	(128,950)
Interest income	31,785	10,714	7,665	(3,049)
	<b>794,428</b>	<b>767,853</b>	<b>635,854</b>	<b>(131,999)</b>
<b>Expenditures</b>				
Current:				
Other services	355,715	355,715	70,000	285,715
Non-current:				
Capital outlay	-	-	-	-
	<b>355,715</b>	<b>355,715</b>	<b>70,000</b>	<b>285,715</b>
Excess (deficiency) of revenues over expenditures	<b>438,713</b>	<b>412,138</b>	<b>565,854</b>	<b>(417,714)</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<b>438,713</b>	<b>412,138</b>	<b>565,854</b>	<b>(417,714)</b>
Budgeted cash carryover	-	-	-	-
	<b>\$ -</b>	<b>-</b>	<b>-</b>	<b>-</b>

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	565,854
To adjust applicable revenue accruals and deferrals		126,292
To adjust applicable expenditures and accruals and payments		-
Change in net assets (GAAP basis)	\$	<b>692,146</b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
PRS RSV Flood Control - 106  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 5,231	5,231	5,231	-
Total revenues	5,231	5,231	5,231	-
<b>Expenditures</b>				
Current:				
Other services	-	-	-	-
Non-current:				
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	5,231	5,231	5,231	-
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	5,231	5,231	5,231	-
Budgeted cash carryover				
	\$			
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net assets (Budget Basis)			\$ 5,231	
To adjust applicable revenue accruals and deferrals			(5,231)	
To adjust applicable expenditures and accruals and payments			-	
Change in net assets (GAAP basis)			-	

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
2002 GRT Bond Acquisition - 108  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Miscellaneous	\$ -	-	3,771	3,771
Interest income	-	25	22	(3)
<b>Total revenues</b>	<b>-</b>	<b>25</b>	<b>3,793</b>	<b>3,768</b>
<b>Expenditures</b>				
Current:				
Other services	-	-	-	-
Non-current:				
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues over expenditures	-	25	3,793	3,768
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	25	3,793	3,768
Budgeted cash carryover				
	\$			

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$	3,793
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		-
Change in net assets (GAAP basis)	\$	<u>3,793</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
2004 GRT Capital Outlay - 109  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 1,525,292	1,514,273	1,256,379	(257,894)
Interest income	45,000	16,546	11,764	(4,782)
	<b>1,570,292</b>	<b>1,530,819</b>	<b>1,268,143</b>	<b>(262,676)</b>
<b>Expenditures</b>				
Current:				
Other services	-	52,561	39,575	12,986
Non-current:				
Capital outlay	25,000	4,690,157	2,806,687	1,883,470
	<b>25,000</b>	<b>4,742,718</b>	<b>2,846,262</b>	<b>1,896,456</b>
Excess (deficiency) of revenues over expenditures	<b>1,545,292</b>	<b>(3,211,899)</b>	<b>(1,578,119)</b>	<b>(2,159,132)</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(589,903)	(809,903)	(809,903)	-
Total other financing sources (uses)	<b>(589,903)</b>	<b>(809,903)</b>	<b>(809,903)</b>	<b>-</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<b>955,389</b>	<b>(4,021,802)</b>	<b>(2,388,022)</b>	<b>(2,159,132)</b>
Budgeted cash carryover	<b>-</b>	<b>4,021,802</b>		
	<b>\$ -</b>	<b>-</b>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	(2,388,022)
To adjust applicable revenue accruals and deferrals		505,165
To adjust applicable expenditures and accruals and payments		(29,189)
Change in net assets (GAAP basis)	\$	(1,912,046)

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
09 G.O. Bond Acq - 113  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 50,000	24,183	18,729	5,454
Total revenues	50,000	24,183	18,729	5,454
<b>Expenditures</b>				
Current:				
General government	-	446,639	11,303	435,336
Non-current:				
Capital outlay	-	7,269,780	4,611,890	2,657,890
Total expenditures	-	7,716,419	4,623,193	3,093,226
Excess (deficiency) of revenues over expenditures	50,000	(7,692,236)	(4,604,464)	(3,087,772)
<b>Other financing sources (uses)</b>				
Transfers in	-	905,658	410,766	(494,892)
Transfers out	-	-	-	-
Total other financing sources (uses)	-	905,658	410,766	(494,892)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	50,000	(6,786,578)	(4,193,698)	(3,582,664)
Budgeted cash carryover	-	6,786,578		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (4,193,698)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(917,256)
Change in net assets (GAAP basis)	\$ <u>(5,110,954)</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Sidewalk Revolving Loans - 114  
For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Fees and permits	\$ -	1,090	-	(1,090)
Charges for services	-	50	-	(50)
Interest income	<u>735</u>	<u>189</u>	<u>137</u>	<u>(52)</u>
 Total revenues	 <u>735</u>	 <u>1,329</u>	 <u>137</u>	 <u>(1,192)</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	<u>-</u>	<u>1,090</u>	<u>-</u>	<u>1,090</u>
 Total expenditures	 <u>-</u>	 <u>1,090</u>	 <u>-</u>	 <u>1,090</u>
 Excess (deficiency) of revenues over expenditures	 <u>735</u>	 <u>239</u>	 <u>137</u>	 <u>(1,192)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	 <u>735</u>	 <u>239</u>	 <u>137</u>	 <u>(1,192)</u>
 Budgeted cash carryover	 <u>-</u>	 <u>-</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	137
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		<u>-</u>
Change in net assets (GAAP basis)	\$	<u><u>137</u></u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Reg Water Supply Trans Ln - 116**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants	\$ -	4,508,000	-	(4,508,000)
Loan Proceeds	-	1,086,500	-	(1,086,500)
<b>Total revenues</b>	-	5,594,500	-	(5,594,500)
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	5,315,518	562,389	4,753,129
<b>Total expenditures</b>	-	5,315,518	562,389	4,753,129
Excess (deficiency) of revenues over expenditures	-	278,982	(562,389)	(841,371)
<b>Other financing sources (uses)</b>				
Transfers in	-	256,188	13,438	(242,750)
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	-	256,188	13,438	(242,750)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	535,170	(548,951)	(1,084,121)
Budgeted cash carryover				
	\$			

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (548,951)
To adjust applicable revenue accruals and deferrals	1,099,938
To adjust applicable expenditures and accruals and payments	(13,440)
Change in net assets (GAAP basis)	\$ 537,548



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
2011 Water Refunding - 117  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Miscellaneous	\$ -	9,812,674	9,812,674	-
Interest income	-	1,446	2,433	987
<b>Total revenues</b>	<b>-</b>	<b>9,814,120</b>	<b>9,815,107</b>	<b>987</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	6,040,000	50,024	5,989,976
<b>Total expenditures</b>	<b>-</b>	<b>6,040,000</b>	<b>50,024</b>	<b>5,989,976</b>
Excess (deficiency) of revenues over expenditures	-	3,774,120	9,765,083	5,990,963
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	(3,617,674)	(3,617,673)	(1)
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(3,617,674)</b>	<b>(3,617,673)</b>	<b>(1)</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	156,446	6,147,410	5,990,962
Budgeted cash carryover	-	-		
	\$ -	-		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 6,147,410
To adjust applicable revenue accruals and deferrals	(132,030)
To adjust applicable expenditures and accruals and payments	<u>(74,316)</u>
Change in net assets (GAAP basis)	<u>\$ 5,941,064</u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Street Projects - 118**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Miscellaneous	\$ -	7,640,000	7,640,000	-
Interest income	-	815	2,369	1,554
<b>Total revenues</b>	<b>-</b>	<b>7,640,815</b>	<b>7,642,369</b>	<b>1,554</b>
<b>Expenditures</b>				
Current:				
General government	-	140,000	115,489	24,511
Non-current:				
Capital outlay	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>140,000</b>	<b>115,489</b>	<b>24,511</b>
Excess (deficiency) of revenues over expenditures	-	7,500,815	7,526,880	26,065
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	7,500,815	7,526,880	26,065
Budgeted cash carryover	-	-		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 7,526,880
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	-
Change in net assets (GAAP basis)	<u>\$ 7,526,880</u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**GRT Refunding -119**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Miscellaneous	\$ -	8,130,000	8,130,000	-
Interest income	-	-	1,052	1,052
<b>Total revenues</b>	<b>-</b>	<b>8,130,000</b>	<b>8,131,052</b>	<b>1,052</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	4,250,000	296,597	3,953,403
<b>Total expenditures</b>	<b>-</b>	<b>4,250,000</b>	<b>296,597</b>	<b>3,953,403</b>
Excess (deficiency) of revenues over expenditures	-	3,880,000	7,834,455	3,954,455
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	(3,728,997)	(3,728,997)	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(3,728,997)</b>	<b>(3,728,997)</b>	<b>-</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	151,003	4,105,458	3,954,455
Budgeted cash carryover	-	-		
	\$ -	-		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 4,105,458
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(133,348)
Change in net assets (GAAP basis)	<u>\$ 3,972,110</u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Water and Sewer - Operating - 081**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Charges for services	\$ 9,380,712	9,513,498	9,349,635	(163,863)
Interest income	100,000	32,988	24,874	(8,114)
Grants and gifts	-	16,465	2,105	(14,360)
Miscellaneous	9,295	145,012	90,275	(54,737)
	<u>9,490,007</u>	<u>9,707,963</u>	<u>9,466,889</u>	<u>(241,074)</u>
<b>Expenditures</b>				
Operating expenses	5,723,962	5,715,592	4,029,029	1,686,563
Non-operating:				
Capital outlay	4,163,473	7,161,082	529,785	6,631,297
	<u>9,887,435</u>	<u>12,876,674</u>	<u>4,558,814</u>	<u>8,317,860</u>
Excess (deficiency) of revenues over expenditures	<u>(397,428)</u>	<u>(3,168,711)</u>	<u>4,908,075</u>	<u>(8,558,934)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	88,409	88,409	-
Transfers out	(1,670,752)	(3,040,079)	(1,831,098)	1,208,981
Total other financing sources (uses)	<u>(1,670,752)</u>	<u>(2,951,670)</u>	<u>(1,742,689)</u>	<u>1,208,981</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>8,216,683</u>	<u>9,925,004</u>	<u>2,816,125</u>	<u>9,526,841</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 2,816,125
To adjust applicable revenue accruals and deferrals	2,081,877
To adjust applicable expenditures and accruals and payments	<u>(2,966,546)</u>
Change in net assets (GAAP basis)	\$ <u><u>1,931,456</u></u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**98 Joint Water and Sewer Improvement Bond P & I - 082**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 12,704	5,721	5,306	(415)
Total revenues	12,704	5,721	5,306	(415)
<b>Expenditures</b>				
Current:				
General government	29,741	19,241	15,335	3,906
Non-current:				
Principal payments	1,146,096	3,978,736	3,697,739	280,997
Interest payments	657,938	687,519	687,517	2
Total expenditures	1,833,775	4,685,496	4,400,591	284,905
Excess (deficiency) of revenues over expenditures	(1,821,071)	(4,679,775)	(4,395,285)	(285,320)
<b>Other financing sources (uses)</b>				
Transfers in	1,833,775	5,407,502	5,091,753	(315,749)
Transfers out	-	-	-	-
Total other financing sources (uses)	1,833,775	5,407,502	5,091,753	(315,749)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	12,704	727,727	696,468	(601,069)
Budgeted cash carryover				
	\$			

