



# HINKLE + LANDERS

Certified Public Accountants + Business Consultants

## **CITY OF ALAMOGORDO**

### **INDEPENDENT AUDITORS' REPORT AND FINANCIAL STATEMENTS**

**For the Year Ended June 30, 2013**



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO**

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**STATE OF NEW MEXICO  
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**OFFICIAL ROSTER  
As of June 30, 2013**

Susie Galea..... Mayor

Al Hernandez..... Mayor – Pro-tem

City Commissioners

Jason Baldwin. .... Commissioner – District 1

Nadia Sikes ..... Commissioner – District 2

Robert Rentschler..... Commissioner – District 3

Josh Rardin..... Commissioner – District 4

Al Hernandez..... Commissioner – District 5

Jim Talbert ..... Commissioner – District 6

Susie Galea..... Commissioner – District 7

City Staff

James Stahle..... City Manager

Ken Johnson..... Finance Director



## **INDEPENDENT AUDITORS' REPORT**

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

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of the City of Alamogordo, New Mexico (the "City"), as of and for the year ended June 30, 2013, and the related notes to the financial statements which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service funds, each fiduciary funds, and the budgetary comparisons for the major capital project funds, permanent fund, proprietary funds, and all nonmajor funds presented as supplementary information, as defined by the Government Accounting Standard Board in the accompanying combining and individual fund financial statements as of and for the year ended June 30, 2013, as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the

effectiveness of the entity's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### **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 discreetly presented component unit, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2013, and the respective changes in financial position and where applicable, cash flows thereof and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, and internal service fund of the City as of June 30, 2013, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the major capital project funds, permanent fund, proprietary funds, and all nonmajor funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis as identified in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### **Other Information**

Our audit was conducted for the purpose of forming opinions on the City's financial statements, the combining and individual fund financial statements, the schedule of changes in assets and liabilities - agency funds, and the budgetary comparisons. The schedule of expenditures of federal awards as required by Office of Management and Budget *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, and the other schedules listed as "other supplemental information" in the table of contents, required by 2.2.2.NMAC are presented for purposes of additional analysis and are not a required part of the basic financial statements.



The *schedule of expenditures of federal awards and other schedules listed as "other supplemental information" in the table of contents, required by 2.2.2 NMAC* are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the *schedule of expenditures of federal awards and other schedules listed as "other supplemental information" in the table of contents required by 2.2.2 NMAC* are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated February 12, 2014 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Hinkle + Landers, P.C.  
Albuquerque, NM  
February 12, 2014

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

As management of the City of Alamogordo, we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with the letter of transmittal, at the front of this report and the City's financial statements, which follow this section.

**A. FINANCIAL HIGHLIGHTS:**

- The assets and deferred outflows of resources of the City exceeded its liabilities at the close of the most recent fiscal year by \$142,448,992 (*net position*). Of this amount, \$43,776,861 represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net position increased \$7,939,940 primarily because of additional investments in capital assets and reduction in bonds, notes and leases payable
- At the close of the current fiscal year, the City's governmental funds reported combined fund balances of \$48,051,068, a decrease of \$8,419,486 in comparison with the prior year. Approximately 19% of this amount (\$9,206,760) is available for spending at the government's discretion (*unrestricted fund balance*).
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$9,334,136.
- The City's outstanding bonds and notes payable (long-term debt) decreased by \$3,288,593 during the current fiscal year.

**B. OVERVIEW OF THE FINANCIAL STATEMENTS:**

The discussion and analysis provided here are intended to serve as an introduction to the City of Alamogordo's basic financial statements. The City's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

*B1. Government-Wide Financial Statements.*

The *first two statements are government-wide financial statements* that provide readers with both long-term and short-term information about the City's overall financial status.

The *statement of net position* presents financial information on all of the City's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or decreasing.

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MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

The *statement of activities* presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Alamogordo that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Alamogordo include general government, public safety, public works, culture and recreation, and health and welfare. The business-type activities of the City itself include a water & sewer, solid waste collections, bonito lake, desert lakes golf course, the white sand regional airport and the public housing agency (PHA).

The government-wide financial statements include not only the City of Alamogordo itself (known as the *primary government*), but also a legally separate Public Housing Agency (PHA) and a legally separate regional landfill for which the City is financially accountable. Financial information for PHA and the component unit is reported separately from the financial information presented for the primary government itself. The PHA, although legally separate, functions for all practical purposes as a department of the City of Alamogordo, and therefore has been included under business-type activity.

The government-wide financial statements are identified in the table of contents of this report. The remaining statements are fund financial statements that focus on individual parts of the City government, reporting the City's operations in more detail than the government-wide statements.

*B2. Fund Financial Statements.*

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Alamogordo like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Alamogordo can be divided into four categories: governmental funds, proprietary funds, fiduciary funds, and permanent fund..

*Governmental Funds.* *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

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For the Year Ended June 30, 2013**

The City of Alamogordo maintains a number of individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and the capital projects funds, which are considered to be major funds. Data from the non-major governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The City of Alamogordo adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The basic governmental fund financial statements are identified in the table of contents of this report.

*Proprietary Funds.* The City of Alamogordo maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its Water and Sewer Utility. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to provide financing for activities of services provided in-house. The City currently provides central services for personnel, safety, fleet, management information systems and facility maintenance. In addition, the primary insurance for liability and auto and other insurance protection provided for all functions is recorded within the Internal Service Fund. Specific information on our risk management practices can be found in the Notes to the financial statements. Central services are rendered to other department/divisions on a cost-reimbursement basis. However, because these central services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water & Sewer Utility, which is considered to be a major fund of the City of Alamogordo. Conversely, both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds are provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The basic proprietary fund financial statements are identified in the table of contents of this report.

*Fiduciary Funds.* Fiduciary funds are used to account for resources held for the benefit of parties outside of the government. Fiduciary funds are *not* reported in the government-wide financial statements because the resources of those funds *are* not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The City of Alamogordo maintains three different types of fiduciary funds or agency funds. The *Police Court Bonds, State Judicial and the Corp of Engineers Escrow Account* is used to report resource held by the City in a custodial capacity for individuals and other governmental units.

The fiduciary fund financial statements are identified in the table of contents of this report.

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CITY OF ALAMOGORDO  
MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

*B3. Notes to the Financial Statements.* The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are identified in the table of contents of this report.

*B4. Other Information.* In addition to the basic financial statements and accompanying notes, this report also presents *required supplemental information* concerning the City's progress in funding its obligation to provide pension and OPEB benefits to its employees. Required supplementary information are identified in the table of contents of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information on pensions and OPEB. Combining and individual fund statements and schedules are identified in the table of contents of this report.

**C. FINANCIAL ANALYSIS OF THE CITY AS A WHOLE:**

*C1. Net Position.* As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. In the case of the City of Alamogordo's, assets and deferred outflows of resources exceeded liabilities by \$77,535,299 in 2013.

	Governmental activities		Business-type activities		Total	
	2013	2012	2013	2012	2013	2012
Current and other assets	\$ 51,157,700	\$ 61,242,456	\$ 16,719,718	\$ 17,200,171	\$ 67,877,418	\$ 78,442,627
Capital assets (net)	59,669,264	55,786,407	79,494,646	70,464,074	139,163,910	126,250,481
Total assets	110,826,964	117,028,863	96,214,364	87,664,245	207,041,328	204,693,108
Long-term liabilities outstanding	\$ 28,623,701	\$ 31,741,077	\$ 28,014,915	\$ 29,689,531	\$ 56,638,616	\$ 61,430,608
Other liabilities	4,667,964	5,007,862	3,285,826	3,135,972	7,953,790	8,143,834
Total liabilities	33,291,665	36,748,939	31,300,741	32,825,503	64,592,406	69,574,442
Net position:						
Net investment in capital assets	\$ 28,986,431	\$ 22,971,750	\$ 41,636,578	\$ 43,172,259	\$ 70,623,009	\$ 66,144,009
Restricted	26,503,952	30,614,264	1,545,100	1,584,896	28,049,052	32,199,160
Unrestricted	22,044,916	26,693,910	21,731,945	9,471,903	43,776,861	36,165,813
Total net position	\$ 77,535,299	\$ 80,279,924	\$ 64,913,623	\$ 54,229,058	\$ 142,448,922	\$ 134,508,982

By far, the largest portion of the City of Alamogordo's net position (49.58%) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$28,049,052 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

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MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

*C2. Changes in Net Position.* At the end of the current fiscal year, the City of Alamogordo is able to report positive balances in all reported categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same has held true for the prior fiscal year.

The City's overall net position increased \$7,939,940 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

*C3. Governmental Activities.* During the current fiscal year, net position for governmental activities decreased \$2,744,625 from the prior fiscal year for an ending balance of \$77,535,299.

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
<b>Program revenues:</b>						
Charges for services	\$ 1,122,202	\$ 1,090,882	\$ 13,196,467	\$ 13,218,006	\$ 14,318,669	\$ 14,308,888
Operating grants and contributions	3,785,488	1,779,047	1,533,539	1,025,470	5,319,027	2,804,517
Capital grants and contributions	264,561	307,543	-	-	264,561	307,543
<b>General revenues:</b>						
Property taxes	3,710,522	3,612,599	-	-	3,710,522	3,612,599
Other taxes	21,806,054	21,947,337	-	-	21,806,054	21,947,337
Investment earnings	221,317	112,382	55,205	34,658	276,522	147,040
Other	2,252,173	2,393,778	112,049	123,653	2,364,222	2,517,431
Total revenues	<u>\$ 33,162,317</u>	<u>\$ 31,243,568</u>	<u>\$ 14,897,260</u>	<u>\$ 14,401,787</u>	<u>\$ 48,059,577</u>	<u>\$ 45,645,355</u>
<b>Expenses:</b>						
General government	\$ 6,978,603	\$ 7,171,060	\$ -	\$ -	\$ 6,978,603	\$ 7,171,060
Public safety	5,559,072	4,734,037	-	-	5,559,072	4,734,037
Public works	8,678,931	10,443,262	-	-	8,678,931	10,443,262
Culture and recreation	2,111,698	1,529,771	-	-	2,111,698	1,529,771
Health and welfare	277,802	246,056	-	-	277,802	246,056
Interest on long-term debt	1,091,583	1,027,528	-	-	1,091,583	1,027,528
Water & Sewer	-	-	8,546,684	8,612,036	8,546,684	8,612,036
Other various	-	-	6,257,595	5,070,797	6,257,595	5,070,797
Total expenses	<u>24,697,689</u>	<u>25,151,714</u>	<u>14,804,279</u>	<u>13,682,833</u>	<u>39,501,968</u>	<u>38,834,547</u>
Increase (decrease) in net position before transfers	8,464,628	6,091,854	92,981	718,954	8,557,609	6,810,808
Transfers	(10,619,494)	1,306,204	10,621,214	(1,304,534)	1,720	1,670
Increase (decrease) in net position	<u>(2,154,866)</u>	<u>7,398,058</u>	<u>10,714,195</u>	<u>(585,580)</u>	<u>8,559,329</u>	<u>6,812,478</u>
Net position - beginning	80,279,924	73,180,206	54,229,058	54,735,996	(1,580,725)	358,582
Restatement	(589,759)	(298,341)	(29,630)	78,642	(619,389)	(219,699)
Net position - beginning, restated	<u>79,690,165</u>	<u>72,881,865</u>	<u>54,199,428</u>	<u>54,814,638</u>	<u>(2,200,114)</u>	<u>138,883</u>
Net position - ending	<u>\$ 77,535,299</u>	<u>\$ 80,279,924</u>	<u>\$ 64,913,623</u>	<u>\$ 54,229,058</u>	<u>\$ 6,359,214</u>	<u>\$ 6,951,361</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

*C4. Business-type Activities.* For the City of Alamogordo’s business-type activities, the results for the current fiscal year were positive in that overall net position increased to reach an ending balance of \$64,913,623. The total increase in net position for business-type activities (water and sewer utility) was \$10,684,565 or 19.7% from the prior fiscal year. The growth, in large part, is attributable to a decrease in revenues for services coupled with a decrease in the related expenses. As a result, revenues from water/sewer activity charges for services decreased \$21,539, over the previous year's amount. An additional cause for the overall increase was a reduction in water/sewer expenditures by \$65,352 as compared to the prior year’s amount.

**D. FINANCIAL ANALYSIS OF THE CITY’S FUNDS:**

As noted earlier, the City of Alamogordo uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

*D1. Governmental Funds.* The focus of the City of Alamogordo’s *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City’s financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government’s net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City’s Council.

At June 30, 2013, the City of Alamogordo’s governmental funds reported combined fund balances of \$48,051,068, a decrease of \$8,419,486 in comparison with the prior year. Approximately 19% of this amount (\$9,206,760) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is either *nonspendable, restricted, committed, or assigned* to indicate that it is 1) not in spendable form (\$6,257), 2) restricted for particular purposes (\$34,961,629), 3) committed for particular purposes (\$1,827,586), or 4) assigned for particular purposes (\$2,048,836).

	2013		2012	
Fund balances:				
Nonspendable	\$ 6,257	0.01%	\$ 6,787	0.01%
Restricted	34,961,629	72.76%	33,671,811	59.63%
Committed	1,827,586	3.80%	3,604,452	6.38%
Assigned	2,048,836	4.26%	10,671,371	18.90%
Unassigned	9,206,760	19.16%	8,516,134	15.08%
Total fund balances	<u>\$ 48,051,068</u>		<u>\$ 56,470,555</u>	

The general fund is the chief operating fund of the City of Alamogordo. At the end of the current fiscal year, unassigned fund balance of the general fund was \$9,334,136, while total fund balance increased to \$9,436,795. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents approximately 70.35% of total general fund expenditures.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

	2013		2012	
Fund balances:				
Nonspendable	\$ 6,257	0.01%	\$ 6,787	0.01%
Restricted	-	0.00%	-	0.00%
Committed	-	0.00%	-	0.00%
Assigned	96,402	0.20%	384,543	0.68%
Unassigned	9,334,136	19.43%	8,596,924	15.22%
Total fund balances	<u>\$ 9,436,795</u>		<u>\$ 8,988,254</u>	

The fund balance of the City of Alamogordo's general fund increased by \$448,541 during the fiscal year. The current assets were reduced by \$53,964. This reduction was related to an increase in liabilities by \$659,292.

The four major capital projects funds, (F109, F117, F118 and F119) had the following changes in fund balance:

	2013		2012		Differences	
2004 GRT Capital Outlay (F109)	\$ 5,569,817	\$ 3,331,579	\$ 2,238,238	67.18%		
2011 Water Refunding (F117)	\$ 706,267	\$ 5,941,064	\$ (5,234,797)	-88.11%		
Street Projects (F118)	\$ 6,782,653	\$ 7,526,880	\$ (744,227)	-9.89%		
GRT Refunding (F119)	\$ 2,498,086	\$ 3,972,110	\$ (1,474,024)	-37.11%		

The large decrease in fund balance was caused mainly by the spending of resources obtained through the issuance of long-term debt in the prior period on capital acquisition and construction in the current period. That is, the fund balance that resulted from the previous long-term debt issuance was spent down during the current period as the related capital projects progressed.

Additional information on the City of Alamogordo's fund balances can be found in the Notes to the financial statements.

*D2. Proprietary Funds.* The City of Alamogordo's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the Water and Sewer Utility at the end of the year was \$18,656,192. The total change in net position for this fund was \$10,756,039.

*D3. General Fund Budgetary Highlights*

*Original budget compared to final budget.* During the year there were no significant amendments to the original general fund budget for anticipated revenues and appropriations. However, there was a 1.49% increase in the anticipated revenues.