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 696,468
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	1,063,999
Change in net assets (GAAP basis)	\$ 1,760,467

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Solid Waste - 086**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 1,943,264	1,971,264	1,944,770	(26,494)
Interest income	2,188	324	260	(64)
Miscellaneous	-	3,535	7,773	4,238
	<u>1,945,452</u>	<u>1,975,123</u>	<u>1,952,803</u>	<u>(22,320)</u>
<b>Expenditures</b>				
Operating expenses	1,835,525	1,843,989	1,636,609	207,380
Non-operating:				-
Capital outlay	44,000	201,469	9,851	191,618
	<u>1,879,525</u>	<u>2,045,458</u>	<u>1,646,460</u>	<u>398,998</u>
Excess (deficiency) of revenues over expenditures	<u>65,927</u>	<u>(70,335)</u>	<u>306,343</u>	<u>(190,426)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(24,083)	(112,478)	(109,123)	3,355
Total other financing sources (uses)	<u>(24,083)</u>	<u>(112,478)</u>	<u>(109,123)</u>	<u>3,355</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>41,844</u>	<u>(182,813)</u>	<u>197,220</u>	<u>(186,334)</u>
Budgeted cash carryover	<u>-</u>	<u>182,813</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 197,220
To adjust applicable revenue accruals and deferrals	(477)
To adjust applicable expenditures and accruals and payments	(188,981)
Change in net assets (GAAP basis)	\$ 7,762

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Bonito Lake - 088  
For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ <u>(Unfavorable)</u>
<b>Revenues</b>				
Charges for services	\$ 206,250	136,250	82,794	(53,456)
Miscellaneous	7,020	7,040	8,081	1,041
Interest income	4,209	711	529	(182)
	<u>217,479</u>	<u>144,001</u>	<u>91,404</u>	<u>(52,597)</u>
<b>Expenditures</b>				
Operating expenses	281,792	330,684	196,889	133,795
Non-operating:				-
Capital outlay	-	34,690	-	34,690
	<u>281,792</u>	<u>365,374</u>	<u>196,889</u>	<u>168,485</u>
Excess (deficiency) of revenues over expenditures	<u>(64,313)</u>	<u>(221,373)</u>	<u>(105,485)</u>	<u>115,888</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	22,000	-	(22,000)
Transfers out	(29,157)	(29,264)	(25,571)	3,693
Total other financing sources (uses)	<u>(29,157)</u>	<u>(7,264)</u>	<u>(25,571)</u>	<u>(18,307)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(93,470)</u>	<u>(228,637)</u>	<u>(131,056)</u>	<u>97,581</u>
Budgeted cash carryover	<u>93,470</u>	<u>228,637</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ (131,056)
To adjust applicable revenue accruals and deferrals	(41)
To adjust applicable expenditures and accruals and payments	<u>(36,069)</u>
Change in net assets (GAAP basis)	<u>\$ (167,165)</u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Desert Lakes Golf Course - 090**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance Favorable/ (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for services	\$ 1,102,025	1,102,025	1,190,744	88,719
Interest income	3,072	432	357	(75)
Miscellaneous	<u>1,400</u>	<u>1,400</u>	<u>1,340</u>	<u>(60)</u>
 Total revenues	 <u>1,106,497</u>	 <u>1,103,857</u>	 <u>1,192,441</u>	 <u>88,584</u>
<b>Expenditures</b>				
Operating expenses	1,230,636	1,237,899	1,187,726	50,173
Non-operating:				-
Capital outlay	<u>50,000</u>	<u>122,000</u>	<u>21,225</u>	<u>100,775</u>
 Total expenditures	 <u>1,280,636</u>	 <u>1,359,899</u>	 <u>1,208,951</u>	 <u>150,948</u>
 Excess (deficiency) of revenues over expenditures	 <u>(174,139)</u>	 <u>(256,042)</u>	 <u>(16,510)</u>	 <u>(62,364)</u>
<b>Other financing sources (uses)</b>				
Transfers in	143,834	287,668	287,668	-
Transfers out	<u>(67,406)</u>	<u>(69,864)</u>	<u>(56,800)</u>	<u>13,064</u>
Total other financing sources (uses)	<u>76,428</u>	<u>217,804</u>	<u>230,868</u>	<u>13,064</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	 <u>(97,711)</u>	 <u>(38,238)</u>	 <u>214,358</u>	 <u>(49,300)</u>
 Budgeted cash carryover	 <u>97,711</u>	 <u>38,238</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 214,358
To adjust applicable revenue accruals and deferrals	184,097
To adjust applicable expenditures and accruals and payments	<u>(240,386)</u>
Change in net assets (GAAP basis)	\$ <u><u>158,070</u></u>

The accompanying notes are integral to these financial statements



**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**White Sands Regional Airport - 091**  
**For The Year Ended June 30, 2012**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Charges for services	\$ 169,820	199,765	220,480	20,715
Investment Income	4,267	888	679	(209)
Miscellaneous	-	-	1,283	1,283
	<u>174,087</u>	<u>200,653</u>	<u>222,442</u>	<u>21,789</u>
<b>Expenditures</b>				
Operating expenses	199,780	245,587	77,255	168,332
Non-operating:				-
Capital outlay	70,000	66,000	2,320	63,680
	<u>269,780</u>	<u>311,587</u>	<u>79,575</u>	<u>232,012</u>
Excess (deficiency) of revenues over expenditures	<u>(95,693)</u>	<u>(110,934)</u>	<u>142,867</u>	<u>(210,223)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(42,638)	(42,975)	(39,934)	3,041
Total other financing sources (uses)	<u>(42,638)</u>	<u>(42,975)</u>	<u>(39,934)</u>	<u>3,041</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(138,331)</u>	<u>(153,909)</u>	<u>102,933</u>	<u>(207,182)</u>
Budgeted cash carryover	<u>138,331</u>	<u>153,909</u>		
	<u>\$ -</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 102,933
To adjust applicable revenue accruals and deferrals	248,183
To adjust applicable expenditures and accruals and payments	<u>(259,874)</u>
Change in net assets (GAAP basis)	<u>\$ 91,242</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Housing Low Rent Operating - 901**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 300,000	300,000	353,470	53,470
Fines & Fees	-	9,000	10,498	1,498
Miscellaneous	-	1,560	7,438	5,878
Grants	416,964	344,141	592,495	248,354
Investment Income	2,424	2,476	898	(1,578)
<b>Total revenues</b>	<b>719,388</b>	<b>657,177</b>	<b>964,799</b>	<b>307,622</b>
<b>Expenditures</b>				
Operating expenses	1,126,906	1,145,247	1,080,636	64,611
Non-operating:				-
Capital outlay	3,500	43,500	-	43,500
<b>Total expenditures</b>	<b>1,130,406</b>	<b>1,188,747</b>	<b>1,080,636</b>	<b>108,111</b>
Excess (deficiency) of revenues over expenditures	(411,018)	(531,570)	(115,837)	199,511
<b>Other financing sources (uses)</b>				
Transfers in	125,800	445,378	258,872	(186,506)
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>125,800</b>	<b>445,378</b>	<b>258,872</b>	<b>(186,506)</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(285,218)	(86,192)	143,035	13,005
Budgeted cash carryover	285,218	86,192		
	\$ -	-		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 143,035
To adjust applicable revenue accruals and deferrals	(35,534)
To adjust applicable expenditures and accruals and payments	(4,553)
Change in net assets (GAAP basis)	<u>\$ 102,948</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Housing Homeownership Operating - 903**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 291,865	80,000	75,880	(4,120)
Fines & Fees	-	100	50	(50)
Miscellaneous	-	8,267	8,351	84
Investment Income	2,352	1,715	1,791	76
	<u>294,217</u>	<u>90,082</u>	<u>86,072</u>	<u>(4,010)</u>
<b>Expenditures</b>				
Operating expenses	45,634	42,519	32,972	9,547
Non-operating:				
Capital outlay	413,710	109,381	5,618	103,763
	<u>459,344</u>	<u>151,900</u>	<u>38,590</u>	<u>113,310</u>
Excess (deficiency) of revenues over expenditures	<u>(165,127)</u>	<u>(61,818)</u>	<u>47,482</u>	<u>(117,320)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(165,127)</u>	<u>(61,818)</u>	<u>47,482</u>	<u>(117,320)</u>
Budgeted cash carryover	<u>165,127</u>	<u>61,818</u>		
	\$ <u>-</u>	<u>-</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ 47,482
To adjust applicable revenue accruals and deferrals	(5)
To adjust applicable expenditures and accruals and payments	<u>(862)</u>
Change in net assets (GAAP basis)	\$ <u><u>46,615</u></u>

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Housing Capital Projects Fund - 904**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants	\$ 365,000	1,799,282	448,257	(1,351,025)
Total revenues	365,000	1,799,282	448,257	(1,351,025)
<b>Expenditures</b>				
Current:				
General government	-	-	50,181	(50,181)
Non-current:				
Capital outlay	239,200	1,231,474	55,657	1,175,817
Total expenditures	239,200	1,231,474	105,838	1,125,636
Excess (deficiency) of revenues over expenditures	125,800	567,808	342,419	(2,476,661)
<b>Other financing sources (uses)</b>				
Transfers in	-	186,506	-	(186,506)
Transfers out	(125,800)	(445,378)	(258,872)	186,506
Total other financing sources (uses)	(125,800)	(258,872)	(258,872)	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	308,936	83,547	(2,476,661)
Budgeted cash carryover	-	-		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$	83,547
To adjust applicable revenue accruals and deferrals		18,392
To adjust applicable expenditures and accruals and payments		274,852
Change in net assets (GAAP basis)	\$	376,791

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Housing Low Rent Deposits - 905**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 225	-	-	-
Total revenues	<u>225</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>225</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>225</u>	<u>-</u>	<u>-</u>	<u>-</u>
Budgeted cash carryover	<u>-</u>	<u>-</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ -</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**Housing Homeownership Reserve - 906**  
**For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 374	-	-	-
Total revenues	<u>374</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>				
Current:				
General government	2,500	-	-	-
Non-current:				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>2,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(2,126)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(2,126)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Budgeted cash carryover	<u>2,126</u>	<u>-</u>		
	\$ <u>-</u>	<u>-</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net assets (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net assets (GAAP basis)	<u>\$ -</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
Landfill - Operating - 094  
For The Year Ended June 30, 2012**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Operating revenues</b>				
Charges for services	\$ 1,041,100	1,042,500	1,211,846	169,346
Investment Income	46,061	11,718	8,858	(2,860)
Miscellaneous	3,500	5,000	9,748	4,748
Total operating revenues	<u>1,090,661</u>	<u>1,059,218</u>	<u>1,230,452</u>	<u>171,234</u>
<b>Operating expense</b>				
Operating expenses	827,650	872,904	350,798	522,106
Non-operating				
Capital outlay	1,085,000	1,085,000	771,774	313,226
Total expenditures	<u>1,912,650</u>	<u>1,957,904</u>	<u>1,122,572</u>	<u>835,332</u>
Excess (deficiency) of revenues over expenditures	<u>(821,989)</u>	<u>(898,686)</u>	<u>107,880</u>	<u>(664,098)</u>
<b>Non-operating revenues (expenses)</b>				
Transfers in	-	-	-	-
Transfers out	(1,670)	(1,670)	(1,670)	-
Total non-operating revenues (expenses)	<u>(1,670)</u>	<u>(1,670)</u>	<u>(1,670)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(823,659)</u>	<u>(900,356)</u>	<u>106,210</u>	<u>(664,098)</u>
Budgeted cash carryover	<u>823,659</u>	<u>900,356</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net assets (Budget Basis)	\$ 106,210
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>115,548</u>
Change in net assets (GAAP basis)	<u>\$ 221,758</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended June 30, 2012**

<b>Federal Grantor/Pass-Through Program Title</b>	<b>Federal CFDA Number</b>	<b>Pass-Through / Grantor No.</b>	<b>Grant Award Expended</b>
<b>DIRECT</b>			
<b>U.S. Department of Housing and Urban Development</b>			
Low Income Housing Rent Subsidy	14.850	* NM00400111D	\$ 344,141
Low Income Housing Rent Subsidy	14.850	* NM00400112D	212,575
			<u>556,716</u>
Public Housing Capital Fund	14.872	* NM02P04501-07	33,500
Public Housing Capital Fund	14.872	* NM02P04501-08	302,590
ARRA - Public Housing Capital Fund	14.872	* NM02S004501-09	1,077
Public Housing Capital Fund	14.872	* NM02P04501-09	96,386
Public Housing Capital Fund	14.872	* NM02P04501-10	20,059
Public Housing Capital Fund	14.872	* NM02P04501-11	13,037
			<u>466,649</u>
<b>Total - U.S. Department of Housing and Urban Development</b>			<b><u>1,023,365</u></b>
<b>U.S. Department of Transportation</b>			
Passed through - New Mexico Department of Transportation			
SRTS Non-Infrastructure	20.205	MO1065/W200011	11,727
Fairgrounds Road Improvement	20.205	TCSP-4924(1)Control 9854	339,264
			<u>350,991</u>
<b>DIRECT</b>			
Airport Improvement Program	20.106	3-35-0001-018-2010	<u>235,773</u>
<b>Total - U.S. Department of Transportation</b>			<b><u>586,764</u></b>
<b>U.S. Department of Health and Human Services</b>			
Passed through - NCNMEDD			
Non-Metro Area Agency on Aging			
<b>Aging Cluster</b>			
Title III, Part B - Supportive Services and Senior Centers	93.044	2009-10-64012	29,009
Title III, Part C-I - Nutrition Services, Congregate	93.045	2009-10-64012	47,499
Title III, Part C-II - Nutrition Services, Home Delivered	93.045	2009-10-64012	20,720
Nutrition Services Incentive Program (NSIP)	93.053	2009-10-64012	49,414
			<u>146,642</u>
<b>Total - U.S. Department of Health and Human Services</b>			<b><u>146,642</u></b>
<b>DIRECT</b>			
<b>Corporation For National and Community Service</b>			
Retired and Senior Volunteer Program	94.002	09SR102198	<u>32,186</u>
<b>DIRECT</b>			
<b>U.S. Department of Justice</b>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-DJ-BX-1346	5,075
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-SB-B9-0188	983
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-SB-B9-0188	515
			<u>6,573</u>
Total federal awards expended			<b>\$ <u>1,795,530</u></b>
*Major Program			

**Note 1. Basis for Presentation**

The accompanying schedule of federal awards is presented on the budgetary GAAP basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations.

**Note 2.** The City did not receive any non-cash federal assistance, federal loan or loan guarantees, or federal insurance benefits during the fiscal year ended June 30, 2012.



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF REVENUE & EXPENSES- AGING PROGRAMS  
Fund 71 - Senior Center III  
For the Year Ended June 30, 2012**

**NCNMEDD Non-Metro AAA Programs**

	<b>Congregate Meals (8023)</b>	<b>Home Delivered Meals (8024)</b>	<b>Transportation (8025)</b>	<b>Homemaker (8026)</b>	<b>Total</b>	<b>Other</b>	<b>Total</b>
<b>Revenue and other support</b>							
Contributions	\$ -	-	-	-	-	-	-
Governmental grants & contracts							
NCNMEDD - Non-Metro AAA							
Title IIIB	-	-	29,009	-	<b>29,009</b>	-	<b>29,009</b>
Title IIIC-1	47,499	-	-	-	<b>47,499</b>	-	<b>47,499</b>
Title IIIC-2	-	20,720	-	-	<b>20,720</b>	-	<b>20,720</b>
NSIP	25,695	23,719	-	-	<b>49,414</b>	-	<b>49,414</b>
State funds - program	72,705	82,411	19,557	35,262	<b>209,935</b>	-	<b>209,935</b>
State funds - capital outlay	-	-	-	-	-	41,515	<b>41,515</b>
Other grants & contracts							
Otero County	-	31,920	24,080	-	<b>56,000</b>	-	<b>56,000</b>
United Way	-	7,160	4,388	-	<b>11,548</b>	-	<b>11,548</b>
Local match (transfer from City)	128,132	124,059	51,845	20,613	<b>324,649</b>	271,492	<b>596,141</b>
Program service revenue	73,862	34,550	37,965	6,194	<b>152,571</b>	-	<b>152,571</b>
Miscellaneous	-	-	-	-	-	132	<b>132</b>
Total revenue and other support	<u>347,893</u>	<u>324,539</u>	<u>166,844</u>	<u>62,069</u>	<u><b>901,345</b></u>	<u>313,139</u>	<u><b>1,214,484</b></u>
<b>Expenses</b>							
Program services	229,941	225,261	128,405	30,849	<b>614,456</b>	74,557	<b>689,013</b>
Supporting services	<u>102,632</u>	<u>94,246</u>	<u>58,932</u>	<u>12,495</u>	<u><b>268,305</b></u>	<u>94,890</u>	<u><b>363,195</b></u>
Total expenses	332,573	319,507	187,337	43,344	<b>882,761</b>	169,447	<b>1,052,208</b>
Excess (deficiency) of revenue over expenses	\$ <u>15,320</u>	<u>5,032</u>	<u>(20,493)</u>	<u>18,725</u>	<u><b>18,584</b></u>	<u>143,692</u>	<u><b>162,276</b></u>
Units provided	<u>40,630</u>	<u>35,510</u>	<u>13,747</u>	<u>1,256</u>			