*Final budget compared to actual results.* The actual revenues as compared to the final budget produced a positive variance of \$109,692 for the general fund or approximately a .7% increase in the total anticipated revenues. The most significant differences between estimated revenues and actual revenues were as follows:



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

	Original	Final	Actual	Variance Favorable/ (Unfavorable)
Revenues:				
Taxes and fees	\$ 5,577,049	\$ 5,584,947	\$ 5,837,479	\$ 252,532
Fees and permits	1,031,746	1,076,189	1,082,444	6,255
State shared fees	7,494,148	7,478,882	7,470,872	(8,010)
Miscellaneous	1,470,450	1,665,863	1,524,778	(141,085)
Total Revenues:	<u>\$ 15,573,393</u>	<u>\$ 15,805,881</u>	<u>\$ 15,915,573</u>	<u>\$ 109,692</u>

A review of actual expenditures compared to the appropriations in the final general fund budget yields a positive variance of \$2,062,655 or 17.79% of the amended appropriations.

**E. CAPITAL ASSET AND DEBT ADMINISTRATION:**

*E1. Capital assets.* The City of Alamogordo's investment in capital assets for its governmental and business-type activities as of June 30, 2013, amounts to \$70,623,009 (net of debt and accumulated depreciation). This investment in capital assets includes land, buildings, machinery, equipment, vehicles, park facilities, roads, and highways; as well as, the water and sewer treatment plants. The total increase in capital assets for the current fiscal year was approximately \$13,523,113, or 10.8%, over the previous year.

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 8,235,275	\$ 8,187,094	\$ 6,970,264	\$ 6,953,076	\$ 15,205,539	\$ 15,140,170
Construction in progress	742,445	5,715,191	1,086,443	6,287,006	1,828,888	12,002,197
Buildings and improvements, net	8,566,801	6,368,666	9,324,293	9,131,478	17,891,094	15,500,144
Machinery, equipment and vehicles, net	2,910,574	2,089,992	3,308,019	1,261,303	6,218,593	3,351,295
Unscheduled property, net	905,631	857,128	946,942	368,169	1,852,573	1,225,297
Infrastructure, net	38,308,538	32,568,336	57,858,686	45,853,359	96,167,224	78,421,695
Total capital assets, net	<u>\$ 59,669,264</u>	<u>\$ 55,786,407</u>	<u>\$ 79,494,647</u>	<u>\$ 69,854,391</u>	<u>\$ 139,163,911</u>	<u>\$ 125,640,798</u>

Major capital asset events during the current fiscal year included the following:

**Governmental:**

- Various projects related to streets, drainage canals, and flood control at a cost of \$9,961,382.
- Vehicle purchases for various departments at a cost of \$1,197,991.

**Business –Type:**

- Waste Water Treatment Plant Equipment Upgrades at a total cost of \$2,192,711.
- Waste Water Treatment Plant Upgrades at a cost of \$7,981,350.
- Various Projects related to Pipelines Construction, waterline replacement, and sewer line replacement at a cost of \$5,685,562.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

Depreciation totaled \$4,273,320 for Governmental Activities and \$3,359,271 for Business-Type Activities.

Additional information on the City of Alamogordo's capital assets can be found in the Notes to the financial statements.

*E2. Long-term Debt.* At the end of the current fiscal year, the City of Alamogordo had total debt outstanding of \$61,462,708. Of this amount, \$10,055,000 went into public works improvements, \$29,300,857 went into infrastructure improvements, and \$12,985,358 went into improvements of the water/sewer system. The remainder of the City's long-term obligations is comprised of general obligation bonds \$7,792,100, backed by property tax receipts and compensated absences of \$1,329,393.

The City of Alamogordo's total debt decreased by \$3,216,863, (or approximately 5%) during the current fiscal year. The City and its Water and Sewer Utility both maintain an "A1" rating from Moody's Investors Service for GRT and Utility debt and an "Aa3" rating for general obligation debt. State statutes limit the legal general obligation debt margin as defined by state statutes to 4% of the assessed property value of the City. The current debt limitation for the City is \$20,444,262, which is significantly in excess of the City's outstanding general obligation debt.

Additional information on the City of Alamogordo's long-term debt can be found in the Notes to the financial statements.

**F. ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES:**

The following economic factors currently affect the City of Alamogordo and were considered in developing the 2013-14 fiscal year budget.

- The economy continues to struggle.
- The unemployment rate for the City of Alamogordo was 6.6%, which is a significant increase from a rate of 5.5% a year ago because of the current recession. The unemployment rate is likely to remain at the current rate.
- There will not be an increase in the gross receipt tax or property tax rates.
- There will not be any increases in the rates on the City of Alamogordo's current fee schedule.
- Interest rates are expected to remain at record low levels throughout fiscal year 2013-14.
- On the expenditure side, increases are expected in employer health insurance premiums, employer pension costs, as well as, cost of living increases in materials and supplies.
- Contract settlements with all of the City of Alamogordo's unions.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
MANAGEMENT DISCUSSION AND ANALYSIS (UNAUDITED)  
For the Year Ended June 30, 2013**

G. CONTACTING THE CITY'S FINANCIAL MANAGEMENT:

This financial report is designed to provide a general overview of the City of Alamogordo's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Finance Director, 1376 E. Ninth Street, City of Alamogordo, Alamogordo, NM 88310.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF NET POSITION  
As of June 30, 2013**

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Regional Landfill (94)
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 3,259,443	1,587,034	4,846,477	22,331
Investments	43,612,737	12,757,159	56,369,896	2,404,183
Receivables, net	19,536	688,558	708,094	20,016
Taxes and franchise receivables	3,603,921	43,965	3,647,886	1,166
Grants receivable	164,539	-	164,539	-
Due from other funds	163,283	-	163,283	-
Inventory and prepaid expenses	334,241	1,010,946	1,345,187	-
Bond issue costs, net	-	-	-	-
Other assets	-	-	-	-
Total current assets	<u>51,157,700</u>	<u>16,087,662</u>	<u>67,245,362</u>	<u>2,447,696</u>
Non-current assets:				
Restricted cash	-	568,047	568,047	-
Restricted cash held in investments	-	64,009	64,009	649,896
Capital assets not being depreciated	8,977,720	8,056,707	17,034,427	1,526,005
Capital assets being depreciated, net	<u>50,691,544</u>	<u>71,437,939</u>	<u>122,129,483</u>	<u>1,899,717</u>
Total non-current assets	<u>59,669,264</u>	<u>80,126,702</u>	<u>139,795,966</u>	<u>4,075,618</u>
Total assets	<u>\$ 110,826,964</u>	<u>96,214,364</u>	<u>207,041,328</u>	<u>6,523,314</u>
<b>Liabilities</b>				
Current liabilities:				
Accounts payable	\$ 660,615	397,639	1,058,254	34,638
Due to other funds	-	163,283	163,283	-
Accrued payroll liabilities	310,347	118,476	428,823	9,456
Accrued interest payable	109,389	161,540	270,929	-
Bonds, notes and leases payable	2,087,028	1,435,111	3,522,139	-
Deposits	31,526	632,056	663,582	-
Compensated absences	1,100,000	201,953	1,301,953	15,000
Unearned Revenue	<u>369,059</u>	<u>175,768</u>	<u>544,827</u>	<u>(33)</u>
Total current liabilities	<u>4,667,964</u>	<u>3,285,826</u>	<u>7,953,790</u>	<u>59,061</u>
Long-term liabilities:				
Compensated absences - long-term portion	27,896	-	27,896	3,089
Bonds, notes and leases payable	28,595,805	28,014,915	56,610,720	-
Landfill post-closure costs	-	-	-	709,896
Total long-term liabilities	<u>28,623,701</u>	<u>28,014,915</u>	<u>56,638,616</u>	<u>712,985</u>
Total liabilities	<u>33,291,665</u>	<u>31,300,741</u>	<u>64,592,406</u>	<u>772,046</u>
<b>Net position</b>				
Net investment in capital assets	28,986,431	41,636,578	70,623,009	3,425,722
Restricted for:				
Capital projects	20,337,734	-	20,337,734	-
Debt service	633,383	-	633,383	-
Other purposes	5,532,835	1,545,100	7,077,935	649,896
Unrestricted	<u>22,044,916</u>	<u>21,731,945</u>	<u>43,776,861</u>	<u>1,675,650</u>
Total net position	<u>77,535,299</u>	<u>64,913,623</u>	<u>142,448,922</u>	<u>5,751,268</u>
Total liabilities and net position	<u>\$ 110,826,964</u>	<u>96,214,364</u>	<u>207,041,328</u>	<u>6,523,314</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, 2013**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Change in Net position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Regional Landfill (94)
Primary government:								
Governmental activities:								
General government	\$ 6,978,603	843,552	137,402	23,202	(5,974,447)	-	(5,974,447)	-
Public safety	5,559,072	7,393	640,647	-	(4,911,031)	-	(4,911,031)	-
Public works	8,678,931	-	2,367,303	241,359	(6,070,269)	-	(6,070,269)	-
Culture and recreation	2,111,698	271,256	462,681	-	(1,377,761)	-	(1,377,761)	-
Health and welfare	277,802	-	177,455	-	(100,347)	-	(100,347)	-
Interest expense	1,091,583	-	-	-	(1,091,583)	-	(1,091,583)	-
Total governmental activities	<u>24,697,689</u>	<u>1,122,202</u>	<u>3,785,488</u>	<u>264,561</u>	<u>(19,525,438)</u>	<u>-</u>	<u>(19,525,438)</u>	<u>-</u>
Business-type activities:								
Water & sewer	8,546,684	9,242,260	-	-	-	695,576	695,576	-
Public housing program	1,578,342	527,650	848,192	-	-	(202,500)	(202,500)	-
Solid waste collections	1,871,236	1,960,114	-	-	-	88,878	88,878	-
Bonito lake	833,333	32,916	566,190	-	-	(234,227)	(234,227)	-
Desert Lakes golf course	1,560,553	1,246,077	-	-	-	(314,476)	(314,476)	-
White Sands regional airport	414,131	187,450	119,157	-	-	(107,524)	(107,524)	-
Total business-type activities	<u>14,804,279</u>	<u>13,196,467</u>	<u>1,533,539</u>	<u>-</u>	<u>-</u>	<u>(74,273)</u>	<u>(74,273)</u>	<u>-</u>
Total primary government	<u>\$ 39,501,968</u>	<u>14,318,669</u>	<u>5,319,027</u>	<u>264,561</u>	<u>(19,525,438)</u>	<u>(74,273)</u>	<u>(19,599,711)</u>	<u>-</u>
Component unit:								
Regional Landfill	\$ <u>1,210,235</u>	<u>1,149,081</u>	<u>-</u>	<u>-</u>				<u>(61,154)</u>
Taxes								
Property taxes levied for general purposes					3,710,522	-	3,710,522	-
Gross receipt taxes and fees					10,145,050	-	10,145,050	-
State shared taxes and fees					7,944,568	-	7,944,568	-
Other taxes					3,716,436	-	3,716,436	-
Miscellaneous					2,252,173	112,299	2,364,472	9,414
Investment earnings					221,317	55,205	276,522	13,590
Gain/(loss) on sale of assets					-	(250)	(250)	-
Transfers					(10,619,494)	10,621,214	1,720	(1,720)
Total general revenues and transfers					<u>17,370,572</u>	<u>10,788,468</u>	<u>28,159,040</u>	<u>21,284</u>
Changes in net position					<u>(2,154,866)</u>	<u>10,714,195</u>	<u>8,559,329</u>	<u>(39,870)</u>
Net position - beginning					80,279,924	54,229,058	134,508,982	5,801,650
Restatement					(589,759)	(29,630)	(619,389)	(10,512)
Net position - beginning, restated					<u>79,690,165</u>	<u>54,199,428</u>	<u>133,889,593</u>	<u>5,791,138</u>
Net position - ending					<u>\$ 77,535,299</u>	<u>64,913,623</u>	<u>142,448,922</u>	<u>5,751,268</u>

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
As of June 30, 2013**

	Major Funds						Other Non- major Governmental Funds	Total Governmental Funds
		44	109	117	118	119		
	General Fund	Special Revenue Transportation	2004 GRT Capital Outlay	2011 Water Refunding	Street Projects	GRT Refunding		
<b>Assets</b>								
Cash and cash equivalents	\$ 1,497,679	94,368	70,169	16,428	43,354	18,343	938,229	2,678,570
Investments	6,265,065	1,266,232	5,067,211	689,839	6,739,897	2,616,719	20,158,593	42,803,556
Receivables, net	12,061	3	-	-	-	-	2,274	14,338
Taxes and franchise receivable	2,033,328	104,382	467,897	-	-	-	998,314	3,603,921
Grants receivable	(279)	13,844	-	-	-	-	150,974	164,539
Due from other funds	181,047	-	-	-	-	-	-	181,047
Prepaid	6,257	-	-	-	-	-	-	6,257
Other assets	-	-	-	-	-	-	-	-
Total assets	\$ <u>9,995,158</u>	<u>1,478,829</u>	<u>5,605,277</u>	<u>706,267</u>	<u>6,783,251</u>	<u>2,635,062</u>	<u>22,248,384</u>	<u>49,452,228</u>
<b>Liabilities</b>								
Accounts payable	116,331	42,676	35,460	-	598	136,976	170,529	502,570
Due to other funds	-	-	-	-	-	-	17,764	17,764
Accrued payroll liabilities	247,262	10,376	-	-	-	-	26,124	283,762
Deposits	31,526	-	-	-	-	-	-	31,526
Unearned revenue	6,457	-	-	-	-	-	362,602	369,059
Total liabilities	<u>401,576</u>	<u>53,052</u>	<u>35,460</u>	<u>-</u>	<u>598</u>	<u>136,976</u>	<u>577,019</u>	<u>1,204,681</u>
Deferred inflows of resources	<u>156,787</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,692</u>	<u>196,479</u>
<b>Fund balances</b>								
Nonspendable: Prepaid expense	6,257	-	-	-	-	-	-	6,257
Restricted	-	-	5,464,230	-	6,631,570	2,274,505	20,591,324	34,961,629
Committed	-	1,397,804	-	-	-	-	429,782	1,827,586
Assigned	96,402	27,973	105,587	706,267	151,083	223,581	737,943	2,048,836
Unassigned	9,334,136	-	-	-	-	-	(127,376)	9,206,760
Total fund balances	<u>9,436,795</u>	<u>1,425,777</u>	<u>5,569,817</u>	<u>706,267</u>	<u>6,782,653</u>	<u>2,498,086</u>	<u>21,631,673</u>	<u>48,051,068</u>
Total liabilities deferred inflows of resources, and fund balances	\$ <u>9,995,158</u>	<u>1,478,829</u>	<u>5,605,277</u>	<u>706,267</u>	<u>6,783,251</u>	<u>2,635,062</u>	<u>22,248,384</u>	<u>49,452,228</u>

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 POSITION  
As of June 30, 2013**

Fund balances reported in governmental funds balance sheet	\$ 48,051,068
Amount reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.	59,669,264
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 Position.	1,403,963
Some revenue is deferred in the funds but accrued as revenue in the government-wide statements and added to net position.	-
Other assets (bond issue costs) are not available to pay for current period expenditures and therefore are deferred in the funds.	-
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	(30,682,833)
Compensated absences (less Internal Service Funds)	(993,253)
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.	(109,389)
In order to convert to the full accrual basis of accounting, it is necessary to recognize deferred inflows of property tax revenue as revenue.	<u>196,479</u>
Net position of governmental activities	<u>\$ 77,535,299</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, 2013**

	Major Funds						Other Governmental Non-major Funds	Total Governmental Funds
		44 Special Revenue	109	117	118	119		
	General Fund	Transportation	2004 GRT Capital Outlay	2011 Water Refunding	Street Projects	GRT Refunding		
<b>Revenues</b>								
Taxes and fees	\$ 14,270,596	955,755	3,005,941	-	-	-	7,242,789	25,475,081
Fines and forfeitures	332,607	-	-	-	-	-	181,249	513,856
Federal grants	-	-	-	-	-	-	169,844	169,844
Other grants and gifts	15,121	124,269	-	-	-	-	3,740,815	3,880,205
Charges for services	734,463	1,055	-	-	-	-	264,433	999,951
Interest income	19,306	18,707	13,333	19,385	36,042	14,047	96,542	217,362
Miscellaneous	1,038,956	10,208	25,000	-	-	-	301,538	1,375,703
<b>Total revenues</b>	<b>16,411,049</b>	<b>1,109,994</b>	<b>3,044,274</b>	<b>19,385</b>	<b>36,042</b>	<b>14,047</b>	<b>11,997,210</b>	<b>32,632,002</b>
<b>Expenditures</b>								
Current:								
General government	6,639,307	-	50,143	-	-	-	726,928	7,416,378
Public safety	2,971,901	-	-	-	-	-	586,488	3,558,389
Public works	-	1,174,280	-	-	49,315	3,323	60,310	1,287,228
Health and welfare	-	-	-	-	-	-	210,151	210,151
Culture and recreation	2,848,069	-	-	-	-	-	1,394,726	4,242,795
Non-current								
Debt Service								
Principal payments-debt service	-	-	-	-	-	-	2,131,824	2,131,824
Interest payments-debt service	-	-	-	-	-	-	1,127,231	1,127,231
Capital outlay	808,580	1,362,477	3,170,829	(74,316)	689,252	1,385,701	16,642	7,359,165
<b>Total expenditures</b>	<b>13,267,857</b>	<b>2,536,757</b>	<b>3,220,972</b>	<b>(74,316)</b>	<b>738,567</b>	<b>1,389,024</b>	<b>6,254,300</b>	<b>27,333,161</b>
Excess (deficiency) or revenues over expenditures	3,143,192	(1,426,763)	(176,698)	93,701	(702,525)	(1,374,977)	5,742,910	5,298,841
<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	3,691,833	2,140,029	3,766,212	-	-	15,545	4,398,933	14,012,552
Transfers out	(6,373,927)	(3,928,995)	(1,340,767)	(5,294,926)	-	(114,592)	(10,480,310)	(27,533,517)
<b>Total other financing sources (uses)</b>	<b>(2,682,094)</b>	<b>(1,788,966)</b>	<b>2,425,445</b>	<b>(5,294,926)</b>	<b>-</b>	<b>(99,047)</b>	<b>(6,081,377)</b>	<b>(13,520,965)</b>
<b>Net change in fund balances</b>	<b>461,098</b>	<b>(3,215,729)</b>	<b>2,248,747</b>	<b>(5,201,225)</b>	<b>(702,525)</b>	<b>(1,474,024)</b>	<b>(338,466)</b>	<b>(8,222,124)</b>
Fund balances-beginning of year	8,988,253	4,656,275	3,331,582	5,941,064	7,526,880	3,972,110	22,054,390	56,470,554
Restatement	(12,556)	(14,769)	(10,512)	(33,572)	(41,702)	-	(84,251)	(197,362)
Fund balances-beginning, restated	8,975,697	4,641,506	3,321,070	5,907,492	7,485,178	3,972,110	21,970,139	56,273,192
Fund balances-end of the year	\$ 9,436,795	1,425,777	5,569,817	706,267	6,782,653	2,498,086	21,631,673	48,051,068

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, 2013**

Net change in fund balance - total governmental funds	\$	(8,222,124)
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.		3,603,502
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds.		196,479
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long term liabilities in the Statement of Net Position. This is the amount by which repayments exceeded proceeds.		2,159,684
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.		(9,530)
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.		(2,284,845)
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 position of governmental activities.		<u>2,401,968</u>
Change in net position of governmental activities	\$	<u><u>(2,154,867)</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, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenue:</b>				
Taxes and fees	\$ 5,577,049	5,584,947	5,837,479	252,532
Fees and permits	1,031,746	1,076,189	1,082,444	6,255
State shared fees	7,494,148	7,478,882	7,470,872	(8,010)
User fees	312,206	314,185	303,634	(10,551)
Fines	384,500	370,000	312,566	(57,434)
Miscellaneous revenue	753,194	754,654	864,640	109,986
Grants	-	206,274	20,489	(185,785)
Investment income	15,550	15,550	19,056	3,506
Public safety fines	5,000	5,200	4,393	(807)
	<u>15,573,393</u>	<u>15,805,881</u>	<u>15,915,573</u>	<u>109,692</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Legislative	157,577	188,637	110,682	77,955
City manager	223,220	258,277	206,016	52,261
Legal	240,123	321,530	267,528	54,002
City clerk	179,106	189,582	172,128	17,454
Finance/accounting	612,257	581,210	560,030	21,180
Accounts receivable	98,778	90,351	83,940	6,411
Nondepartmental	751,232	685,975	273,490	412,485
Public safety-bench warrant	12,321	20,052	9,410	10,642
Code enforcement/public safety	260,852	247,494	243,472	4,022
Planning	204,703	346,196	157,451	188,745
Animal control	440,464	415,689	366,960	48,729
Public safety-dispatch	531,108	501,732	430,923	70,809
Public safety-police	5,914,020	6,066,456	5,139,676	926,780
Fire	1,012,580	1,269,384	1,143,165	126,219
FEMA	-	28,367	-	28,367
A.P.S. resource program	300,591	294,942	285,868	9,074
GIS/land management	133,898	89,286	81,766	7,520
	<u>11,072,830</u>	<u>11,595,160</u>	<u>9,532,505</u>	<u>2,062,655</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over expenditures	<u>4,500,563</u>	<u>4,210,721</u>	<u>6,383,068</u>	<u>(1,952,963)</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 Fund - 011 (continued)**  
**For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Other financing sources (uses):</b>				
Transfers in	\$ -	-	-	-
Transfers out	(6,184,092)	(6,295,324)	(5,860,249)	435,075
Total other financing sources (uses)	(6,184,092)	(6,295,324)	(5,860,249)	435,075
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(1,683,529)	(2,084,603)	522,819	(1,517,888)
Budgeted cash carryover	3,930,949	3,930,949		
	\$ 2,247,420	1,846,346		
 RECONCILIATION FROM BUDGET/ACTUAL To GAAP				
Change in net position (Budget Basis)			\$ 522,819	
To adjust applicable revenue accruals and deferrals			(176,462)	
To adjust applicable expenditures and accruals			(49,744)	
Change in net position 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			65,919	
Fund 63 - Community Development			198,930	
Fund 65 - Building Codes			(100,364)	
Change in net position (GAAP basis)			\$ 461,098	

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 383,853	382,874	381,456	(1,418)
Fees and permits	-	-	-	-
Grants and gifts	-	595,254	424,374	(170,880)
State Shared Fees	594,559	617,960	635,675	17,715
Interest Income	13,050	13,050	18,707	5,657
Miscellaneous	-	-	10,208	10,208
	<u>991,462</u>	<u>1,609,138</u>	<u>1,470,420</u>	<u>(138,718)</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
General government	218,089	148,671	103,108	45,563
Public works	1,060,128	1,261,415	1,114,469	146,946
Non-current:				
Capital outlay	320,000	2,108,679	1,508,714	599,965
	<u>1,598,217</u>	<u>3,518,765</u>	<u>2,726,291</u>	<u>792,474</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over expenditures	<u>(606,755)</u>	<u>(1,909,627)</u>	<u>(1,255,871)</u>	<u>(931,192)</u>
<b>Other financing sources (uses)</b>				
Transfers in	195,000	2,473,879	2,140,029	(333,850)
Transfers out	(181,014)	(3,911,795)	(3,928,995)	(17,200)
Total other financing sources (uses)	<u>13,986</u>	<u>(1,437,916)</u>	<u>(1,788,966)</u>	<u>(351,050)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(592,769)</u>	<u>(3,347,543)</u>	<u>(3,044,837)</u>	<u>(1,282,242)</u>
Budgeted cash carryover	<u>4,419,884</u>	<u>4,419,884</u>		
	<u>\$ 3,827,115</u>	<u>1,072,341</u>		
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net position (Budget Basis)			\$ (3,044,837)	
To adjust applicable revenue accruals and deferrals			(360,425)	
To adjust applicable expenditures and accruals			<u>189,533</u>	
Change in net position (GAAP basis)			<u>\$ (3,215,729)</u>	

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
STATEMENT OF NET POSITION  
PROPRIETARY AND INTERNAL SERVICE FUNDS  
As of June 30, 2013**

	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	\$ -	73,360	206,311	75,253	187,888	1,044,222	1,587,034	580,873
Investments	11,462,116	42,695	385,998	85,547	73,679	707,124	12,757,159	809,181
Receivables, net	507,668	138,115	383	40	28,576	13,776	688,558	5,198
Other receivables	43,687	215	-	-	-	63	43,965	-
Due from other funds	-	-	-	-	-	-	-	-
Inventories and prepaid expenses	442,131	-	-	-	-	568,815	1,010,946	327,984
Other assets	-	-	-	-	-	-	-	-
Total current assets	<u>12,455,602</u>	<u>254,385</u>	<u>592,692</u>	<u>160,840</u>	<u>290,143</u>	<u>2,334,000</u>	<u>16,087,662</u>	<u>1,723,236</u>
Non-current assets:								
Restricted cash and cash equivalents	457,177	-	-	-	9,402	101,468	568,047	-
Restricted cash held in investments	64,009	-	-	-	-	-	64,009	-
Capital assets, net	65,872,984	275,642	1,800,995	5,169,850	2,236,366	4,138,810	79,494,647	-
Total non-current assets	<u>66,394,170</u>	<u>275,642</u>	<u>1,800,995</u>	<u>5,169,850</u>	<u>2,245,768</u>	<u>4,240,278</u>	<u>80,126,703</u>	<u>-</u>
Total assets	<u>\$ 78,849,772</u>	<u>530,027</u>	<u>2,393,687</u>	<u>5,330,690</u>	<u>2,535,911</u>	<u>6,574,278</u>	<u>96,214,365</u>	<u>1,723,236</u>
<b>Liabilities</b>								
Current liabilities:								
Accounts payable	\$ 104,675	130,366	142,337	4,457	3,048	12,756	397,639	158,045
Due to other funds	-	-	163,283	-	-	-	163,283	-
Bonds, notes, and leases payable	1,435,111	-	-	-	-	-	1,435,111	-
Accrued interest payable	160,688	852	-	-	-	-	161,540	-
Accrued payroll liabilities	91,895	2,765	-	6,701	811	16,304	118,476	26,585
Compensated absences	134,339	7,047	-	25,264	3,941	31,362	201,953	134,643
Deposits	521,186	-	-	-	9,402	101,468	632,056	-
Unearned revenues	170,756	-	-	-	-	5,012	175,768	-
Total current liabilities	<u>2,618,650</u>	<u>141,030</u>	<u>305,620</u>	<u>36,422</u>	<u>17,202</u>	<u>166,902</u>	<u>3,285,826</u>	<u>319,273</u>
Long-term liabilities:								
Bonds, notes, and leases payable	28,014,915	-	-	-	-	-	28,014,915	-
Total long-term liabilities	<u>28,014,915</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,014,915</u>	<u>-</u>
Total liabilities	<u>30,633,565</u>	<u>141,030</u>	<u>305,620</u>	<u>36,422</u>	<u>17,202</u>	<u>166,902</u>	<u>31,300,741</u>	<u>319,273</u>
<b>Net position</b>								
Net investment in capital assets	28,014,915	275,642	1,800,995	5,169,850	2,236,366	4,138,810	41,636,578	-
Restricted for:								
Other purposes	1,545,100	-	-	-	-	-	1,545,100	-
Unrestricted	18,656,192	113,355	287,072	124,418	282,343	2,268,566	21,731,946	1,403,963
Total net position	<u>48,216,207</u>	<u>388,997</u>	<u>2,088,067</u>	<u>5,294,268</u>	<u>2,518,709</u>	<u>6,407,376</u>	<u>64,913,624</u>	<u>1,403,963</u>
Total liabilities and net position	<u>\$ 78,849,772</u>	<u>530,027</u>	<u>2,393,687</u>	<u>5,330,690</u>	<u>2,535,911</u>	<u>6,574,278</u>	<u>96,214,365</u>	<u>1,723,236</u>

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 POSITION  
PROPRIETARY AND INTERNAL SERVICE FUNDS  
For The Year Ended June 30, 2013**

	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	\$ 9,242,260	1,960,114	32,916	1,246,077	187,450	527,650	13,196,467	-
Federal grants	-	-	-	-	-	848,192	848,192	-
Other grants and gifts	-	-	566,190	-	119,157	-	685,347	-
Fees and permits	-	-	-	-	-	-	-	123,298
Miscellaneous income	(13,763)	3,419	76,964	3,705	13,788	28,186	112,299	207,768
Total operating revenues	<u>9,228,497</u>	<u>1,963,533</u>	<u>676,070</u>	<u>1,249,782</u>	<u>320,395</u>	<u>1,404,028</u>	<u>14,842,305</u>	<u>331,066</u>
Operating expenses:								
Personnel services	1,847,249	143,573	53,016	256,839	67,341	441,692	2,809,710	1,288,226
Repairs and maintenance	175,432	13,428	3,646	40,786	11,700	346,568	591,560	494,324
Supplies	382,926	20,967	752,984	91,247	7,074	71,866	1,327,064	663,488
Other services and insurance	2,678,953	1,643,971	15,616	953,306	172,381	391,102	5,855,329	676,981
Depreciation	2,600,779	49,297	8,071	218,375	155,635	327,114	3,359,271	-
Total operating expenses	<u>7,685,339</u>	<u>1,871,236</u>	<u>833,333</u>	<u>1,560,553</u>	<u>414,131</u>	<u>1,578,342</u>	<u>13,942,934</u>	<u>3,123,019</u>
Operating income (loss)	<u>1,543,158</u>	<u>92,297</u>	<u>(157,263)</u>	<u>(310,771)</u>	<u>(93,736)</u>	<u>(174,314)</u>	<u>899,371</u>	<u>(2,791,953)</u>
Non-operating revenues (expenses):								
Interest and investment revenue	49,821	236	583	425	859	3,281	55,205	4,197
Interest payments	(861,345)	-	-	-	-	-	(861,345)	-
Gain/(loss) on sale of assets	(250)	-	-	-	-	-	(250)	-
Total nonoperating revenue (expenses)	<u>(811,774)</u>	<u>236</u>	<u>583</u>	<u>425</u>	<u>859</u>	<u>3,281</u>	<u>(806,390)</u>	<u>4,197</u>
Income (loss) before contributions and transfers	<u>731,384</u>	<u>92,533</u>	<u>(156,680)</u>	<u>(310,346)</u>	<u>(92,877)</u>	<u>(171,033)</u>	<u>92,981</u>	<u>(2,787,756)</u>
Transfers in	15,226,977	-	600,000	258,426	-	-	16,085,403	2,901,471
Transfers out	<u>(5,202,322)</u>	<u>(127,705)</u>	<u>(25,650)</u>	<u>(62,887)</u>	<u>(45,625)</u>	<u>-</u>	<u>(5,464,189)</u>	<u>-</u>
Change in net position	<u>10,756,039</u>	<u>(35,172)</u>	<u>417,670</u>	<u>(114,807)</u>	<u>(138,502)</u>	<u>(171,033)</u>	<u>10,714,195</u>	<u>113,715</u>
Beginning net position	37,488,519	424,329	1,670,617	5,409,361	2,657,824	6,578,409	54,229,059	1,293,656
Restatement	(28,351)	(160)	(220)	(286)	(613)	-	(29,630)	(3,408)
Beginning net position-as restated	<u>37,460,168</u>	<u>424,169</u>	<u>1,670,397</u>	<u>5,409,075</u>	<u>2,657,211</u>	<u>6,578,409</u>	<u>54,199,429</u>	<u>1,290,248</u>
Net position-end of the year	<u>\$ 48,216,207</u>	<u>388,997</u>	<u>2,088,067</u>	<u>5,294,268</u>	<u>2,518,709</u>	<u>6,407,376</u>	<u>64,913,624</u>	<u>1,403,963</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, 2013**