**City of Alamogordo**  
**Schedule of Joint Powers Agreements and Memorandums of Understanding**  
**For The Year Ended June 30, 2012**

Joint Powers Agreement	Participants	Responsible Party	Description	Beginning and Ending Dates	Total estimated project amount and amount applicable to Agency	Amount contributed by City during current fiscal year	Audit Responsibility	Fiscal agent and responsible reporting entity
1 Dispatch Services (C-1)	City of Alamogordo Otero County Village of Tularosa	Otero County City of Alamogordo	Utilization of ambulance services as required with dispatch services.	7/1/2004 thru 6/30/2013 Indefinite	\$ 180,433.04	\$ 115,567.36 or 64.05%	Otero County	Otero County
2 Regarding Retired senior volunteer services (C-1)	City of Alamogordo Otero County	City of Alamogordo	Transportation services case management & nutrition for retired senior residents.	7/1/2006 thru 6/30/2012 Indefinite	\$ 603,198.00	\$ 6,000.00	City of Alamogordo	City of Alamogordo
3 Mutual aid contract for fire protection and rescue services. (E-4)	Otero County Volunteer Fire Dept. City of Alamogordo	DPS (Dept. Public S. Otero County Volunteer Fire Dept.	Mutual aid for both Volunteer fire depts. in Otero County & City of Alamogordo	7/1/2004 thru 6/30/2012 Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo Otero County	City of Alamogordo Otero County
4 Voting Machines (C-1)	Otero County City of Alamogordo	Otero County	Agreement with Otero County & City of Alamogordo to have sufficient voting machines as needed for elections	7/1/2004 thru 6/30/2012 Indefinite	\$ 25.00 plus hourly rate as deemed necessary for tech.	N/A	Otero County City of Alamogordo	Otero County City of Alamogordo
5 Wildfire suppression (C-1)	State of NM Forestry Division City of Alamogordo	State of NM Forestry Division City of Alamogordo	Support wildland fire suppression and services outside the city boundaries, as needed.	7/1/2004 thru 6/30/2012 Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo State of NM Forestry Division	City of Alamogordo State of NM Forestry Division
6 Development of Scenic Drive for use by New Mexico State University (D-1 Projects)	City of Alamogordo Otero County NM State University	City of Alamogordo	Agreement for the use of approx. 23 acres for development equipment, maintenance & facilities.	12/17/1985 thru 12/17/2035	N/A	N/A	City of Alamogordo	City of Alamogordo
7 Issue business licenses through the City of Alamogordo (C-1)	City of Alamogordo NM Taxation & Rev.	City of Alamogordo	The City issues business licenses to businesses operating within the City limits and NM Tax & Rev enables the City to register & assign taxpayer ID numbers.	8/9/1996 thru 1/10/2011 Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo	City of Alamogordo

**City of Alamogordo**  
**Schedule of Joint Powers Agreements and Memorandums of Understanding**  
**For The Year Ended June 30, 2012**

Joint Powers Agreement	Participants	Responsible Party	Description	Beginning and Ending Dates	Total estimated project amount and amount applicable to Agency	Amount contributed by City during current fiscal year	Audit Responsibility	Fiscal agent and responsible reporting entity
8 Ambulance services & Medical Response (A-1)	City of Alamogordo Otero County Village of Tularosa Village of Cloudcroft	City of Alamogordo Otero County Village of Tularosa Village of Cloudcroft	Participation in a combined ambulance operation to provide efficient & emergency medical services	7/1/2004 thru 6/30/2012	\$ 163,169.09	\$ 163,169.09	City of Alamogordo Otero County Village of Tularosa Village of Cloudcroft	City of Alamogordo Otero County Village of Tularosa Village of Cloudcroft
9 40 Year water study (A-4)	City of Alamogordo Village of Tularosa Otero County Lincoln County	City of Alamogordo Village of Tularosa Otero County Lincoln County	This 40 year water plan is done in consideration for the population/water demand and supply available for the future with the recommendations	6/19/1987 thru 6/19/2027	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo Village of Tularosa Otero County Lincoln County	City of Alamogordo Village of Tularosa Otero County Lincoln County
10 Affordable housing for low to moderate income (A-3)	NM State Housing City of Alamogordo	City of Alamogordo	Disbursement of State affordable housing program funds and/or home investment partnerships program funds	5/8/1995 thru 6/30/2012 Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo	City of Alamogordo
11 Solid Waste (C-1)	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa	Disposal and maintenance of Solid waste as required.	6/2/1995 thru 6/30/2012 Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa
12 Regional Landfill "Otero Greentree" (C-1)	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa Lincoln County Village of Ruidoso VillageofRuidosoDwn Town of Carrizozo Village of Capitan Village of Corona	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa Lincoln County Village of Ruidoso VillageofRuidosoDwn Town of Carrizozo Village of Capitan Village of Corona	Operation of the landfill as is required for the purpose of the environmental services and solid waste disposal.	9/30/1993 thru 6/30/2012 Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa Lincoln County Village of Ruidoso VillageofRuidosoDwn Town of Carrizozo Village of Capitan Village of Corona	City of Alamogordo Otero County Village of Cloudcroft Village of Tularosa Lincoln County Village of Ruidoso VillageofRuidosoDwn Town of Carrizozo Village of Capitan Village of Corona
13 Provide meals for home bound citizens (C-1)	City of Alamogordo Otero County (La Luz Area)	City of Alamogordo	Provide meal services for the home bound citizens in the La Luz area	7/1/2006 thru 6/30/2012	\$ 31,000.00	\$ -	City of Alamogordo	City of Alamogordo

**City of Alamogordo**  
**Schedule of Joint Powers Agreements and Memorandums of Understanding**  
**For The Year Ended June 30, 2012**

Joint Powers Agreement	Participants	Responsible Party	Description	Beginning and Ending Dates	Total estimated project amount and amount applicable to Agency	Amount contributed by City during current fiscal year	Audit Responsibility	Fiscal agent and responsible reporting entity
14 Provide meals for home bound citizens (C-1)	City of Alamogordo Otero County	City of Alamogordo	Provide meal at the Alamogordo Senior Center for the citizens of Otero County	7/1/2006 thru 6/30/2012	\$ 31,000.00	\$ 44,358.00	City of Alamogordo	City of Alamogordo
15 Library services (C-1)	City of Alamogordo Otero County	City of Alamogordo	Library services for the residents of Otero County	7/1/2006 thru 6/30/2012	\$ 44,000.00	\$ 44,000.00	City of Alamogordo	City of Alamogordo
16 Reciprocal use of land facilities, & equipment (A-1)	City of Alamogordo Alamogordo Municipal School District #1	City of Alamogordo Alamogordo Municipal School District #1	Cooperative agreements for both parties for the use of lands,	7/1/2004 thru 6/30/2014	\$41.05/hr for service \$11.15/hr for lifeguard	\$41.05/hr for service \$11.15/hr for lifeguard	City of Alamogordo	City of Alamogordo
17 06-521-04GG-0103 Bonito Lake Hazardous Fuels Reduction (B-3)	NM Energy Minerals & Natural Resources Dept. & City of Alamogordo	City of Alamogordo	Reduces the fire hazard in the treated areas to "low". This will adjoin future thinning projects that are planned on Forest Service Lands and adjacent private lands.	3/29/2006 thru 12/31/2011	\$475,000	\$39,900.00	City of Alamogordo	
18 Use of Facilities, Equipment, and Land (A-1)	Alamogordo Municipal School District No. 1 & the City of Alamogordo	Alamogordo Municipal School District No. 1	Use of City Facilities, Equipment and Land	7/1/2006 thru 6/30/2014				

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF PLEDGED COLLATERAL  
BY BANK AND ACCOUNT  
As of June 30, 2012**

<u>Account Name</u>	<u>Account Type</u>	<u>First National Bank</u>	<u>Wells Fargo Bank</u>	<u>First National Bank of Ruidoso</u>	<u>New Mexico Finance Authority</u>	<u>Bank of New York Mellon Trust Company NA</u>	<u>RBC</u>	<u>Book Balance</u>
<b>Non-interest bearing accounts</b>								
General Operating	Checking	\$ -	8,111,573	-	-	-	-	8,111,763
		-	8,111,573	-	-	-	-	8,111,763
<b>Interest bearing accounts</b>								
General Operating	Checking	2,532,392	-	3,962	-	-	-	1,850,450
PHA-Home Ownership	Checking	419,527	-	-	-	-	-	419,527
PHA-Operations	Checking	732,610	-	-	-	-	-	729,819
PHA-Low Rent	Checking	44,197	-	-	-	-	-	44,197
PHA-Home Ownership Reserve	Checking	52,796	-	-	-	-	-	52,796
ACE-Flood Control	Fiduciary	-	1,049,159	-	-	-	-	1,049,159
Money Market	Savings	-	3,157,850	-	-	-	-	3,157,850
New Mexico Finance Authority	Debt Service	-	-	-	17	-	-	17
Bank of New York Mellon	Fire Program	-	-	-	-	1,190,830	-	1,190,830
Certificate of deposit	CD	500,000	-	-	-	-	-	500,000
Certificate of deposit	CD	-	250,385	-	-	-	-	250,000
Certificate of deposit	CD	-	250,440	-	-	-	-	250,000
Certificate of deposit	CD	-	252,602	-	-	-	-	250,000
Certificate of deposit	CD	-	252,716	-	-	-	-	250,000
Certificate of deposit	CD	-	245,694	-	-	-	-	245,000
Certificate of deposit	CD	-	251,689	-	-	-	-	250,000
Certificate of deposit	CD	-	250,707	-	-	-	-	250,000
Certificate of deposit	CD	-	250,736	-	-	-	-	250,000
Certificate of deposit	CD	-	251,634	-	-	-	-	250,016
Certificate of deposit	CD	-	250,015	-	-	-	-	250,000
Certificate of deposit	CD	-	250,781	-	-	-	-	250,000
Certificate of deposit	CD	-	249,961	-	-	-	-	250,000
Certificate of deposit	CD	-	251,820	-	-	-	-	250,000
Certificate of deposit	CD	-	251,085	-	-	-	-	250,000
Certificate of deposit	CD	-	251,376	-	-	-	-	250,000
Certificate of deposit	CD	-	200,168	-	-	-	-	200,000
Certificate of deposit	CD	-	253,697	-	-	-	-	250,000
Certificate of deposit	CD	-	250,726	-	-	-	-	250,000
Certificate of deposit	CD	-	250,727	-	-	-	-	250,000
Certificate of deposit	CD	-	251,513	-	-	-	-	250,000
Certificate of deposit	CD	-	249,976	-	-	-	-	250,000
Certificate of deposit	CD	-	256,269	-	-	-	-	250,000
Certificate of deposit	CD	-	250,106	-	-	-	-	250,000
Certificate of deposit	CD	-	250,723	-	-	-	-	250,000
Certificate of deposit	CD	-	249,941	-	-	-	-	250,000
Certificate of deposit	CD	-	249,938	-	-	-	-	250,000
Certificate of deposit	CD	-	253,010	-	-	-	-	250,000

	Account Type	First National Bank	Wells Fargo Bank	First National Bank of Ruidoso	New Mexico Finance Authority	Bank of New York Mellon Trust Company NA	RBC	Book Balance
Certificate of deposit	CD	-	255,997	-	-	-	-	250,000
Certificate of deposit	0 CD	-	249,858	-	-	-	-	250,000
Certificate of deposit	CD	-	249,918	-	-	-	-	250,000
Certificate of deposit	CD	-	250,846	-	-	-	-	250,000
Certificate of deposit	CD	-	253,203	-	-	-	-	250,000
Certificate of deposit	CD	-	249,985	-	-	-	-	250,000
Certificate of deposit	CD	-	251,483	-	-	-	-	250,000
Certificate of deposit	CD	-	253,626	-	-	-	-	250,000
Certificate of deposit	CD	-	248,245	-	-	-	-	250,000
Certificate of deposit	CD	-	248,247	-	-	-	-	250,000
Certificate of deposit	CD	-	248,218	-	-	-	-	250,000
Certificate of deposit	CD	-	247,830	-	-	-	-	250,000
Certificate of deposit	CD	-	249,570	-	-	-	-	250,000
Certificate of deposit	CD	-	249,336	-	-	-	-	250,000
Certificate of deposit	CD	-	249,967	-	-	-	-	250,000
Certificate of deposit	CD	-	249,449	-	-	-	-	250,000
Certificate of deposit	CD	-	249,142	-	-	-	-	250,000
Certificate of deposit	CD	-	248,632	-	-	-	-	250,000
Certificate of deposit	CD	-	248,970	-	-	-	-	250,000
Certificate of deposit	CD	-	249,307	-	-	-	-	250,000
Certificate of deposit	CD	-	249,426	-	-	-	-	250,000
Certificate of deposit	CD	-	249,167	-	-	-	-	250,000
Certificate of deposit	CD	-	248,335	-	-	-	-	250,000
Certificate of deposit	CD	-	247,422	-	-	-	-	250,000
Certificate of deposit	CD	-	250,000	-	-	-	-	250,000
Total amount of deposit in bank		4,281,522	25,293,196	3,962	17	1,190,830	-	30,051,424
FDIC coverage		(500,000)	(24,519,613)	(3,962)	N/A	N/A	-	-
Total uninsured public funds		3,781,522	773,583	-	-	-	-	-
50% Collateral Requirement								
(Section 6-10-17 NMSA 1978)	\$	1,890,761	386,792	-	-	-	-	-

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF PLEDGED COLLATERAL**

**BY BANK AND ACCOUNT**

**As of June 30, 2012**

		First National <u>Bank</u>	Wells Fargo <u>Bank</u>	First National Bank of <u>Ruidoso</u>	New Mexico Finance <u>Authority</u>	Bank of New York Mellon Trust <u>Company NA</u>	<u>RBC</u>	<u>Book Balance</u>
Pledged security at:	Federal Home Loan Bank-Dallas							
	FHLB 31410LDK5 Due 4/01/26	\$ 1,538,749	-	-	-	-	-	-
	FHLB 31371ND51 Due 5/01/37	874,867	-	-	-	-	-	-
	FHLB 31410GLS0 Due 10/01/37	576,396	-	-	-	-	-	-
	FHLB 31415BEU9	906,202	-	-	-	-	-	-
	FNMA 845529 Due 12/01/35	-	-	-	-	-	-	-
	FHLMC 847032 Due 01/01/32	-	-	-	-	-	-	-
	FNMA FNMS 3138A1AG6 Due 12/01/40	-	765,334	-	-	-	-	-
	FNMA FNMS 3138A2WW5 Due 01/01/41	-	18,583	-	-	-	-	-
	FNMA FNMS 3138A77E2 Due 04/01/41	-	21,445	-	-	-	-	-
	FNMA FNMS 31418AD96 Due 03/01/42	-	31,523	-	-	-	-	-
		<u>3,896,214</u>	<u>1,166,602</u>	-	-	-	-	-
	Alb Muni Sch Dist Mun Bond	-	374,070	-	-	-	-	381,835
	Bernalillo NM Muni Sch Dist #1	-	512,810	-	-	-	-	522,617
	Santa Fe TX Wtr Ompt Rev Ser	-	333,567	-	-	-	-	336,857
	New Mexico St Severance Tax	-	904,944	-	-	-	-	931,787
	Gadsden NM Indep Sch Dist #16 Ref-Ser B	-	562,860	-	-	-	-	580,900
	Fannie Mae Note	-	-	-	-	-	60,708	61,531
	Fannie Mae Note	-	-	-	-	-	118,530	120,045
	Fannie Mae Note	-	-	-	-	-	67,313	68,736
	Fannie Mae Note	-	-	-	-	-	245,112	248,347
	Fannie Mae Note	-	-	-	-	-	40,736	41,336
	Fannie Mae Note	-	-	-	-	-	7,452	17,929
	Fannie Mae Note	-	-	-	-	-	99,013	99,475
	Fannie Mae Note	-	-	-	-	-	50,481	51,990
	Fannie Mae Note	-	-	-	-	-	26,837	29,685
	Fannie Mae Note	-	-	-	-	-	21,160	20,319
	Fannie Mae Note	-	-	-	-	-	26,146	26,981
	Fannie Mae Note	-	-	-	-	-	47,619	49,333
	Fannie Mae Note	-	-	-	-	-	30,281	34,016
	Fannie Mae Note	-	-	-	-	-	46,905	47,299
	Federal Home Loan Note	-	-	-	-	-	344,033	366,958
	Fannie Mae Note	-	-	-	-	-	50,609	49,839
	Federal Home Loan Note	-	-	-	-	-	72,343	76,865
	Fannie Mae Note	-	-	-	-	-	1,551,178	1,571,290
	Federal Home Loan Note	-	-	-	-	-	250,479	260,529
	Fannie Mae Note	-	-	-	-	-	170,814	180,410
	Fannie Mae Note	-	-	-	-	-	76,996	101,270
	Fannie Mae Note	-	-	-	-	-	19,168	25,184
	Federal Home Loan Note	-	-	-	-	-	398,283	419,554
	Federal Farm Credit Bank	-	-	-	-	-	755,460	767,103
	Federal Home Loan Note	-	-	-	-	-	825,960	840,241
	Fannie Mae Note	-	-	-	-	-	841,815	852,374
	Fannie Mae Note	-	-	-	-	-	104,988	110,462
	Federal Home Loan Note	-	-	-	-	-	387,355	397,722

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF PLEDGED COLLATERAL  
BY BANK AND ACCOUNT  
As of June 30, 2012**