		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	\$	9,307,018	1,940,690	32,916	1,246,037	201,995	1,397,390	14,126,046	118,100
Payment to suppliers		(3,144,075)	(1,675,467)	(651,816)	(1,085,530)	(194,092)	(544,789)	(7,295,769)	(1,786,419)
Payment to employees		(1,906,492)	(147,719)	(67,447)	(257,486)	(69,722)	(430,341)	(2,879,207)	(1,281,882)
Other receipts (payments)		(42,114)	3,259	642,934	3,419	132,332	28,186	768,016	204,360
Net cash provided (used) by operating activities		<u>4,214,337</u>	<u>120,763</u>	<u>(43,413)</u>	<u>(93,560)</u>	<u>70,513</u>	<u>450,446</u>	<u>4,719,086</u>	<u>(2,745,841)</u>
Cash flows from non-capital financing activities:									
Transfers from other funds		15,226,977	-	600,000	258,426	-	-	16,085,403	2,901,471
Operating subsidies and transfers to other funds		<u>(5,202,322)</u>	<u>(127,705)</u>	<u>(25,650)</u>	<u>(62,887)</u>	<u>(45,625)</u>	<u>-</u>	<u>(5,464,189)</u>	<u>-</u>
Total cash provided (used) by non-capital financing activities		<u>10,024,655</u>	<u>(127,705)</u>	<u>574,350</u>	<u>195,539</u>	<u>(45,625)</u>	<u>-</u>	<u>10,621,214</u>	<u>2,901,471</u>
Cash flows from capital and related financing activities:									
(Purchase)/disposal of capital assets		(12,274,906)	-	3,900	(150,720)	(22,976)	(554,577)	(12,999,279)	-
Principal payments		(1,156,770)	-	-	-	-	-	(1,156,770)	-
Interest paid		(968,298)	-	-	-	-	-	(968,298)	-
Proceeds from issuance of debt		-	-	-	-	-	-	-	-
Net cash provided (used) by capital and related financing activities		<u>(14,399,974)</u>	<u>-</u>	<u>3,900</u>	<u>(150,720)</u>	<u>(22,976)</u>	<u>(554,577)</u>	<u>(15,124,347)</u>	<u>-</u>
Cash flows from investing activities:									
Proceeds from sales and maturities of investments		-	4,979	-	-	109,888	-	114,867	210,872
Purchase of investments		(1,855,521)	-	(330,309)	(57)	-	-	(2,185,887)	-
Interest and dividends		49,821	236	583	425	859	3,281	55,205	4,197
Net cash provided (used) by investing activities		<u>(1,805,700)</u>	<u>5,215</u>	<u>(329,726)</u>	<u>368</u>	<u>110,747</u>	<u>3,281</u>	<u>(2,015,815)</u>	<u>215,069</u>
Net increase (decrease) in cash and cash equivalents		(1,966,682)	(1,727)	205,111	(48,373)	112,659	(100,850)	(1,799,863)	370,699
Balances-beginning of year		<u>2,423,859</u>	<u>75,087</u>	<u>1,200</u>	<u>123,626</u>	<u>84,632</u>	<u>1,246,540</u>	<u>3,954,944</u>	<u>210,174</u>
Balances-end of year	\$	<u><u>457,177</u></u>	<u><u>73,360</u></u>	<u><u>206,311</u></u>	<u><u>75,253</u></u>	<u><u>197,290</u></u>	<u><u>1,145,690</u></u>	<u><u>2,155,081</u></u>	<u><u>580,873</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, 2013**

	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)	\$ 1,543,158	92,297	(157,263)	(310,771)	(93,736)	(174,314)	899,371	(2,791,953)
Adjustments:								
Depreciation expense	2,600,779	49,297	8,071	218,375	155,635	327,114	3,359,271	-
Bad debt expense	50,939	-	-	-	-	-	50,939	-
Prior period adjustment	(28,351)	(160)	(220)	(286)	(613)	-	(29,630)	(3,408)
Change in assets and liabilities:								
Receivables, net	70,401	(19,458)	-	(40)	14,545	23,891	89,339	(5,198)
Other receivables	(8,391)	(105)	-	-	-	42	(8,454)	-
Due from other funds	502,747	-	-	-	-	18,888	521,635	-
Inventories and prepaid expenses	(90,091)	-	-	-	-	279,184	189,093	(56,038)
Other assets	197,700	-	-	-	-	-	197,700	-
Accounts payable	(583,778)	2,899	120,430	(191)	(3,372)	(20,656)	(484,668)	104,412
Accrued expenses	(97,353)	123	(4,558)	(1,139)	(771)	5,303	(98,395)	(5,704)
Compensated absences	38,110	(4,269)	(9,873)	492	(1,610)	6,048	28,898	12,048
Due to other funds	-	-	-	-	-	(18,888)	(18,888)	-
Deposits	15,719	-	-	-	435	6,219	22,373	-
Unearned revenue	2,748	139	-	-	-	(2,385)	502	-
Net cash provided (used) by operating activities	<u>\$ 4,214,337</u>	<u>120,763</u>	<u>(43,413)</u>	<u>(93,560)</u>	<u>70,513</u>	<u>450,446</u>	<u>4,719,086</u>	<u>(2,745,841)</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, 2013**

		Agency Funds
		<u>17,39,115</u>
<b>Assets</b>		
Cash and cash equivalents	\$	12,000
Receivables		70,524
Allowance for uncollectible accounts		<u>(70,524)</u>
 Total assets	 \$	 <u><u>12,000</u></u>
<b>Liabilities</b>		
Accounts payable	\$	3,899
Deposits held in custody for others		<u>8,101</u>
 Total liabilities	 \$	 <u><u>12,000</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, 2013**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial statement presentation

As required by generally accepted accounting principles, these financial statements present the City of Alamogordo (the City) 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, 2013**

- 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, 2013.

According to Governmental Accounting Standards Board Statement No. 14 and 61, *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 Otero-Greentree 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 Legislative Department, Administration Department<sup>1</sup>, Finance Department, Police Department, Fire Department, Code Enforcement Division, as well as, the Planning and Zoning Division, are classified as general governmental activities. The City's utilities (water & sewer, and solid waste), Bonito Lake, Golf Course, and White Sands Regional Airport are classified as business activities. The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) 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 Position 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

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<sup>1</sup> The Administration Department includes the City Manager, City Attorney, and City Clerk.

**STATE OF NEW MEXICO**  
**CITY OF ALAMOGORDO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year Ended June 30, 2013**

column. In the Statement of Activities, internal service fund<sup>2</sup> transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

*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.

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, deferred outflows, liabilities, deferred inflows, 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 and classified into one of five governmental fund types, including the general fund, the collection and disbursement of earmarked money (special revenue funds), the accumulation of resources for the payment of long-term debt principal and interest (debt service funds) the acquisition of construction of general capital assets (capital projects funds) and obligatory permanent funds. 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.

*Permanent funds* are used to account for report resources that are restricted to the extent that only

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<sup>2</sup> Internal Service Fund (F012) include Fleet Maintenance Division, Facility Maintenance Division, Purchasing Division, Management Information Systems Division, and Human Resources Division.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2013**

earnings, and not principal, may be used for purposes that support the City's programs. Permanent funds are most likely to be used for resources legally restricted to cemeteries, libraries, museums, parks, public land maintenance, social services, and scholarships.

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.

The City reports the following major governmental funds:

*The General Fund: (F011, F032, F063, F065 & F098)* – 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 (F044 is a special revenue fund)* – to account for the one-cent gasoline tax revenues used for local street and bridges capital items. NMSA 7-1-6-9. The City has elected to present this fund as a major fund.

*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. The City has elected to present this fund as a major fund.

*2011 Water and Wastewater Refunding and Improvement Fund (F117 is a capital project fund)* – 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. The City has elected to present this fund as a major fund.

*2011 Street Projects Improvement Loan Fund (F118 is a capital project fund)* – This fund accounts for loan proceeds to be utilized for city street projects. The City has elected to present this fund as a major fund.

*2012 State Shared GRT Bond Refunding and Improvement Revenue Loan (F119 is a capital project fund)* – This fund is for the improvement of the revenue loan, "Quality of Life", and GRT bond refunding. The City has elected to present this fund as a major fund.

The City reports the following major proprietary or business funds:

*Water & Sewer Operating (F081, F082, & F104)* – 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 (F086)* – to account for solid waste services to the residents of the City and some residents of the County.

*Bonito Lake (F088)* – to account for the operation of Bonito Lake Watershed, Recreational Area and part of the Bonito Pipeline.

*Desert Lakes Golf Course Operating (F090)* – to account for the operations of the golf course

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and facilities.

*White Sands Regional Airport (F091)* – to account for the operations of the City's airport system.

*Public Housing Authority (F901, F903, & F904 are considered a special revenue fund)* – 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 (*F012, F096<sup>3</sup>, F107<sup>4</sup>*) established to provide financing for activities of services provided in-house by the using department. The City currently provides central services for human resources, purchasing, fleet maintenance, 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.

Also the City reports non-major governmental funds and agency funds as supplementary information in this report.

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:

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<sup>3</sup> Claims paid from Self-Insurance Fund  
<sup>4</sup> Self-Insurance Liability Fund

**STATE OF NEW MEXICO  
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<u>Class of Asset</u>	<u>Estimated Useful Life</u>
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. 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 position. 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 Position.

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 taxes 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

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CITY OF ALAMOGORDO  
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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.

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.

All proprietary 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/unearned revenues on its combined balance sheet. Deferred revenues/unearned 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/unearned 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 position and changes in net position 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 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.



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
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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. Encumbrances do not lapse at the close of the fiscal year, for capital projects and contractual arrangement, 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 and cash equivalent resources of the individual funds are combined to form a consolidated pool of cash and cash equivalents and a consolidated pool of investments, which is managed by the Chief Treasurer or Finance Director as specified in the City Ordinance. 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.

**STATE OF NEW MEXICO  
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For the Year Ended June 30, 2013**

L. Compensated absences

City personnel policies and AFSCME Union Agreement allow for the accrual of paid time off (PTO) and the APSCOA Union Agreement allow for 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 PTO or 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.

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 position/fund equity classifications

*Government-wide Statements*

Net position on the Statement of Net position include the following:

1. Net investment in capital assets—the component of net position 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 position— for capital projects, debt service, or other purposes consist of net position 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 position—all other net position that do not meet the definition of “restricted” or “net investment in capital assets.”

*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.

**STATE OF NEW MEXICO  
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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 administrative governmental services to operating functions and programs benefiting from those services. Administrative services include overall City management, centralized budgetary formulation and oversight, accounting, financial reporting, payroll, investing and cash management, and other 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.

S. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and/or the balance sheet for governmental funds will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, Deferred Outflows of Resources, represents a consumption of net position/fund balance that applies to a future period and so will not be recognized as an expense or expenditure until then. The City has no deferred outflows of resources during fiscal year 2013.

In addition to liabilities, the statement of net position and/or the balance sheet for the governmental funds will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, Deferred Inflows of Resources, represents an acquisition of net position/fund balance that applied to a future period and so will not be recognized until then. The City has the following deferred inflows of resources during fiscal year 2013 on the fund financials:

<u>Property Tax Revenue</u>		
General Fund	\$	156,787
General Obligation (Debt Service Fund F53)		<u>39,692</u>
Total deferred inflows of resources	\$	<u><u>196,479</u></u>

NOTE 2 – CASH AND INVESTMENTS

*Cash and Cash Equivalents*

Cash and cash equivalents includes cash in banks with various financial institutions. As of June 30, 2013, the amount of cash reported on the financial statements differs from the amount on deposit with

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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	\$ 5,869,205	20,440,504	3,964	1,253,312
Less: FDIC coverage	<u>(500,000)</u>	<u>(10,000,000)</u>	<u>(3,694)</u>	<u>N/A</u>
Total uninsured public funds	5,369,205	10,440,504	270	-
State Collateral Requirement - 50%	2,684,603	5,220,252	-	-
Pledged security	<u>4,186,942</u>	<u>5,548,641</u>	<u>-</u>	<u>-</u>
Over/(under) collateralized	<u>\$ 1,502,340</u>	<u>328,389</u>	<u>-</u>	<u>-</u>

	<b>New York Mellon Trust</b>
Total amount of deposits in bank	\$ 1,253,805
Less: FDIC coverage	<u>N/A</u>
Total uninsured public funds	1,003,805
State Collateral Requirement - 50%	<u>-</u>
Pledged security	<u>-</u>

<u>Cash by fund type</u>	<u>Book Balance Amount</u>
Governmental funds	\$ 2,678,569
Business-type funds	2,155,082
Fiduciary funds	12,000
Internal service funds	580,873
Component unit	<u>22,331</u>
Cash per financial statements	<u>\$ 5,448,855</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, 2013:

<b>Investment Type</b>	<b>Fair Value</b>
State Treasurer's Investment Pool	\$ 715,274
CDs and other	34,447,021
Federal Home Loan Notes	24,325,693
Total	\$ 59,487,988

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, 2013.

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 \$715,274 as of June 30, 2013 within the short-term investment fund pool. The yield at June 30, 2013 was .001077%. 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 location 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, 2013, 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, 2013, 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 money markets, U.S. Treasury investments, and commercial certificates of deposit. These investments are 6%, 54%, and 40%, respectively, of the City's total investments.

The U.S. Treasury investments are all backed by the full faith and credit of the U.S. government and are therefore insured against loss.

Deposits of funds may be made in interest or non-interest bearing checking accounts in one or more banks or savings and loan associations within the geographical boundaries of the City. Deposits may be made to the extent that they are insured by an agency of the United States or by collateral deposited as security or by bond given by the financial institution.

The rate of interest in non-demand interest-bearing accounts shall be set by the State Board of Finance, but in no case shall the rate of interest be less than one hundred percent of the asked price on United States treasury bills of the same maturity on the day of deposit.

Excess funds may be temporarily invested in securities which are issued by the State or by the United States government, or by their departments or agencies, and which are either direct obligations of the State or the United States or are backed by the full faith and credit of those governments.

According to the Federal Deposit Insurance Corporation, public unit deposits are funds owned by the public unit. Time deposits, savings deposits and interest bearing NOW accounts of an institution in the same state will be insured up to \$250,000 in aggregate and separate from the \$250,000 coverage for public unit demand deposits at the same institution.

**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, 2013, the City's bank and investment balances of \$64,936,843, which includes the component units, were exposed to custodial credit risk as follows:

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Uninsured and uncollateralized	\$	310,891
Uninsured and collateral held by pledging bank's trust department, not in the City's name		<u>17,932,444</u>
Total \$		<u><u>18,243,335</u></u>

**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, 2013, are as follows:

<u>Fund Description</u>	<u>Fund Number</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General - Major Fund	011	\$ 163,283	-
Bonito Lake - Major Fund	088	-	163,283
General - Major Fund	011	17,764	-
Various non-major funds		-	17,764
		<u>\$ 181,047</u>	<u>181,047</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 2013 are provided on the following page.