	First National <u>Bank</u>	Wells Fargo <u>Bank</u>	First National Bank of Ruidoso	New Mexico Finance <u>Authority</u>	Bank of New York Mellon Trust <u>Company NA</u>	<u>RBC</u>	Book <u>Balance</u>
Federal Home Loan Mortgage Corp	-	-	-	-	-	53,888	54,992
Fannie Mae Note	-	-	-	-	-	200,156	199,542
Federal Home Loan Mortgage Corp	-	-	-	-	-	251,803	249,993
Federal Home Loan Mortgage Corp	-	-	-	-	-	143,295	144,917
Federal Home Loan Bank	-	-	-	-	-	1,000,210	1,001,812
Fannie Mae Note	-	-	-	-	-	750,893	753,657
Federal Home Loan Mortgage Corp	-	-	-	-	-	150,576	149,591
Federal Farm Credit Bank	-	-	-	-	-	525,488	525,781
US Treasury Note	-	-	-	-	-	99,910	100,064
Fannie Mae Note	-	-	-	-	-	50,877	50,836
Fannie Mae Note	-	-	-	-	-	502,215	501,376
Federal Home Loan Bank	-	-	-	-	-	500,330	500,238
Federal Home Loan Bank	-	-	-	-	-	501,720	507,600
Federal Home Loan Bank	-	-	-	-	-	503,335	506,558
Federal Home Loan Bank	-	-	-	-	-	504,885	510,905
Federal Home Loan Bank	-	-	-	-	-	507,825	512,027
Federal Home Loan Mortgage Corp	-	-	-	-	-	501,320	502,909
Federal Home Loan Mortgage Corp	-	-	-	-	-	501,890	502,422
Fannie Mae Note	-	-	-	-	-	501,590	502,600
Fannie Mae Note	-	-	-	-	-	508,355	508,316
Fannie Mae Note	-	-	-	-	-	501,190	501,392
Federal Home Loan Mortgage Corp	-	-	-	-	-	503,725	505,684
Federal Home Loan Mortgage Corp	-	-	-	-	-	508,420	509,594
Federal Home Loan Mortgage Corp	-	-	-	-	-	501,805	504,291
Fannie Mae Note	-	-	-	-	-	504,165	507,187
Fannie Mae Note	-	-	-	-	-	503,305	504,000
Fannie Mae Note	-	-	-	-	-	505,275	506,949
US Treasury Note	-	-	-	-	-	355,716	356,719
Fannie Mae Note	-	-	-	-	-	25,441	25,288
Federal Home Loan Bank	-	-	-	-	-	694,812	694,542
Fannie Mae Note	-	-	-	-	-	749,708	749,410
Federal Home Loan Bank	-	-	-	-	-	999,700	999,285
Fannie Mae Note	-	-	-	-	-	999,580	999,204
Fannie Mae Note	-	-	-	-	-	149,814	149,507
Fannie Mae Note	-	-	-	-	-	999,830	999,697
Federal Home Loan Mortgage Corp	-	-	-	-	-	799,960	799,927
Federal Home Loan Bank	-	-	-	-	-	999,980	999,957
Money Market	-	-	-	-	-	66,336	66,336
State of New Mexic LGIP Fund	-	-	-	-	-	-	14,619,842
State of New Mexic LGIP Fund PHA	-	-	-	-	-	-	707,124
Petty cash	-	-	-	-	-	-	2,975
Start-up cash	-	-	-	-	-	-	4,505
							<u>43,690,370</u>
Amount (over) collateralized	\$ <u>(2,005,453)</u>	<u>(779,811)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Total book balance	\$						<u>73,741,794</u>





**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**

Mr. Hector Balderas,  
New Mexico State Auditor  
and  
The Honorable Mayor  
Susie Galea  
and  
City Commission of the City of Alamogordo  
Alamogordo, New Mexico

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the budgetary comparisons for the general fund and major special revenue funds, the aggregate remaining fund information, and the combining and individual funds including budgetary comparisons presented as supplementary information of the City of Alamogordo, New Mexico, (the City) as of and for the year ended June 30, 2012, and have issued our report thereon dated November 29, 2012. We conducted our audit in accordance with auditing standards general 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

Management of the City is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be a material weakness.

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

**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,  
continued**

November 29, 2012

misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying *schedule of findings and questioned costs* to be a material weakness: 07-06.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Alamogordo, State of New Mexico's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying *schedule of findings and questioned costs* as item: 12-01.

The City of Alamogordo, State of New Mexico's response to the findings identified in our audit is described in the accompanying *schedule of findings and questioned costs*. We did not audit City of Alamogordo, State of New Mexico's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, the City Commission, Legislative Finance Committee, Department of Finance and Administration, the State Auditor, 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.



Hinkle + Landers, P.C.  
November 29, 2012



**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**

Mr. Hector Balderas,  
New Mexico State Auditor  
and  
The Honorable Mayor  
Susie Galea  
and  
City Commission of the City of Alamogordo  
Alamogordo, New Mexico

Compliance

We have audited the City of Alamogordo, State of New Mexico's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City of Alamogordo, State of New Mexico's major federal programs for the year ended June 30, 2012. The City of Alamogordo, State of New Mexico's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City of Alamogordo, State of New Mexico's management. Our responsibility is to express an opinion on the City of Alamogordo, State of New Mexico's compliance based on our audit.

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

In our opinion, the City of Alamogordo, State of New Mexico, 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, 2012.

November 29, 2012

**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, continued**

Internal Control Over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

City of Alamogordo, State of New Mexico's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit City of Alamogordo, State of New Mexico's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the City Commission, management, Legislative Finance Committee, Department of Finance and Administration, the State Auditor, 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.



Hinkle + Landers, P.C.  
November 29, 2012

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2012**

**SECTION I – SUMMARY OF AUDITORS’ RESULTS**

**Financial Statements**

Type of report issued	Unqualified
Internal control over financial reporting:	
Material weakness identified?	Yes
Significant deficiencies identified that are not considered to be material weaknesses?	No
Non-compliance material to financial statements noted?	No

**Federal Awards**

Internal Control	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	No
Type of auditors’ report issued on major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Programs</u>	<u>Funding Source</u>
14.850	Low Income Housing Rent Subsidy	US Department of Housing and Urban Development
14.872	Capital Projects Fund	US Department of Housing and Urban Development

Dollar threshold used to distinguish between  
A and B programs: \$300,000

Auditee qualified as low-risk auditee?	No
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**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2012**

**SECTION II AND III – FINANCIAL STATEMENTS AND FEDERAL AWARD FINDINGS**

	<u>Status of Current and Prior Year Findings</u>	<u>Financial Statement Finding</u>	<u>Federal Awards Finding</u>	<u>State Audit Rule Finding</u>	<u>Material Weakness</u>	<u>Significant Deficiency</u>	
<b><u>Prior Year Findings:</u></b>							
07-06	SAS 115 - MATERIAL ADJUSTMENTS BY AUDITOR	Revised/ Repeated	yes	no	no	yes	n/a
<b><u>Current Year Findings:</u></b>							
12-01	EXCEPTIONS TO BUDGET CONTROLS	Current	no	no	yes	no	no

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2012**

**PRIOR YEAR FINDINGS**

**07-06 – SAS 115 MATERIAL ADJUSTMENTS BY AUDITOR –  
REVISED/REPEATED – Material weakness**

**Statement of Condition**

According to Statement on Auditing Standards 115 (SAS 115) identification by the auditor of a material misstatement of the financial statements under audit, in circumstances that indicate that the misstatement would not have been detected by the entity's internal control, is considered a material weakness. This is a revised finding that has been repeated in the City's audit since FY07. Specifically, in FY12, the auditor made material adjustments to:

- properly record debt-related transactions in the enterprise funds, and
- accrual of property taxes.

In prior years (FY07 to FY11), material adjustments were also identified in the following areas:

- adjustments to reconcile fund balance (FY11),
- adjustments to properly record debt and related transactions (FY11, FY07),
- adjustments to properly record capital assets (FY10, FY09, FY07),
- adjustments to reconcile the activity in the Public Housing Authority funds (FY10),
- adjustments to properly record a capital lease (FY09),
- adjustments to properly accrue accounts payable (FY08),
- adjustments to properly record inventory (FY08)
- adjustments to properly record bond issuance costs (FY07), and
- adjustments to properly record interfund transactions related to capital outlay costs and capital asset transfers (FY07, FY09).

**Criteria**

Some of the key underlying concepts of SAS 115 include:

- The auditor cannot be part of a client's internal control because becoming part of a client's internal control impairs auditor independence;
- The auditor's work is independent of the client's internal control over financial reporting, and the auditor cannot be a compensating control for the client; and
- A system of internal control over the financial reporting does not stop at the general ledger – it includes controls over the presentation of the financial statements.

Recording adjustments is considered a significant process of internal control and should be performed by City staff.

**Effect**

An internal control weakness in maintaining the general ledger exists because material adjustments were identified by the auditor and not by City staff. As a result, periodic financial statements reviewed by management and the governing body may be materially inaccurate.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2012**

**Cause**

Internal control procedures were not effective in identifying and correcting material errors.

**Recommendation**

We recommend that the City make adjustments to their general ledger in a timely manner.

**Management Response**

We concur with the independent auditors' recommendations and plan to strengthen our adjusting journal entry internal controls, in addition to acquiring appropriate training for general ledger staff.

**CURRENT YEAR FINDINGS**

**12-01 – EXCEPTIONS TO BUDGET CONTROLS – State Audit Rule**

**Statement of Condition**

Two exceptions in budget controls were noted, including:

- Fund 053 (Debt Service fund) – the fund recorded actual transfers in of \$227,760 and actual transfers out of \$109,669, although no transfers were included in the fund's final budget; and
- Fund 116 (Capital Project fund) – the fund's actual activity included a deficiency in revenues and other financing sources over expenditures and other financing uses of (\$548,951), and no fund balance (cash basis) was available to absorb the deficiency.

**Criteria**

Chapter 6, Article 6 of the New Mexico Statutes Annotated (NMSA) 1978 requires the Local Government Division (LGD), Financial Management Bureau of the New Mexico Department of Finance and Administration to make rules and regulations relating to budgets, records, reports, and the disbursement of public monies, including transfers between funds. Sections 6-6-6 through 6-6-11 NMSA 1978 Compilation prohibits local governments from making expenditures in excess of the approved budget. The LGD interprets Section 6-6-6 to apply to a fund's total budget; if a fund's total budget is overspent, then the fund is not in compliance with Section 6-6-6.

**Effect**

The City is in violation of budget controls established for municipalities of the State of New Mexico.