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		<b>Transfers In</b>										
		44	59	117	46,81,82, 104,110	88	90	91	Non Major Govern- mental	12,96,107	Total	
		General Fund	Trans- portation	GRT P&I	JTWS Refunding	Water & Sewer	Bonito Lake	Golf Course	Airport	Internal Service		
Transfers Out	General	3,368,510	-	-	-	-	-	143,834	-	959,753	1,901,830	6,373,927
	Transportation	-	-	-	-	-	-	-	-	3,766,212	162,783	3,928,995
	JTWS Refunding	-	-	-	-	5,294,926	-	-	-	-	-	5,294,926
	GRT Refunding	-	-	-	-	-	-	114,592	-	-	-	114,592
	Water & Sewer	-	560,133	-	-	3,470,709	600,000	-	-	237,151	334,329	5,202,322
	Solid Waste	-	-	-	-	98,413	-	-	-	-	29,292	127,705
	Bonito Lake	-	-	-	-	-	-	-	-	-	25,650	25,650
	Golf Course	-	-	-	-	-	-	-	-	-	62,887	62,887
	Airport	-	-	-	-	-	-	-	-	-	45,625	45,625
	Non-Major Governmental	323,322	1,579,896	2,897,854	-	6,362,930	-	-	-	496,858	337,355	11,998,215
	Component Unit	-	-	-	-	-	-	-	-	-	1,720	1,720
	<b>Total</b>	<b>3,691,832</b>	<b>2,140,029</b>	<b>2,897,854</b>	<b>-</b>	<b>15,226,978</b>	<b>600,000</b>	<b>258,426</b>	<b>-</b>	<b>5,459,974</b>	<b>2,901,471</b>	<b>33,176,564</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 improve- ments to Bonito Lake area.	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	\$ 2,033,328	104,382	1,466,209	3,603,919
Grants	-	13,844	150,694	164,538
Accounts	964,554	222	140,277	1,105,053
Allowance for doubtful accts	(952,772)	(220)	(137,723)	(1,090,715)
Total	\$ <u>2,045,109</u>	<u>118,228</u>	<u>1,619,457</u>	<u>3,782,795</u>

<b>Enterprise Funds</b>				
Type	<b>Water and Sewer</b>	<b>Public Housing Authority</b>	<b>Solid Waste</b>	<b>Bonito Lake</b>
Other	\$ 43,687	63	215	-
Accounts	788,399	26,438	142,073	383
Allowance for doubtful accts	(280,731)	(12,662)	(3,958)	-
Total	\$ <u>551,355</u>	<u>13,839</u>	<u>138,330</u>	<u>383</u>

<b>Enterprise Funds</b>			
Type	<b>Airport</b>	<b>Golf Course</b>	<b>Total Enterprise</b>
Other	-	-	43,965
Accounts	28,576	40	957,293
Allowance for doubtful accts	-	-	(297,351)
Total	<u>28,576</u>	<u>40</u>	<u>703,907</u>

Type	<b>Comp Unit Landfill</b>	<b>Internal Service</b>	<b>Fiduciary</b>
Taxes	\$ 1,166	-	-
Grants	-	-	-
Accounts	20,016	5,208	70,524
Allowance for doubtful accts	-	(10)	(70,524)
Total	\$ <u>21,182</u>	<u>5,198</u>	<u>-</u>

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NOTE 6 – CAPITAL ASSETS

Capital asset activities for the year ended June 30, 2013:

<b>GOVERNMENTAL ACTIVITIES</b>					
<b>Asset Description</b>	<b>2012</b>	<b>Additions</b>	<b>Deletions</b>	<b>Reclass/ Transfers</b>	<b>2013</b>
<b>Capital assets not being depreciated:</b>					
Land	\$ 8,187,094	74,438	(9,070)	(17,187)	<b>8,235,275</b>
Construction in progress	5,715,191	6,624,160	-	(11,596,906)	<b>742,445</b>
Total capital assets not being depreciated	<u>13,902,285</u>	<u>6,698,598</u>	<u>(9,070)</u>	<u>(11,614,093)</u>	<b>8,977,720</b>
<b>Capital assets being depreciated:</b>					
Buildings and improvements	21,864,044	254,196	(5,000)	261,273	<b>22,374,513</b>
Mechanized equipment	8,575,684	896,385	(319,991)	308,234	<b>9,460,312</b>
Unscheduled property	4,003,709	27,643	(205,543)	482,115	<b>4,307,924</b>
Infrastructure	172,735,379	-	-	10,854,604	<b>183,589,983</b>
Total capital assets being depreciated	<u>207,178,816</u>	<u>1,178,224</u>	<u>(530,534)</u>	<u>11,906,226</u>	<b>219,732,732</b>
Less accumulated depreciation for:					
Buildings and improvements	(13,138,830)	(673,881)	5,000	-	<b>(13,807,711)</b>
Mechanized equipment	(6,351,376)	(514,648)	329,061	(12,778)	<b>(6,549,741)</b>
Unscheduled property	(3,359,870)	(247,964)	205,543	-	<b>(3,402,291)</b>
Infrastructure	(142,444,618)	(2,836,827)	-	-	<b>(145,281,445)</b>
Total accumulated depreciation	<u>(165,294,694)</u>	<u>(4,273,320)</u>	<u>539,604</u>	<u>(12,778)</u>	<b>(169,041,188)</b>
Governmental activities Capital assets, net	<u>\$ 55,786,407</u>	<u>3,603,502</u>	<u>-</u>	<u>279,355</u>	<b>59,669,264</b>
<b>BUSINESS -TYPE ACTIVITIES</b>					
<b>Asset Description</b>	<b>2012</b>	<b>Additions</b>	<b>Deletions</b>	<b>Reclass/ Transfers</b>	<b>2013</b>
<b>Capital assets not being depreciated:</b>					
Land	\$ 6,953,076	-	-	17,187	<b>6,970,263</b>
Construction in progress	6,287,006	12,376,776	-	(17,577,339)	<b>1,086,443</b>
Total capital assets not being depreciated	<u>13,240,082</u>	<u>12,376,776</u>	<u>-</u>	<u>(17,560,152)</u>	<b>8,056,706</b>
<b>Capital assets being depreciated:</b>					
Buildings and improvements	23,705,187	125,228	(40,685)	785,322	<b>24,575,053</b>
Mechanized equipment	7,961,492	772,820	(3,462,623)	1,759,315	<b>7,031,005</b>
Unscheduled property	751,606	4,308	(10,010)	770,855	<b>1,516,759</b>
Infrastructure	63,314,906	-	-	13,946,378	<b>77,261,284</b>
Total capital assets being depreciated	<u>95,733,192</u>	<u>902,356</u>	<u>(3,513,318)</u>	<u>17,261,870</u>	<b>110,384,101</b>
Less accumulated depreciation for:					
Buildings and improvements	(14,585,380)	(706,061)	40,685	-	<b>(15,250,756)</b>
Mechanized equipment	(6,700,629)	(533,592)	3,462,373	18,927	<b>(3,752,921)</b>
Unscheduled property	(371,326)	(178,569)	10,010	-	<b>(539,885)</b>
Infrastructure	(17,461,547)	(1,941,050)	-	-	<b>(19,402,597)</b>
Total accumulated depreciation	<u>(39,118,882)</u>	<u>(3,359,271)</u>	<u>3,513,068</u>	<u>18,927</u>	<b>(38,946,159)</b>
Business-type activities capital assets, net	<u>\$ 69,854,392</u>	<u>9,919,861</u>	<u>(250)</u>	<u>(279,355)</u>	<b>79,494,647</b>

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NOTE 6 – CAPITAL ASSETS-Continued

Asset Description	COMPONENT UNIT				2013
	2012	Additions	Deletions	Reclassifi- cations	
<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>1,526,005</u>
<b>Capital assets being depreciated:</b>					
Buildings and improvements	158,737	-	-	-	158,737
Mechanized equipment	3,083,235	-	(17,851)	-	3,065,384
Unscheduled property	99,745	-	-	-	99,745
Infrastructure	1,258,017	12,647	-	-	1,270,664
Total capital assets being depreciated	<u>4,599,734</u>	<u>12,647</u>	<u>(17,851)</u>	<u>-</u>	<u>4,594,530</u>
Less: accumulated depreciation for:					
Buildings and improvements	(158,738)	-	-	-	(158,738)
Mechanized equipment	(1,624,157)	(267,356)	17,851	-	(1,873,662)
Unscheduled property	(94,010)	(1,021)	-	-	(95,031)
Infrastructure	(527,384)	(39,998)	-	-	(567,382)
Total accumulated depreciation	<u>(2,404,289)</u>	<u>(308,375)</u>	<u>17,851</u>	<u>-</u>	<u>(2,694,813)</u>
Component unit capital assets, net	\$ <u>3,721,449</u>	<u>(295,728)</u>	<u>-</u>	<u>-</u>	<u>3,425,722</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	\$ 354,351	Water/sewer	\$ 2,600,779
Public safety	958,061	Solid waste	49,297
Public works	2,728,299	Bonito Lake	8,071
Culture and recreation	231,103	Golf course	218,375
Health and welfare	1,505	Airport	155,635
Total	<u>\$ 4,273,320</u>	Public housing authority	327,114
		Total	<u>\$ 3,359,271</u>
<b>Component unit</b>			
Landfill	<u>\$ 308,375</u>		

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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.

	2012	Increases	Decreases	2013	Amount due within one year
<b>Governmental funds debt</b>					
General obligation bonds	\$ 2,067,800	-	(149,280)	<b>1,918,520</b>	179,200
Revenue bonds	10,890,000	-	(835,000)	<b>10,055,000</b>	850,000
NMFA	19,856,857	-	(1,147,544)	<b>18,709,313</b>	1,057,828
Compensated absences	1,085,064	945,730	(902,898)	<b>1,127,896</b>	1,100,000
<b>Total</b>	<b>\$ 33,899,721</b>	<b>945,730</b>	<b>(3,034,722)</b>	<b>31,810,729</b>	<b>3,187,028</b>
<b>Business-type funds debt</b>					
General obligation bonds	\$ 6,129,201	-	(255,621)	<b>5,873,580</b>	250,800
Revenue bonds	13,565,034	-	(580,132)	<b>12,984,902</b>	684,919
NMFA	10,912,561	-	(321,017)	<b>10,591,544</b>	499,392
Compensated absences	173,054	166,372	(137,473)	<b>201,953</b>	201,953
	<b>\$ 30,779,850</b>	<b>166,372</b>	<b>(1,294,243)</b>	<b>29,651,979</b>	<b>1,637,064</b>
<b>Component unit debt</b>					
Compensated absences	\$ 16,461	15,942	(14,314)	<b>18,089</b>	15,000
	<b>\$ 16,461</b>	<b>15,942</b>	<b>(14,314)</b>	<b>18,089</b>	<b>15,000</b>

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, 2013 includes:

Year Ended June 30	Governmental Activities						
	General Obligation Bonds		Revenue Bonds		New Mexico Finance Authority		Total P & I
	Principal	Interest	Principal	Interest	Principal	Interest	
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	151,100	42,748	910,000	210,414	1,114,008	410,995	2,839,265
2019-2023	589,200	146,352	3,320,000	625,356	5,935,242	1,522,658	12,138,808
2024-2028	333,000	74,053	2,310,000	178,947	5,835,000	582,118	9,313,118
2029-2032	199,020	7,561	-	-	1,475,000	116,666	1,798,247
<b>Total</b>	<b>\$ 1,918,520</b>	<b>475,072</b>	<b>10,055,000</b>	<b>2,046,336</b>	<b>18,709,313</b>	<b>4,567,806</b>	<b>37,772,047</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	
2014	\$ 250,800	236,501	684,919	400,611	499,392	302,120	2,374,343
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	140,800	207,764	742,145	340,184	631,210	275,768	2,337,871
2019-2023	1,289,200	924,162	4,045,652	1,371,865	3,155,191	824,302	11,610,372
2024-2028	2,442,000	543,059	3,501,481	684,883	3,587,348	463,998	11,222,769
2029-2032	1,235,980	55,447	1,876,536	142,878	928,135	23,641	4,262,617
Total	\$ 5,873,580	2,623,577	12,984,902	4,060,043	10,591,543	2,823,983	38,957,630

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

The City did not have any advance refundings in FY13.

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%	\$ 1,087,100
2010	920,000	2029	4.05%	831,420
Total				\$ 1,918,520
Amount due within one year				\$ 179,200

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%	\$ 5,873,580
Amount due within one year				\$ 250,800

Revenue Bonds

The City has issued revenue bonds, where the City pledges income derived from certain assets or

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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%	6,955,000
Public works improvements	2004	5,405,000	2019	3.51%	3,100,000
Total					\$ 10,055,000
Amount due within one year					\$ 850,000

\* Bond refunding in 2012

The revenue bonds in the City's governmental activities are payable from gross receipts tax collections. 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%	\$ 9,169,902
Improve water/sewer system	2005	5,530,000	2025	4.00%	3,815,000
Total					\$ 12,984,902
Amount due within one year					\$ 684,919

\* 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%	\$ 274,557
Purchase of ladder truck	2004	455,000	2016	3.21%	128,823
Purchase of fire pumper	2009	196,910	2017	3.34%	104,980
Infrastructure - flood control	2009	3,620,000	2028	3.74%	3,095,000
Infrastructure - street projects	2009	7,350,000	2028	4.50%	6,095,000
Infrastructure - RO project	2011	2,735,456	2021	2.71%	1,835,953
Infrastructure - street projects	2011	7,640,000	2031	3.19%	7,175,000
Total					\$ 18,709,313
Amount due within one year					\$ 1,057,828

The City has outstanding loans with the NMFA that are secured by a security interest in the City's

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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%	\$ 543,755
Infrastructure improvements	2007	6,565,000	2029	2.00%	4,485,770
Infrastructure improvements	2009	5,340,000	2029	3.75%	4,600,000
Infrastructure -regional water	2010	1,127,000	n/a**	0.00%	962,019
		Total			\$ <u>10,591,544</u>
					Amount due within one year \$ <u>499,392</u>

\*\* Dependent upon timing of project completion

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

Fund Type	Principal	Interest	Total
Governmental funds	\$ 30,682,833	7,089,214	37,772,047
Business-type funds	29,450,026	9,507,603	38,957,629
	\$ <u>60,132,859</u>	<u>16,596,817</u>	<u>76,729,676</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**

Three debt issuances carried in the water and sewer fund required restricted reserves; 2005 Water & Sewer Bond, 2009 NMFA Water and Waste Water Loan, and 2011 Joint Water & Sewer refunding and improvement projects. The Housing Authority requires a reserve for tenant deposit and escrow accounts. The Housing Authority is in compliance with this restricted. The following amount of restricted reserves for June 30, 2013 are as follows:

<u>Fund</u>	<u>Restricted</u>
PHA Tenant and Escrow Deposits	\$ (101,468)
Water & Sewer Fund	(521,186)

**NOTE 9 – FUND BALANCE**

The City's fund balances represent: 1) Non-Spendable Purposes, which are balances that are legally or contractually required to be maintained intact; 2) Unassigned Purposes, which have no specific restrictions, commitments, assignments and has not been assigned to other funds; 3) Restricted

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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; 4) Committed Purposes, which include balances that can only be used for specific purposes pursuant to constraints imposed by formal action of the City Commission; 5) 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.

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A summary of the nature and purpose of these reserves by fund type at June 30, 2013, follows:

	<u>Non- Spendable</u>	<u>Unassigned Purposes</u>	<u>Restricted Purposes</u>	<u>Committed Purposes</u>	<u>Assigned Purposes</u>
<b>General Fund (11, 32, 63, 65, 98):</b>					
All funds	\$ 6,257	9,334,136	-	-	96,402
<b>Transportation Fund (044):</b>					
Infrastructure improvements	-	-	-	1,397,804	27,973
<b>2011 Water Refunding (117)</b>					
Public works	-	-	-	-	706,267
<b>Street Projects (118)</b>					
Public works	-	-	6,631,570	-	151,083
<b>GRT Refunding (119)</b>					
Public works	-	-	2,274,505	-	223,581
<b>Other Funds</b>					
Airport improvements	-	-	40,250	-	-
Community development	-	(18,356)	9,178	-	-
1986 GRT	-	-	7,169,218	-	250,565
Property acquisition	-	-	-	124,978	-
Reverse osmosis	-	-	520,607	-	-
1999 GRT flood control	-	-	902,945	-	9,978
1991 GRT infrastructure	-	-	244,243	-	-
Economic development	-	-	4,122,086	-	-
2004 GRT capital outlay	-	-	5,464,230	-	105,587
2009 GO bond	-	-	698,034	-	327,377
Sidewalk revolving loan fund	-	-	128,959	-	-
Regional water supply transmission	-	-	(129,356)	-	74,939
Cemetery	-	-	718,942	-	-
Fire protection	-	-	190,928	-	5,143
Tourism	-	-	138,340	-	-
Law enforcement	-	(30,240)	5,620	-	19,000
State highway cleanup	-	-	73,906	-	-
Traffic safety	-	-	46,317	-	20,504
1984 GRT	-	-	2,081,486	-	-
1994 GRT	-	-	1,171,965	-	-
Senior center, gift fund, and RSVP	-	-	-	246,963	4,361
ESGRT .0625% convenience center	-	-	1,466,827	-	-
General obligation	-	-	618,098	-	-
GRT P&I	-	-	7,696	-	-
Fire bond services	-	-	7,589	-	-
Court automation	-	-	71,057	-	26,076
Lodgers' tax	-	-	160,251	-	-
D.A.R.E donations	-	-	21,316	-	-
Designated gifts	-	-	35,120	-	-
Grant capital	-	-	-	57,841	-
Municipal court	-	-	30,312	-	-
Police contingency	-	(61,876)	30,938	-	-
Corrections	-	(16,904)	8,452	-	-
	\$ -	(127,376)	26,055,554	429,782	843,530

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NOTE 10 – DEFICIT FUND BALANCE AND BUDGET NONCOMPLIANCE

The following funds had deficit fund balances at June 30, 2013:

<u>Fund Type</u>	<u>Fund No.</u>	<u>Amount</u>
Special revenue	15	\$ (8,452)
Special revenue	28	\$ (30,938)
Special revenue	36	\$ (5,620)
Capital project	48	\$ (9,178)
Capital project	116	\$ (54,417)

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, one exception to state budget controls was noted.