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For the Year Ended June 30, 2012**

**Cause**

- For fund 053, the City's actual activities in the fund did not comply with the budget that was adopted. The entries that did not comply with the final budget appear to be internal "13<sup>th</sup> period" entries and recorded to balance cash between funds.
- The budget for fund 116 assumed loan proceeds during the fiscal year, which were not received by year-end. However, the budgeted expenditures occurred in the fund, resulting in the deficiency. The City did not adjust the final budget to record an inter-fund transfer to absorb the deficiency.

**Recommendation**

We recommend that the City improve controls to prevent unbudgeted transfers and the over-expenditure of fund resources.

**Management Response**

We concur with the independent auditors' recommendations and plan: 1) to amend our monthly and quarterly budgetary compliance worksheet (which includes a comparison of budgeted revenues and projected expenditures) to include another section that calculates the net cash balance available in each fund; and 2) to obtain budget resolutions to timely correct any fund deficiencies discovered while evaluating net cash balances in each fund.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
EXIT CONFERENCE  
For the Year Ended June 30, 2012**

An exit conference was held in a closed session on November 29, 2012 and was attended by the following:

**For the City of Alamogordo**

Alfonso "Al" Hernandez  
Bob Carter  
Matt McNeile  
Kenneth Johnson  
Steve Boyle  
Stephen Thies  
Helen Viscarra-Reno

Mayor Pro-tem  
Interim City Manager  
Assistant City Manager  
Finance Director  
Accounting Manager  
City Attorney  
Internal Control Analyst

**For Hinkle + Landers, PC**

Farley Vener, CPA, CFE  
Shannon Gilliland, CPA, CGFM

Audit Partner  
Audit Manager

**PREPARATION OF THE FINANCIAL STATEMENTS**

Presentation: The accompanying financial statements are the responsibility of the City and are based on information from the City's financial records. Assistance was provided by Hinkle + Landers, PC to the City in preparing the financial statements.



**INDEPENDENT AUDITORS' REPORT  
FINANCIAL DATA SCHEDULE**

Mr. Hector Balderas,  
New Mexico State Auditor  
and  
The Honorable Mayor  
Susie Galea  
and  
City Commission of the City of Alamogordo  
Alamogordo, New Mexico

We were engaged to perform an audit in accordance with OMB Circular A-133, Audits of States and Local Governments, and Non-Profit Organizations, for the City of Alamogordo, as of and for the year ended June 30, 2012, and have issued our report thereon dated November 29, 2012.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Financial Data Schedule is presented for purposes of additional analysis and is not a required part of 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 basic financial statements taken as a whole.

*Hinkle & Landers, P.C.*

Hinkle + Landers, PC  
November 29, 2012

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - BALANCE SHEET  
As of June 30, 2012**

	Low Rent (901) & Capital Projects Fund (904) less ARRA grant		HomeOwner (903, 906 & 907)	
	Project Total	ARRA Grant 14.885 Formula Capital Fund Stimulus Grant	State/Local	Total
<b>ASSETS</b>				
111 Cash - Unrestricted	\$ 730,612	-	418,728	1,149,340
112 Cash - Restricted - Modernization and Development	-	-	-	-
113 Cash - Other Restricted	-	-	52,796	52,796
114 Cash - Tenant Security Deposits	43,604	-	800	44,404
115 Cash - Restricted for Payment of Current Liabilities	-	-	-	-
100 Total Cash	<u>774,216</u>	<u>-</u>	<u>472,324</u>	<u>1,246,540</u>
121 Accounts Receivable - PHA Projects	-	-	-	-
122 Accounts Receivable - HUD Other Projects	18,393	-	-	18,393
124 Accounts Receivable - Other Government	-	-	-	-
125 Accounts Receivable - Miscellaneous	-	-	-	-
126 Accounts Receivable - Tenants	42,215	-	1,384	43,599
126.1 Allowance for Doubtful Accounts - Tenants	(24,308)	-	(29)	(24,337)
126.2 Allowance for Doubtful Accounts - Other	-	-	-	-
127 Notes, Loans, & Mortgages Receivable - Current	-	-	-	-
128 Fraud Recovery	-	-	-	-
128.1 Allowance for Doubtful Accounts - Fraud	-	-	-	-
129 Accrued Interest Receivable	88	-	16	104
120 Total Receivables, Net of Allowances for Doubtful Accounts	<u>36,388</u>	<u>-</u>	<u>1,371</u>	<u>37,759</u>
131 Investments - Unrestricted	596,124	-	111,000	707,124
132 Investments - Restricted	-	-	-	-
135 Investments - Restricted for Payment of Current Liability	-	-	-	-
142 Prepaid Expenses and Other Assets	18,496	-	-	18,496
143 Inventories	17,007	-	-	17,007
143.1 Allowance for Obsolete Inventories	(1,701)	-	-	(1,701)
144 Inter Program Due From	-	-	131	131
145 Assets Held for Sale	-	-	-	-
<b>150 Total Current Assets</b>	<b><u>1,440,530</u></b>	<b><u>-</u></b>	<b><u>584,826</u></b>	<b><u>2,025,356</u></b>
161 Land	1,324,708	-	-	1,324,708
162 Buildings	11,311,728	-	-	11,311,728
163 Furniture, Equipment & Machinery - Dwellings	-	-	-	-
164 Furniture, Equipment & Machinery - Administration	225,080	-	3,735	228,815
165 Leasehold Improvements	-	-	-	-
166 Accumulated Depreciation	(8,964,496)	-	(3,735)	(8,968,231)
167 Construction in Progress	14,327	-	-	14,327
168 Infrastructure	-	-	-	-
160 Total Capital Assets, Net of Accumulated Depreciation	<u>3,911,347</u>	<u>-</u>	<u>-</u>	<u>3,911,347</u>
171 Notes, Loans and Mortgages Receivable - Non-Current	-	-	-	-
172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due	-	-	-	-
173 Grants Receivable - Non Current	-	-	-	-
174 Other Assets	-	-	814,197	814,197
176 Investments in Joint Ventures	-	-	-	-
<b>180 Total Non-Current Assets</b>	<b><u>3,911,347</u></b>	<b><u>-</u></b>	<b><u>814,197</u></b>	<b><u>4,725,544</u></b>
<b>190 Total Assets</b>	<b><u>\$ 5,351,877</u></b>	<b><u>-</u></b>	<b><u>1,399,023</u></b>	<b><u>6,750,900</u></b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - BALANCE SHEET, CONTINUED  
As of June 30, 2012**

	Low Rent (901) & Capital Projects Fund (904) less ARRA grant	ARRA Grant 14.885 Formula Capital Fund Stimulus Grant	HomeOwner (903, 906 & 907)	Total
	Project Total		State/Local	
<b>LIABILITIES AND NET ASSETS</b>				
311 Bank Overdraft	\$ -	-	-	-
312 Accounts Payable <= 90 Days	29,785	-	3,616	33,401
313 Accounts Payable >90 Days Past Due	-	-	-	-
321 Accrued Wage/Payroll Taxes Payable	10,644	-	356	11,000
322 Accrued Compensated Absences - Current Portion	25,022	-	292	25,314
324 Accrued Contingency Liability	-	-	-	-
325 Accrued Interest Payable	-	-	-	-
331 Accounts Payable - HUD PHA Programs	-	-	-	-
332 Account Payable - PHA Projects	-	-	-	-
333 Accounts Payable - Other Government	-	-	-	-
341 Tenant Security Deposits	43,604	-	800	44,404
342 Deferred Revenues	6,013	-	1,384	7,397
343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue Bonds	-	-	-	-
344 Current Portion of Long-term Debt - Operating Borrowings	-	-	-	-
345 Other Current Liabilities	-	-	-	-
346 Accrued Liabilities - Other	-	-	-	-
347 Inter Program - Due To	131	-	-	131
348 Loan Liability - Current	-	-	-	-
<b>310 Total Current Liabilities</b>	<b>115,199</b>	<b>-</b>	<b>6,448</b>	<b>121,647</b>
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue	-	-	-	-
352 Long-term Debt, Net of Current - Operating Borrowings	-	-	-	-
353 Non-current Liabilities - Other	-	-	50,845	50,845
354 Accrued Compensated Absences - Non Current	-	-	-	-
355 Loan Liability - Non Current	-	-	-	-
356 FASB 5 Liabilities	-	-	-	-
357 Accrued Pension and OPEB Liabilities	-	-	-	-
350 Total Non-Current Liabilities	-	-	50,845	50,845
<b>300 Total Liabilities</b>	<b>115,199</b>	<b>-</b>	<b>57,293</b>	<b>172,492</b>
508.1 Invested In Capital Assets, Net of Related Debt	3,911,347	-	-	3,911,347
509.2 Fund Balance Reserved	-	-	-	-
511.2 Unreserved, Designated Fund Balance	-	-	-	-
511.1 Restricted Net Assets	-	-	814,197	814,197
512.1 Unrestricted Net Assets	1,325,331	-	527,532	1,852,863
512.2 Unreserved, Undesignated Fund Balance	-	-	-	-
513 Total Equity/Net Assets	5,236,678	-	1,341,729	6,578,407
<b>600 Total Liabilities and Equity/Net Assets</b>	<b>\$ 5,351,877</b>	<b>-</b>	<b>1,399,023</b>	<b>6,750,900</b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - STATEMENT OF REVENUES AND EXPENDITURES  
For the Year Ended June 30, 2012**