NOTE 11 – SURETY BONDS

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

<u>Employee Position</u>	<u>Coverage</u>
City Manager	\$ 100,000
Finance Director	\$ 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 event the time period required for employee and employer contributions shall become the period of time between the employer’s effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

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

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

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

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. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.5% of each participating employee's annual salary; and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2013, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary; each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The City of Alamogordo's contributions to the RHCA for the years ended June 30, 2013, 2012, and 2011 were \$221,639, \$201,845, and \$186,391, respectively, which equal the required contributions for each year.

**NOTE 13 – PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION**

**Plan Description.** Substantially all of the (name of employer)'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 <http://www.pera.state.nm.us>.

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**Funding Policy.** Plan members are required to contribute from 4.00% 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, 2013, 2012, 2011 were \$2,438,131, \$2,336,424, and \$2,360,914, 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, 2013 are \$709,896 and the estimated total current cost of closure and post closure remaining to be recognized is \$233,644 (for a total of \$943,540).

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 \$649,896 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.

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.

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**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, 2013, 2012, and 2011 are \$637,910, \$654,547, and \$689,984, 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, 2012 to June 30, 2013.

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
2014	\$ 30,809
2015	30,809
2016	24,442
2017	510
2018	-
Thereafter	-
Total	\$ 86,570

Lease expense for the year ended June 30, 2013 was \$80,283.

**NOTE 17 – FEDERAL AND STATE 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, 2013 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

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CITY OF ALAMOGORDO  
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For the Year Ended June 30, 2013**

and therefore, no accrual has been recorded in these financial statements.

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**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended June 30, 2013**

NOTE 19 – RESTATEMENT

The following restatements were made for the fiscal year ended June 30, 2013 to the City’s funds:

<u>Type</u>	<u>Fund</u>	<u>Reason</u>	<u>Amount</u>
Governmental Fund	General Fund	To restate interest income for improper prior year calculations	\$ (12,556)
	Transportation	To restate interest income for improper prior year calculations	(14,769)
	2011 Water Refunding	To restate interest income for improper prior year calculations	(33,572)
	Street Projects	To restate interest income for improper prior year calculations	(41,702)
	Internal Service	To restate interest income for improper prior year calculations	(3,408)
	Non-Major Funds	To restate interest income for improper prior year calculations	<u>(94,763)</u>
		Total Governmental funds:	<u>(200,770)</u>
Government-Wide Activities		To remove bond issuance costs associated with prior year bonds.	\$ <u>(388,989)</u>
		Total Governmental activities:	<u><u>(589,759)</u></u>
Enterprise/ Business Type	Water & Sewer	To restate interest income for improper prior year calculations	\$ (28,351)
	Solid Waste	To restate interest income for improper prior year calculations	(160)
	Bonito Lake	To restate interest income for improper prior year calculations	(220)
	Golf Course	To restate interest income for improper prior year calculations	(286)
	Airport	To restate interest income for improper prior year calculations	<u>(613)</u>
		Total Business Type activities:	<u><u>(29,630)</u></u>
Component Unit	Regional Landfill	To restate interest income for improper prior year calculations	\$ <u><u>(10,512)</u></u>

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For the Year Ended June 30, 2013**

NOTE 20 – COMMITMENTS

Capital Projects

Commitments for engineering and construction projects relating to construction or major repairs in progress as of June 30, 2013 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)	\$ 3,201,337	1,069,323	33%	Project will be constructed in multiple phases - final completion 2015
Library Lighting & Floor	200,000	58,170	29%	2014
Zoo Entrance Building	200,000	49,042	25%	2013
Zoo Primate Exhibit	150,000	49,692	33%	2014
Well Transmission Phase 3	2,321,404	178,600	8%	2013
Pecan/Indian Wells Alignment	1,661,000	575,861	35%	2014
Replace Rec Center Pool Track	21,065	9,680	46%	2013
Wells 2, 3, & 5	1,216,000	572,164	47%	2014
	<u>\$ 5,769,469</u>	<u>1,493,209</u>		

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.

NOTE 21 – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the balance sheet date but before the financial statements are issued. The City recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the balance sheet, including the estimates inherent in the process of preparing the financial statements. The City's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the balance sheet but arose after the balance sheet date and before financial statements are available to be issued. The City has evaluated subsequent events through February 12, 2014, which is the date the financial statements were available to be issued.

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**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR GOVERNMENTAL FUNDS  
As of June 30, 2013**

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Permanent Fund	Total
<b>Assets</b>					
Cash and cash equivalents	\$ 526,138	395,137	15,285	1,669	938,229
Investments	4,807,491	14,030,655	603,174	717,273	20,158,593
Accounts receivable	1,748	526	-	-	2,274
Taxes receivable	526,385	417,313	54,616	-	998,314
Grants receivable	128,013	22,961	-	-	150,974
Other assets	-	-	-	-	-
Total assets	<u>5,989,775</u>	<u>14,866,592</u>	<u>673,075</u>	<u>718,942</u>	<u>22,248,384</u>
<b>Liabilities</b>					
Accounts payable	144,565	25,964	-	-	170,529
Due to other funds	8,586	9,178	-	-	17,764
Accrued liabilities	26,124	-	-	-	26,124
Deposits	-	-	-	-	-
Unearned revenue	6,797	355,805	-	-	362,602
Total liabilities	<u>186,072</u>	<u>390,947</u>	<u>-</u>	<u>-</u>	<u>577,019</u>
Deferred inflows of resources	<u>-</u>	<u>-</u>	<u>39,692</u>	<u>-</u>	<u>39,692</u>
<b>Fund balances</b>					
Nonspendable	-	-	-	-	-
Restricted	5,532,835	13,706,164	633,383	718,942	20,591,324
Committed	304,804	124,978	-	-	429,782
Assigned	75,084	662,859	-	-	737,943
Unassigned	(109,020)	(18,356)	-	-	(127,376)
Total fund balances	<u>5,803,703</u>	<u>14,475,645</u>	<u>633,383</u>	<u>718,942</u>	<u>21,631,673</u>
Total liabilities deferred inflows of resources, and fund balances	<u>\$ 5,989,775</u>	<u>14,866,592</u>	<u>673,075</u>	<u>718,942</u>	<u>22,248,384</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, 2013**

	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	Permanent Fund	Total
<b>Revenues</b>					
Taxes and fees	\$ 3,887,020	2,630,199	725,570	-	7,242,789
Fines and forfeitures	181,249	-	-	-	181,249
Federal grants	169,844	-	-	-	169,844
Other grants and gifts	1,134,800	2,606,015	-	-	3,740,815
Charges for services	249,196	15,237	-	-	264,433
Interest income	23,022	68,734	1,447	3,339	96,542
Miscellaneous	26,779	261,986	-	12,775	301,540
Total revenues	<u>5,671,910</u>	<u>5,582,171</u>	<u>727,017</u>	<u>16,114</u>	<u>11,997,212</u>
<b>Expenditures</b>					
Current:					
General government	703,465	23,463	-	-	726,928
Public Safety	586,488	-	-	-	586,488
Public works	32,986	27,324	-	-	60,310
Health and welfare	210,151	-	-	-	210,151
Culture and recreation	1,258,919	135,807	-	-	1,394,726
Non-current					
Principal payments	97,216	-	2,034,608	-	2,131,824
Interest payments	27,314	-	1,099,917	-	1,127,231
Capital outlay	179,083	(162,441)	-	-	16,642
Total expenditures	<u>3,095,622</u>	<u>24,153</u>	<u>3,134,525</u>	<u>-</u>	<u>6,254,300</u>
Excess (deficiency) or revenues over expenditures	<u>2,576,288</u>	<u>5,558,018</u>	<u>(2,407,508)</u>	<u>16,114</u>	<u>5,742,912</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	1,206,162	294,916	2,897,855	-	4,398,933
Transfers out	(3,352,936)	(6,654,043)	(473,331)	-	(10,480,310)
Total other financing sources (uses)	<u>(2,146,774)</u>	<u>(6,359,127)</u>	<u>2,424,524</u>	<u>-</u>	<u>(6,081,377)</u>
Net change in net position	<u>429,512</u>	<u>(801,108)</u>	<u>17,016</u>	<u>16,114</u>	<u>(338,466)</u>
Fund balances-beginning of year	5,394,311	15,337,125	617,770	705,184	22,054,390
Restatement	(20,120)	(60,372)	(1,403)	(2,356)	(84,251)
Fund balances-beginning of year, restated	<u>5,374,191</u>	<u>15,276,753</u>	<u>616,367</u>	<u>702,828</u>	<u>21,970,139</u>
Fund balances-end of the year	<u>\$ 5,803,703</u>	<u>14,475,645</u>	<u>633,383</u>	<u>718,942</u>	<u>21,631,673</u>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS  
As of June 30, 2013**

	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	\$ 5,441	61,684	41,732	26,564	6,356	14,070
Investments	-	68,848	44,256	137,641	14,960	21,050
Receivables	-	-	-	-	-	-
Taxes receivable	-	-	-	-	-	-
Grants receivable	-	15,000	11,677	2,382	-	-
Other assets	-	-	-	-	-	-
Total assets	<u>\$ 5,441</u>	<u>145,532</u>	<u>97,665</u>	<u>166,587</u>	<u>21,316</u>	<u>35,120</u>
<b>Liabilities</b>						
Accounts payable	\$ 13,893	6,973	364	3,139	-	-
Due to other funds	-	-	-	-	-	-
Accrued liabilities	-	219	168	3,197	-	-
Accrued compensated absences	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>13,893</u>	<u>7,192</u>	<u>532</u>	<u>6,336</u>	<u>-</u>	<u>-</u>
<b>Fund balances</b>						
Nonspendable	-	-	-	-	-	-
Restricted	8,452	138,340	71,057	160,251	21,316	35,120
Committed	-	-	-	-	-	-
Assigned	-	-	26,076	-	-	-
Unassigned	(16,904)	-	-	-	-	-
Total fund balances	<u>(8,452)</u>	<u>138,340</u>	<u>97,133</u>	<u>160,251</u>	<u>21,316</u>	<u>35,120</u>
Total liabilities and fund balances \$	<u>5,441</u>	<u>145,532</u>	<u>97,665</u>	<u>166,587</u>	<u>21,316</u>	<u>35,120</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, 2013**

	24	27	28	33	36 Law Enforcement Protection
	Grant Capital	Municipal Court	Police Contingency	Fire Protection	
<b>Assets</b>					
Cash and cash equivalents	\$ 49,397	37,569	13,401	19,888	-
Investments	-	-	37,711	186,878	-
Receivables	-	-	1,410	-	-
Taxes receivable	-	-	-	-	-
Grants receivable	8,444	-	-	-	12,780
Other assets	-	-	-	-	-
Total assets	<u>\$ 57,841</u>	<u>37,569</u>	<u>52,522</u>	<u>206,766</u>	<u>12,780</u>
<b>Liabilities</b>					
Accounts payable	\$ -	725	83,460	10,695	39
Due to other funds	-	-	-	-	8,586
Accrued liabilities	-	6,822	-	-	2,688
Accrued compensated absences	-	-	-	-	-
Unearned revenue	-	(290)	-	-	7,087
Total liabilities	<u>-</u>	<u>7,257</u>	<u>83,460</u>	<u>10,695</u>	<u>18,400</u>
<b>Fund balances</b>					
Nonspendable	-	-	-	-	-
Restricted	-	30,312	30,938	190,928	5,620
Committed	57,841	-	-	-	-
Assigned	-	-	-	5,143	19,000
Unassigned	-	-	(61,876)	-	(30,240)
Total fund balances	<u>57,841</u>	<u>30,312</u>	<u>(30,938)</u>	<u>196,071</u>	<u>(5,620)</u>
Total liabilities and fund balances	<u>\$ 57,841</u>	<u>37,569</u>	<u>52,522</u>	<u>206,766</u>	<u>12,780</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, 2013**

	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	\$ 29,104	29,778	27,033	-	142,492	20,898
Investments	36,520	37,043	1,820,504	938,016	-	55,724
Receivables	-	-	-	-	338	-
Taxes receivable	-	-	233,949	233,949	-	-
Grants receivable	8,532	-	-	-	48,573	-
Other assets	-	-	-	-	-	-
Total assets	<u>\$ 74,156</u>	<u>66,821</u>	<u>2,081,486</u>	<u>1,171,965</u>	<u>191,403</u>	<u>76,622</u>
<b>Liabilities</b>						
Accounts payable	\$ 250	-	-	-	5,624	-
Due to other funds	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	11,188	-
Accrued compensated absences	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>16,812</u>	<u>-</u>
<b>Fund balances</b>						
Nonspendable	-	-	-	-	-	-
Restricted	73,906	46,317	2,081,486	1,171,965	-	-
Committed	-	-	-	-	170,341	76,622
Assigned	-	20,504	-	-	4,250	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>73,906</u>	<u>66,821</u>	<u>2,081,486</u>	<u>1,171,965</u>	<u>174,591</u>	<u>76,622</u>
Total liabilities and fund balances	<u>\$ 74,156</u>	<u>66,821</u>	<u>2,081,486</u>	<u>1,171,965</u>	<u>191,403</u>	<u>76,622</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, 2013**

	75 Senior Center RSVP	89 ESGRT .0625% Convenience Center	Total Special Revenue Funds
<b>Assets</b>			
Cash and cash equivalents	\$ 731	-	526,138
Investments	-	1,408,340	4,807,491
Receivables	-	-	1,748
Taxes receivable	-	58,487	526,385
Grants receivable	20,625	-	128,013
Other assets	-	-	-
Total assets	<u>\$ 21,356</u>	<u>1,466,827</u>	<u>5,989,775</u>
<b>Liabilities</b>			
Accounts payable	\$ 19,403	-	144,565
Due to other funds	-	-	8,586
Accrued liabilities	1,842	-	26,124
Accrued compensated absences	-	-	-
Unearned revenue	-	-	6,797
Total liabilities	<u>21,245</u>	<u>-</u>	<u>186,072</u>
<b>Fund balances</b>			
Nonspendable	-	-	-
Restricted	-	1,466,827	5,532,835
Committed	-	-	304,804
Assigned	111	-	75,084
Unassigned	-	-	(109,020)
Total fund balances	<u>111</u>	<u>1,466,827</u>	<u>5,803,703</u>
Total liabilities and fund balances	<u>\$ 21,356</u>	<u>1,466,827</u>	<u>5,989,775</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, 2013**