	Low Rent (901) & Capital Projects Fund (904) less ARRA grant	ARRA Grant 14.885 Formula Capital Fund Stimulus Grant	HomeOwner (903, 906 & 907) State/Local	Total
<b>REVENUES</b>	<b>Project Total</b>	<b>ARRA Grant</b>	<b>State/Local</b>	<b>Total</b>
70300 Net Tenant Rental Revenue	353,745	-	-	353,745
70400 Tenant Revenue - Other	11,208	-	-	11,208
70500 Total Tenant Revenue	364,953	-	-	364,953
70600 HUD PHA Operating Grants	555,639	1,077	-	556,716
70610 Capital Grants	466,649	-	-	466,649
70710 Management Fee	-	-	-	-
70720 Asset Management Fee	-	-	-	-
70730 Book Keeping Fee	-	-	-	-
70740 Front Line Service Fee	-	-	-	-
70750 Other Fees	-	-	-	-
70700 Total Fee Revenue	1,022,288	1,077	-	1,023,365
70800 Other Government Grants	-	-	-	-
71100 Investment Income - Unrestricted	867	-	1,786	2,653
71200 Mortgage Interest Income	-	-	-	-
71300 Proceeds from Disposition of Assets Held for Sale	-	-	-	-
71310 Cost of Sale of Assets	-	-	-	-
71400 Fraud Recovery	-	-	-	-
71500 Other Revenue	6,728	-	84,281	91,009
71600 Gain or Loss on Sale of Capital Assets	-	-	-	-
72000 Investment Income - Restricted	-	-	-	-
<b>70000 Total Revenue</b>	<b>1,394,836</b>	<b>1,077</b>	<b>86,067</b>	<b>1,481,980</b>
<b>EXPENSES</b>				
91100 Administrative Salaries	150,755	1,077	6,277	158,109
91200 Auditing Fees	9,558	-	653	10,211
91300 Management Fee	-	-	-	-
91310 Book-keeping Fee	-	-	-	-
91400 Advertising and Marketing	-	-	0	-
91500 Employee Benefit contributions - Administrative	49,585	-	2,060	51,645
91600 Office Expenses	19,265	-	862	20,127
91700 Legal Expense	-	-	-	-
91800 Travel	2,211	-	-	2,211
91810 Allocated Overhead	-	-	-	-
91900 Other	92,881	-	17,811	110,692
91000 Total Operating - Administrative	324,255	1,077	27,663	352,995
92000 Asset Management Fee	-	-	-	-
92100 Tenant Services - Salaries	-	-	-	-
92200 Relocation Costs	-	-	-	-
92300 Employee Benefit Contributions - Tenant Services	-	-	-	-
92400 Tenant Services - Other	-	-	-	-
92500 Total Tenant Services	-	-	-	-

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**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - STATEMENT OF REVENUES AND EXPENDITURES, CONTINUED  
For the Year Ended June 30, 2012**

	Low Rent (901) & Capital Projects Fund (904) less ARRA grant	ARRA Grant 14.885 Formula Capital Fund Stimulus Grant	HomeOwner (903, 906 & 907) State/Local	Total
	Project Total			
93100 Water	1,342	-	646	1,988
93200 Electricity	115,186	-	379	115,565
93300 Gas	2,240	-	589	2,829
93400 Fuel	-	-	-	-
93500 Labor	-	-	-	-
93600 Sewer	997	-	634	1,631
93700 Employee Benefit Contributions - Utilities	-	-	-	-
93800 Other Utilities Expense	-	-	-	-
93000 Total Utilities	119,765	-	2,248	122,013
94100 Ordinary Maintenance and Operations - Labor	117,929	-	-	117,929
94200 Ordinary Maintenance and Operations - Materials and Other	83,655	-	868	84,523
94300 Ordinary Maintenance and Operations Contracts	66,705	-	5,618	72,323
94500 Employee Benefit Contributions - Ordinary Maintenance	35,805	-	0	35,805
94000 Total Maintenance	304,094	-	6,486	310,580
95100 Protective Services - Labor	-	-	-	-
95200 Protective Services - Other Contract Costs	-	-	-	-
95300 Protective Services - Other	-	-	-	-
95500 Employee Benefit Contributions - Protective Services	-	-	-	-
95000 Total Protective Services	-	-	-	-
96110 Property Insurance	33,153	-	0	33,153
96120 Liability Insurance	8,896	-	2,313	11,209
96130 Workmen's Compensation	13,049	-	305	13,354
96140 All Other Insurance	26,719	-	23	26,742
96100 Total insurance Premiums	81,817	-	2,641	84,458
96200 Other General Expenses	-	-	-	-
96210 Compensated Absences	26,383	-	414	26,797
96300 Payments in Lieu of Taxes	-	-	-	-
96400 Bad debt - Tenant Rents	11,004	-	-	11,004
96500 Bad debt - Mortgages	-	-	-	-
96600 Bad debt - Other	-	-	-	-
96800 Severance Expense	-	-	-	-
96000 Total Other General Expenses	37,387	-	414	37,801
96710 Interest of Mortgage (or Bonds) Payable	-	-	-	-
96720 Interest on Notes Payable (Short and Long Term)	-	-	-	-
96730 Amortization of Bond Issue Costs	-	-	-	-
96700 Total Interest Expense and Amortization Cost	-	-	-	-
<b>96900 Total Operating Expenses</b>	<b>867,318</b>	<b>1,077</b>	<b>39,452</b>	<b>907,847</b>
<b>97000 Excess of Operating Revenue over Operating Expenses</b>	<b>527,518</b>	<b>-</b>	<b>46,615</b>	<b>574,133</b>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - STATEMENT OF REVENUES AND EXPENDITURES, CONTINUED  
For the Year Ended June 30, 2012**

	Low Rent (901) & Capital Projects Fund (904) less ARRA grant	ARRA Grant 14.885 Formula Capital Fund Stimulus Grant	HomeOwner (903, 906 & 907) State/Local	Total
	<u>Project Total</u>	<u>ARRA Grant 14.885 Formula Capital Fund Stimulus Grant</u>	<u>State/Local</u>	<u>Total</u>
97100 Extraordinary Maintenance	14,961	-	-	14,961
97200 Casualty Losses - Non-capitalized	-	-	-	-
97300 Housing Assistance Payments	-	-	-	-
97350 HAP Portability-In	-	-	-	-
97400 Depreciation Expense	291,691	-	-	291,691
97500 Fraud Losses	-	-	-	-
97600 Capital Outlays - Governmental Funds	-	-	-	-
97700 Debt Principal Payment - Governmental Funds	-	-	-	-
97800 Dwelling Units Rent Expense	-	-	-	-
<b>90000 Total Expenses</b>	<b>1,173,970</b>	<b>1,077</b>	<b>39,452</b>	<b>1,214,499</b>
10010 Operating Transfer In	-	-	-	-
10020 Operating Transfer Out	-	-	-	-
10030 Operating Transfers from/to Primary Government	-	-	-	-
10040 Operating Transfers from/to Component Unit	-	-	-	-
10050 Proceeds from Notes, Loans and Bonds	-	-	-	-
10060 Proceeds from Property Sales	-	-	-	-
10070 Extraordinary Items, Net Gain/Loss	-	-	-	-
10080 Special Items (Net Gain/Loss)	-	-	-	-
10091 Inter Project Excess Cash Transfer In	-	-	-	-
10092 Inter Project Excess Cash Transfer Out	-	-	-	-
10093 Transfers between Program and Project - In	-	-	-	-
10094 Transfers between Project and Program - Out	-	-	-	-
10100 Total Other financing Sources (Uses)	-	-	-	-
<b>10000 Excess (Deficiency) of Total Revenue Over (Under) Total Expenses</b>	<b>220,866</b>	<b>-</b>	<b>46,615</b>	<b>267,481</b>

The accompanying notes are integral to these financial statements



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - STATEMENT OF REVENUES AND EXPENDITURES, CONTINUED  
For the Year Ended June 30, 2012**

	<b>Low Rent (901) &amp; Capital Projects Fund (904) less ARRA grant</b>	<b>ARRA Grant 14.885 Formula Capital Fund Stimulus Grant</b>	<b>HomeOwner (903, 906 &amp; 907)</b>	
	<b>Project Total</b>	<b>State/Local</b>	<b>Total</b>	
11020 Required Annual Debt Principal Payments	-	-	-	-
11030 Beginning Equity	5,015,797	-	1,295,132	6,310,929
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	15	-	(15)	-
11050 Changes in Compensated Absence Balance	-	-	-	-
11060 Changes in Contingent Liability Balance	-	-	-	-
11070 Changes in Unrecognized Pension Transition Liability	-	-	-	-
11080 Changes in Special Term/Severance Benefits Liability	-	-	-	-
11090 Changes in Allowance for Doubtful Accounts - Dwelling Rents	-	-	-	-
11100 Changes in Allowance for Doubtful Accounts - Other	-	-	-	-
11170 Administrative Fee Equity	-	-	-	-
11180 Housing Assistance Payments Equity	-	-	-	-
11190 Unit Months Available	2,640	-	-	2,640
11210 Number of Unit Months Leased	2,517	-	-	2,517
11270 Excess Cash	1,231,014	-	-	1,231,014
11610 Land Purchases	-	-	-	-
11620 Building Purchases	190,658	-	-	190,658
11630 Furniture & Equipment - Dwelling Purchases	-	-	-	-
11640 Furniture & Equipment - Administrative Purchases	6,599	-	-	6,599
11650 Leasehold Improvements Purchases	-	-	-	-
11660 Infrastructure Purchases	-	-	-	-
13510 CFFP Debt Service Payments	-	-	-	-
13901 Replacement Housing Factor Funds	-	-	-	-

The accompanying notes are integral to these financial statements