	53	59	103	Total
	General Obligation	GRT P&I	Fire Services Bond	Debt Service Funds
<b>Assets</b>				
Cash and cash equivalents	\$ -	7,696	7,589	15,285
Investments	603,174	-	-	603,174
Receivables	-	-	-	-
Taxes receivable	54,616	-	-	54,616
Grants receivable	-	-	-	-
Interest receivable	-	-	-	-
Due from other governments	-	-	-	-
Prepaid	-	-	-	-
Other assets	-	-	-	-
Total assets	<u>\$ 657,790</u>	<u>7,696</u>	<u>7,589</u>	<u>673,075</u>
<b>Liabilities</b>				
Due to other funds	\$ -	-	-	-
Accounts payable	-	-	-	-
Accrued liabilities	-	-	-	-
Accrued compensated absences	-	-	-	-
Deposits	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources	<u>39,692</u>	<u>-</u>	<u>-</u>	<u>39,692</u>
<b>Fund balances</b>				
Nonspendable	-	-	-	-
Restricted	618,098	7,696	7,589	633,383
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	<u>618,098</u>	<u>7,696</u>	<u>7,589</u>	<u>633,383</u>
Total liabilities deferred inflows of resources, and fund balances	<u>\$ 657,790</u>	<u>7,696</u>	<u>7,589</u>	<u>673,075</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, 2013**

	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	\$ 18,693	-	20,242	499	232,035	711	12,068	-
Investments	18,361	-	7,145,827	123,953	288,572	912,212	173,688	4,005,112
Receivables	-	-	-	526	-	-	-	-
Taxes receivable	-	-	233,949	-	-	-	58,487	116,974
Grants receivable	3,196	-	19,765	-	-	-	-	-
Other assets	-	-	-	-	-	-	-	-
Total assets	<u>\$ 40,250</u>	<u>-</u>	<u>7,419,783</u>	<u>124,978</u>	<u>520,607</u>	<u>912,923</u>	<u>244,243</u>	<u>4,122,086</u>
<b>Liabilities</b>								
Accounts payable	-	-	-	-	-	-	-	-
Due to other funds	-	9,178	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>9,178</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances</b>								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	40,250	9,178	7,169,218	-	520,607	902,945	244,243	4,122,086
Committed	-	-	-	124,978	-	-	-	-
Assigned	-	-	250,565	-	-	9,978	-	-
Unassigned	-	(18,356)	-	-	-	-	-	-
Total fund balances	<u>40,250</u>	<u>(9,178)</u>	<u>7,419,783</u>	<u>124,978</u>	<u>520,607</u>	<u>912,923</u>	<u>244,243</u>	<u>4,122,086</u>
Total liabilities and fund balances \$	<u>40,250</u>	<u>-</u>	<u>7,419,783</u>	<u>124,978</u>	<u>520,607</u>	<u>912,923</u>	<u>244,243</u>	<u>4,122,086</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, 2013**

	108 2002 GRT Bond Acquisition	113 2009 GO Bond	114 Sidewalk Revolving Loan Fund	116 Regional Water Supply Transmission	Total Capital Projects
<b>Assets</b>					
Cash and cash equivalents	\$ -	22,637	74,998	13,254	395,137
Investments	-	1,028,738	53,961	280,231	14,030,655
Receivables	-	-	-	-	526
Taxes receivable	-	-	-	7,903	417,313
Grants receivable	-	-	-	-	22,961
Other assets	-	-	-	-	-
Total assets	\$ -	1,051,375	128,959	301,388	14,866,592
<b>Liabilities</b>					
Accounts payable	\$ -	25,964	-	-	25,964
Due to other funds	-	-	-	-	9,178
Deposits	-	-	-	-	-
Unearned revenue	-	-	-	355,805	355,805
Total liabilities	-	25,964	-	355,805	390,947
<b>Fund balances</b>					
Nonspendable	-	-	-	-	-
Restricted	-	698,034	128,959	(129,356)	13,706,164
Committed	-	-	-	-	124,978
Assigned	-	327,377	-	74,939	662,859
Unassigned	-	-	-	-	(18,356)
Total fund balances	-	1,025,411	128,959	(54,417)	14,475,645
Total liabilities and fund balances	\$ -	1,051,375	128,959	301,388	14,866,592

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
COMBINING BALANCE SHEET  
NON-MAJOR PERMANENT FUND  
As of June 30, 2013**

	<u>31</u>	<u>Total</u>
	<u>Cemetery</u>	<u>Permanent</u>
	<u>Perpetual</u>	<u>Fund</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 1,669	1,669
Investments	717,273	717,273
Receivables	-	-
Taxes receivable	-	-
Grants receivable	-	-
Other assets	-	-
Total assets	<u>\$ 718,942</u>	<u>718,942</u>
<b>Liabilities</b>		
Accounts payable	\$ -	-
Due to other funds	-	-
Accrued liabilities	-	-
Accrued compensated absences	-	-
Unearned revenue	-	-
Total liabilities	<u>-</u>	<u>-</u>
<b>Fund balances</b>		
Nonspendable	-	-
Restricted	718,942	718,942
Committed	-	-
Assigned	-	-
Unassigned	-	-
Total fund balances	<u>718,942</u>	<u>718,942</u>
Total liabilities and fund balances	<u>\$ 718,942</u>	<u>718,942</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, 2013**

	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	\$ 5,299	192,585	-	287,125	-	-
Fines and forfeitures	106,770	-	43,410	-	-	-
Federal grants	-	-	-	-	-	-
Other grants and gifts	-	61,015	41,501	2,381	-	-
Charges for services	-	-	-	66,549	5,533	1,957
Interest income	-	530	216	654	72	102
Miscellaneous	-	-	-	4,440	-	-
Total revenues	<u>112,069</u>	<u>254,130</u>	<u>85,127</u>	<u>361,149</u>	<u>5,605</u>	<u>2,059</u>
<b>Expenditures</b>						
Current:						
General government	-	261,864	47,928	-	-	2,566
Public safety	118,539	-	-	-	9,533	-
Public works	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	310,842	-	-
Non-current:						
Principal payments-debt service	-	-	-	-	-	-
Interest payments-debt service	-	-	-	-	-	-
Capital outlay	-	-	1,266	13,306	-	-
Total expenditures	<u>118,539</u>	<u>261,864</u>	<u>49,194</u>	<u>324,148</u>	<u>9,533</u>	<u>2,566</u>
Excess (deficiency) of revenues over expenditures	<u>(6,470)</u>	<u>(7,734)</u>	<u>35,933</u>	<u>37,001</u>	<u>(3,928)</u>	<u>(507)</u>
<b>Other financing sources (uses)</b>						
Transfers in	19,000	-	-	1,180	-	-
Transfers out	<u>(3,555)</u>	<u>(4,660)</u>	<u>(23,217)</u>	<u>(29,967)</u>	-	-
Total other financing source (uses)	<u>15,445</u>	<u>(4,660)</u>	<u>(23,217)</u>	<u>(28,787)</u>	-	-
Net change in fund balance	<u>8,975</u>	<u>(12,394)</u>	<u>12,716</u>	<u>8,214</u>	<u>(3,928)</u>	<u>(507)</u>
Fund balances-beginning of year	(17,427)	151,131	84,565	152,497	25,294	35,697
Restatement	-	(397)	(148)	(460)	(50)	(70)
Fund balances-beginning of year, restated	<u>(17,427)</u>	<u>150,734</u>	<u>84,417</u>	<u>152,037</u>	<u>25,244</u>	<u>35,627</u>
Fund balances-end of year	<u>\$ (8,452)</u>	<u>138,340</u>	<u>97,133</u>	<u>160,251</u>	<u>21,316</u>	<u>35,120</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, 2013**

	24	27	28	33	36 Law Enforcement
	Grant Capital	Municipal Court	Police Contingency	Fire Protection	Protection
<b>Revenues</b>					
Taxes and fees	-	-	-	-	-
Fines and forfeitures	-	4,268	-	-	-
Federal grants	23,202	-	-	-	-
Other grants and gifts	-	-	-	394,166	122,212
Charges for services	-	-	-	-	-
Interest income	10	-	180	1,293	74
Miscellaneous	-	-	4,507	-	-
Total revenues	<u>23,212</u>	<u>4,268</u>	<u>4,687</u>	<u>395,459</u>	<u>122,286</u>
<b>Expenditures</b>					
Current:					
General government	19,028	372,079	-	-	-
Public safety	-	-	12,531	305,155	127,170
Public works	-	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Non-current:					
Principal payments-debt service	-	-	-	97,216	-
Interest payments-debt service	-	-	-	27,314	-
Capital outlay	-	-	-	-	2,817
Total expenditures	<u>19,028</u>	<u>372,079</u>	<u>12,531</u>	<u>429,685</u>	<u>129,987</u>
Excess (deficiency) of revenues over expenditures	<u>4,184</u>	<u>(367,811)</u>	<u>(7,844)</u>	<u>(34,226)</u>	<u>(7,701)</u>
<b>Other financing sources (uses)</b>					
Transfers in	-	366,718	-	-	-
Transfers out	-	(5,365)	-	-	-
Total other financing source (uses)	<u>-</u>	<u>361,353</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>4,184</u>	<u>(6,458)</u>	<u>(7,844)</u>	<u>(34,226)</u>	<u>(7,701)</u>
Fund balances-beginning of year	53,657	36,770	(22,968)	231,043	2,136
Restatement	-	-	(126)	(746)	(55)
Fund balances-beginning of year, restated	<u>53,657</u>	<u>36,770</u>	<u>(23,094)</u>	<u>230,297</u>	<u>2,081</u>
Fund balances-end of year	<u>\$ 57,841</u>	<u>30,312</u>	<u>(30,938)</u>	<u>196,071</u>	<u>(5,620)</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, 2013**

	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	\$ 20,326	-	1,502,972	1,502,971	-	-
Fines and forfeitures	-	26,801	-	-	-	-
Federal grants	-	-	-	-	146,642	-
Other grants and gifts	22,412	-	-	-	313,658	-
Charges for services	-	-	-	-	142,454	32,703
Interest income	177	179	9,403	4,492	32	266
Miscellaneous	-	-	-	-	11,219	-
Total revenues	<u>42,915</u>	<u>26,980</u>	<u>1,512,375</u>	<u>1,507,463</u>	<u>614,005</u>	<u>32,969</u>
<b>Expenditures</b>						
Current:						
General government	-	-	-	-	-	-
Public safety	-	13,560	-	-	-	-
Public works	32,986	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	918,355	29,722
Non-current:						
Principal payments-debt service	-	-	-	-	-	-
Interest payments-debt service	-	-	-	-	-	-
Capital outlay	-	8,565	-	-	133,763	-
Total expenditures	<u>32,986</u>	<u>22,125</u>	<u>-</u>	<u>-</u>	<u>1,052,118</u>	<u>29,722</u>
Excess (deficiency) of revenues over expenditures	<u>9,929</u>	<u>4,855</u>	<u>1,512,375</u>	<u>1,507,463</u>	<u>(438,113)</u>	<u>3,247</u>
<b>Other financing sources (uses)</b>						
Transfers in	-	-	217,484	-	542,522	-
Transfers out	(1,787)	-	(1,811,343)	(1,354,238)	(103,462)	(353)
Total other financing source (uses)	<u>(1,787)</u>	<u>-</u>	<u>(1,593,859)</u>	<u>(1,354,238)</u>	<u>439,060</u>	<u>(353)</u>
Net change in fund balance	<u>8,140</u>	<u>4,855</u>	<u>(81,484)</u>	<u>153,225</u>	<u>947</u>	<u>2,894</u>
Fund balances-beginning of year	65,888	62,090	2,171,597	1,024,426	173,644	73,914
Restatement	(122)	(124)	(8,627)	(5,686)	-	(186)
Fund balances-beginning of year, restated	<u>65,766</u>	<u>61,966</u>	<u>2,162,970</u>	<u>1,018,740</u>	<u>173,644</u>	<u>73,728</u>
Fund balances-end of year	<u>\$ 73,906</u>	<u>66,821</u>	<u>2,081,486</u>	<u>1,171,965</u>	<u>174,591</u>	<u>76,622</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, 2013**

	75 Senior Center RSVP	89 ESGRT .0625% Convenience Center	Total Special Revenue Funds
<b>Revenues</b>			
Taxes and fees	\$ -	375,742	3,887,020
Fines and forfeitures	-	-	181,249
Federal grants	-	-	169,844
Other grants and gifts	177,455	-	1,134,800
Charges for services	-	-	249,196
Interest income	-	5,342	23,022
Miscellaneous	6,613	-	26,779
Total revenues	<u>184,068</u>	<u>381,084</u>	<u>5,671,910</u>
<b>Expenditures</b>			
Current:			
General government	-	-	703,465
Public safety	-	-	586,488
Public works	-	-	32,986
Health and welfare	210,151	-	210,151
Culture and recreation	-	-	1,258,919
Non-current:			
Principal payments-debt service	-	-	97,216
Interest payments-debt service	-	-	27,314
Capital outlay	19,366	-	179,083
Total expenditures	<u>229,517</u>	<u>-</u>	<u>3,095,622</u>
Excess (deficiency) of revenues over expenditures	<u>(45,449)</u>	<u>381,084</u>	<u>2,576,288</u>
<b>Other financing sources (uses)</b>			
Transfers in	59,258	-	1,206,162
Transfers out	<u>(14,989)</u>	<u>-</u>	<u>(3,352,936)</u>
Total other financing source (uses)	<u>44,269</u>	<u>-</u>	<u>(2,146,774)</u>
Net change in fund balance	<u>(1,180)</u>	<u>381,084</u>	<u>429,512</u>
Fund balances-beginning of year	1,291	1,089,066	5,394,311
Restatement	-	<u>(3,323)</u>	<u>(20,120)</u>
Fund balances-beginning of year, restated	<u>1,291</u>	<u>1,085,743</u>	<u>5,374,191</u>
Fund balances-end of year	<u>\$ 111</u>	<u>1,466,827</u>	<u>5,803,703</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, 2013**

	53	59	103	Total
	General Obligation	GRT P&I	Fire Services Bond	Debt Service Funds
<b>Revenues</b>				
Taxes and fees	\$ 725,570	-	-	725,570
Fines and forfeitures	-	-	-	-
Federal grants	-	-	-	-
Other grants and gifts	-	-	-	-
Charges for services	-	-	-	-
Interest income	1,445	1	1	1,447
Miscellaneous	-	-	-	-
Total revenues	<u>727,015</u>	<u>1</u>	<u>1</u>	<u>727,017</u>
<b>Expenditures</b>				
Current:				
General government	-		-	-
Non-current:				
Principal payments	177,140	1,857,468	-	2,034,608
Interest payments	59,529	1,040,388	-	1,099,917
Capital outlay	-		-	-
Total expenditures	<u>236,669</u>	<u>2,897,856</u>	<u>-</u>	<u>3,134,525</u>
Excess (deficiency) of revenues over expenditures	<u>490,346</u>	<u>(2,897,855)</u>	<u>1</u>	<u>(2,407,508)</u>
<b>Other financing sources (uses)</b>				
Proceeds of refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-
Transfers in	-	2,897,855	-	2,897,855
Transfers out	(473,331)	-	-	(473,331)
Total other financing source (uses)	<u>(473,331)</u>	<u>2,897,855</u>	<u>-</u>	<u>2,424,524</u>
Net change in fund balance	17,015	-	1	17,016
Fund balances-beginning of year	602,486	7,696	7,588	617,770
Restatement	(1,403)	-	-	(1,403)
Fund balances-beginning of year, restated	<u>601,083</u>	<u>7,696</u>	<u>7,588</u>	<u>616,367</u>
Fund balances-end of year	<u>\$ 618,098</u>	<u>7,696</u>	<u>7,589</u>	<u>633,383</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, 2013**

	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	\$ -	-	1,502,970	-	-	-	375,743	751,486
Fines and forfeitures	-	-	-	-	-	-	-	-
Federal grants	-	-	-	-	-	-	-	-
Other grants and gifts	143,510	97,849	19,765	-	-	-	-	-
Charges for services	-	-	-	15,237	-	-	-	-
Interest income	91	-	32,568	638	1,378	5,849	2,802	17,515
Miscellaneous	-	-	5,772	24,400	231,814	-	-	-
Total revenues	<u>143,601</u>	<u>97,849</u>	<u>1,561,075</u>	<u>40,275</u>	<u>233,192</u>	<u>5,849</u>	<u>378,545</u>	<u>769,001</u>
<b>Expenditures</b>								
Current:								
General government	-	-	21,417	2,046	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	-	858	-	-	-	18,579	-	-
Health and welfare	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	135,807
Non-current:								
Principal payments	-	-	-	-	-	-	-	-
Interest payments	-	-	-	-	-	-	-	-
Capital outlay	143,913	115,955	(265,754)	61,582	169	437,694	-	249,162
Total expenditures	<u>143,913</u>	<u>116,813</u>	<u>(244,337)</u>	<u>63,628</u>	<u>169</u>	<u>456,273</u>	<u>-</u>	<u>384,969</u>
Excess (deficiency) of revenues over expenditures	<u>(312)</u>	<u>(18,964)</u>	<u>1,805,412</u>	<u>(23,353)</u>	<u>233,023</u>	<u>(450,424)</u>	<u>378,545</u>	<u>384,032</u>
<b>Other financing sources (uses)</b>								
Proceeds of refunding bonds	-	-	-	-	-	-	-	-
Proceeds of long-term capital-related debt	-	-	-	-	-	-	-	-
Transfers in	-	9,786	-	-	169	-	-	-
Transfers out	-	-	(1,342,720)	-	-	-	(748,175)	-
Total other financing source (uses)	<u>-</u>	<u>9,786</u>	<u>(1,342,720)</u>	<u>-</u>	<u>169</u>	<u>-</u>	<u>(748,175)</u>	<u>-</u>
Net change in fund balance	<u>(312)</u>	<u>(9,178)</u>	<u>462,692</u>	<u>(23,353)</u>	<u>233,192</u>	<u>(450,424)</u>	<u>(369,630)</u>	<u>384,032</u>
Fund balances-beginning of year	40,623	-	6,980,351	148,826	288,386	1,369,074	616,568	3,749,931
Restatement	(61)	-	(23,260)	(495)	(971)	(5,727)	(2,695)	(11,877)
Fund balances-beginning of year, restated	<u>40,562</u>	<u>-</u>	<u>6,957,091</u>	<u>148,331</u>	<u>287,415</u>	<u>1,363,347</u>	<u>613,873</u>	<u>3,738,054</u>
Fund balances-end of year	<u>\$ 40,250</u>	<u>(9,178)</u>	<u>7,419,783</u>	<u>124,978</u>	<u>520,607</u>	<u>912,923</u>	<u>244,243</u>	<u>4,122,086</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, 2013**

	108 2002 GRT Bond Acquisition	113 2009 GO Bond	114 Sidewalk Revolving Loan Fund	116 Regional Water Supply Transmission	Total Capital Projects Funds
<b>Revenues</b>					
Taxes and fees	-	-	-	-	2,630,199
Fines and forfeitures	-	-	-	-	-
Federal grants	-	-	-	-	-
Other grants and gifts	-	-	-	2,344,891	2,606,015
Charges for services	-	-	-	-	15,237
Interest income	3	7,397	254	239	68,734
Miscellaneous	-	-	-	-	261,986
Total revenues	<u>3</u>	<u>7,397</u>	<u>254</u>	<u>2,345,130</u>	<u>5,582,171</u>
<b>Expenditures</b>					
Current:					
General government	-	-	-	-	23,463
Public safety	-	-	-	-	-
Public works	-	7,887	-	-	27,324
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	135,807
Non-current:					
Principal payments	-	-	-	-	-
Interest payments	-	-	-	-	-
Capital outlay	-	(916,071)	-	10,909	(162,441)
Total expenditures	<u>-</u>	<u>(908,184)</u>	<u>-</u>	<u>10,909</u>	<u>24,153</u>
Excess (deficiency) of revenues over expenditures	<u>3</u>	<u>915,581</u>	<u>254</u>	<u>2,334,221</u>	<u>5,558,018</u>
<b>Other financing sources (uses)</b>					
Proceeds of refunding bonds	-	-	-	-	-
Proceeds of long-term capital-related debt	-	-	-	-	-
Transfers in	-	209,406	75,000	555	294,916
Transfers out	(15,545)	(2,126,824)	-	(2,420,779)	(6,654,043)
Total other financing source (uses)	<u>(15,545)</u>	<u>(1,917,418)</u>	<u>75,000</u>	<u>(2,420,224)</u>	<u>(6,359,127)</u>
Net change in fund balance	<u>(15,542)</u>	<u>(1,001,837)</u>	<u>75,254</u>	<u>(86,003)</u>	<u>(801,108)</u>
Fund balances-beginning of year	15,542	2,042,354	53,885	31,585	15,337,125
Restatement	-	(15,106)	(180)	-	(60,372)
Fund balances-beginning of year, restated	<u>15,542</u>	<u>2,027,248</u>	<u>53,705</u>	<u>31,585</u>	<u>15,276,753</u>
Fund balances-end of year	<u>\$ -</u>	<u>1,025,411</u>	<u>128,959</u>	<u>(54,417)</u>	<u>14,475,645</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 PERMANENT FUND  
For The Year Ended June 30, 2013**

	31	Total Permanent Funds
	Cemetery Operations	
<b>Revenues</b>		
Taxes and fees	\$ -	-
Fines and forfeitures	-	-
Federal grants	-	-
Other grants and gifts	-	-
Charges for services	-	-
Interest income	3,339	3,339
Miscellaneous	12,775	12,775
Total revenues	16,114	16,114
<b>Expenditures</b>		
Current:		
General government	-	-
Public safety	-	-
Public works	-	-
Health and welfare	-	-
Culture and recreation	-	-
Non-current:		
Principal payments-debt service	-	-
Interest payments-debt service	-	-
Capital outlay	-	-
Total expenditures	-	-
Excess (deficiency) of revenues over expenditures	16,114	16,114
<b>Other financing sources (uses)</b>		
Transfers in	-	-
Transfers out	-	-
Total other financing source (uses)	-	-
Net change in fund balance	16,114	16,114
Fund balances-beginning of year	705,184	705,184
Restatement	(2,356)	(2,356)
Fund balances-beginning of year, restated	702,828	702,828
Fund balances-end of year	\$ 718,942	718,942

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, 2013**

	<u>Fund</u>	Balance <u>June 30, 2012</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>June 30, 2013</u>
<b>Police Court Bonds</b>	<b>17</b>				
<b>Assets</b>					
Cash	\$	838	23,734	(16,529)	8,043
Total assets		<u>838</u>	<u>23,734</u>	<u>(16,529)</u>	<u>8,043</u>
<b>Liabilities</b>					
Deposits held in custody for others		838	23,734	(16,529)	8,043
Total liabilities	\$	<u>838</u>	<u>23,734</u>	<u>(16,529)</u>	<u>8,043</u>
<b>State Judicial</b>	<b>39</b>				
<b>Assets</b>					
Cash	\$	5,005	59,452	(60,500)	3,957
Accounts receivable		69,336	70,524	(69,336)	70,524
Allowance for uncollectible accounts		(69,336)	(70,524)	69,336	(70,524)
Total assets		<u>5,005</u>	<u>59,452</u>	<u>(60,500)</u>	<u>3,957</u>
<b>Liabilities</b>					
Accounts payable		5,013	59,357	(60,471)	3,899
Deposits held in custody for others		(8)	95	(29)	58
Total liabilities	\$	<u>5,005</u>	<u>59,452</u>	<u>(60,500)</u>	<u>3,957</u>
<b>US Army Corps of Engineers</b>	<b>115</b>				
<b>Assets</b>					
Cash	\$	1,049,159	-	(1,049,159)	-
Total assets		<u>1,049,159</u>	<u>-</u>	<u>(1,049,159)</u>	<u>-</u>
<b>Liabilities</b>					
Deposits held in custody for others		1,049,159	-	(1,049,159)	-
Total liabilities	\$	<u>1,049,159</u>	<u>-</u>	<u>(1,049,159)</u>	<u>-</u>
<b>TOTAL</b>					
<b>Assets</b>					
Cash	\$	1,055,002	83,186	(1,126,188)	12,000
Accounts receivable		69,336	70,524	(69,336)	70,524
Allowance for uncollectible accounts		(69,336)	(70,524)	69,336	(70,524)
Total assets		<u>1,055,002</u>	<u>83,186</u>	<u>(1,126,188)</u>	<u>12,000</u>
<b>Liabilities</b>					
Accounts payable		5,013	59,357	(60,471)	3,899
Deposits held in custody for others		1,049,989	23,829	(1,065,717)	8,101
Total liabilities	\$	<u>1,055,002</u>	<u>83,186</u>	<u>(1,126,188)</u>	<u>12,000</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, 2013**

	94 Component Unit Landfill
<b>Assets</b>	
Cash and cash equivalents	\$ 22,331
Investments	2,404,183
Receivables, net	20,016
Taxes receivable	1,166
Total current assets	2,447,696
Non-current assets	
Restricted cash	-
Restricted cash held in investments	649,896
Capital assets, net	3,425,722
Total assets	\$ 6,523,314
<b>Liabilities</b>	
Current liabilities	
Accounts payable	\$ 34,638
Accrued liabilities	9,456
Accrued interest payable	-
Compensated absences	18,089
Unearned revenue	(33)
Bonds, notes and leases payable	-
Total current liabilities	62,150
Long-term liabilities	
Landfill post-closure	709,896
Total long-term liabilities	709,896
Total liabilities	772,046
<b>Net Position</b>	
Net investment in capital assets	3,425,722
Restricted for:	
Other purposes	649,896
Unreserved	1,675,650
Total net position	5,751,268
Total liabilities and net position	\$ 6,523,314

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 POSITION  
COMPONENT UNIT - LANDFILL  
For The Year Ended June 30, 2013**

	94 Component Unit Landfill
Operating revenues	
Charges for services	\$ 1,149,081
Miscellaneous	9,414
Total revenues	1,158,495
Operating expenses:	
Personnel services	279,555
Repairs and maintenance	108,926
Supplies	148,639
Other services and insurance	364,740
Depreciation	308,375
Total operating expenses	1,210,235
Excess (deficiency) of revenues over expenditures	(51,740)
Non-operating revenues (expenses):	
Interest and investment revenue	13,590
Interest payments	-
Gain/(loss) on sale of assets	-
Capital contributions	-
Transfers in	-
Transfers out	(1,720)
Total non-operating revenues (expenses)	11,870
Change in net position	(39,870)
Net position-beginning of year	5,801,650
Restatement	(10,512)
Net position-beginning of year, restated	5,791,138
Net position-end of the year	\$ 5,751,268

The accompanying notes are integral to these financial statements

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
FUND DESCRIPTIONS  
FOR THE YEAR ENDED JUNE 30, 2013**

**GENERAL FUND SUB FUNDS**

*Community Services (F32)* – to account for revenues and costs associated with community services.  
*Community Development (F63)* – to account for revenues and costs associated with community development.  
*Building Codes (F65)* – to account for revenues and costs associated with building codes.

**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.

*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, 2013**

**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.

*Gross Receipts Tax (GRT) Principal and Interest Fund (F059)* – This fund accounts for accumulating monies for payment of gross receipts for revenue 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.

*1999 Gross Receipts Tax 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.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
FUND DESCRIPTIONS  
FOR THE YEAR ENDED JUNE 30, 2013**

**CAPITAL PROJECTS FUNDS — (continued)**

*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.

*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.

**PERMANENT FUNDS**

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

**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.

*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, 2013**

	<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	5,300	(500)
Fines and forfeitures	125,786	124,446	106,770	(17,676)
Interest income	-	-	-	-
	<u>131,586</u>	<u>130,246</u>	<u>112,070</u>	<u>(18,176)</u>
<b>Expenditures</b>				
Current:				
Public Safety	180,500	180,500	123,309	57,191
Non-current:				
Capital outlay	-	-	-	-
	<u>180,500</u>	<u>180,500</u>	<u>123,309</u>	<u>57,191</u>
Excess (deficiency) of revenues over expenditures	<u>(48,914)</u>	<u>(50,254)</u>	<u>(11,239)</u>	<u>39,015</u>
<b>Other financing sources (uses)</b>				
Transfers in	55,000	55,000	19,000	(36,000)
Transfers out	(4,996)	(3,729)	(3,555)	174
Total other financing sources (uses)	<u>50,004</u>	<u>51,271</u>	<u>15,445</u>	<u>(35,826)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>1,090</u>	<u>1,017</u>	<u>4,206</u>	<u>3,189</u>
Budgeted cash carryover	<u>1,234</u>	<u>1,234</u>		
	<u>\$ 2,324</u>	<u>2,251</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net position (Budget Basis)	\$ 4,206
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>4,768</u>
Change in net position (GAAP basis)	<u>\$ 8,975</u>

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes & Fees	\$ 203,068	203,068	189,358	(13,710)
Grants and gifts	25,000	58,333	80,000	21,667
Miscellaneous	-	6,667	3,228	(3,439)
Interest income	<u>390</u>	<u>390</u>	<u>530</u>	<u>140</u>
 Total revenues	 <u>228,458</u>	 <u>268,458</u>	 <u>273,116</u>	 <u>4,658</u>
<b>Expenditures</b>				
Current:				
General government	262,832	306,392	265,975	40,417
Non-current:				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total expenditures	 <u>262,832</u>	 <u>306,392</u>	 <u>265,975</u>	 <u>40,417</u>
 Excess (deficiency) of revenues over expenditures	 <u>(34,374)</u>	 <u>(37,934)</u>	 <u>7,141</u>	 <u>45,075</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>(6,502)</u>	<u>(4,957)</u>	<u>(4,660)</u>	<u>297</u>
Total other financing sources (uses)	<u>(6,502)</u>	<u>(4,957)</u>	<u>(4,660)</u>	<u>297</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	 <u>(40,876)</u>	 <u>(42,891)</u>	 <u>2,481</u>	 <u>45,372</u>
 Budgeted cash carryover	 <u>128,392</u>	 <u>128,392</u>		
	<u>\$ 87,516</u>	<u>85,501</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 2,481
To adjust applicable revenue accruals and deferrals	(18,985)
To adjust applicable expenditures and accruals and payments	<u>4,110</u>
Change in net position (GAAP basis)	<u>\$ (12,394)</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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Fines and forfeitures	\$ 60,000	51,000	43,410	(7,590)
Grants and gifts	34,882	30,479	29,825	(654)
Interest income	175	175	216	41
Total revenues	95,057	81,654	73,451	(8,203)
<b>Expenditures</b>				
Current:				
General government	65,433	54,689	47,849	6,840
Non-current:				
Capital outlay	8,114	29,900	1,266	28,634
Total expenditures	73,547	84,589	49,115	35,474
Excess (deficiency) of revenues over expenditures	21,510	(2,935)	24,336	27,271
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(21,959)	(23,217)	(23,217)	-
Total other financing sources (uses)	(21,959)	(23,217)	(23,217)	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(449)	(26,152)	1,119	27,271
Budgeted cash carryover	85,015	85,015		
	\$ 84,566	58,863		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$	1,119
To adjust applicable revenue accruals and deferrals		11,676
To adjust applicable expenditures and accruals and payments		(79)
Change in net position (GAAP basis)	\$	12,716

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, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 304,601	304,601	284,033	(20,568)
Fines and forfeitures	-	-	3,092	3,092
Grants	-	60,000	-	(60,000)
Charges for services	50,000	50,000	66,549	16,549
Interest income	490	490	654	164
Miscellaneous	12,000	10,000	4,441	(5,559)
	<u>367,091</u>	<u>425,091</u>	<u>358,769</u>	<u>(66,322)</u>
<b>Expenditures</b>				
Current:				
Culture and recreation	374,815	361,008	312,832	48,176
Non-current:				
Capital outlay	-	136,541	13,307	123,234
	<u>374,815</u>	<u>497,549</u>	<u>326,139</u>	<u>171,410</u>
Excess (deficiency) of revenues over expenditures	<u>(7,724)</u>	<u>(72,458)</u>	<u>32,630</u>	<u>105,088</u>
<b>Other financing sources (uses)</b>				
Transfers in	2,276	39,776	1,180	(38,596)
Transfers out	(32,741)	(29,967)	(29,967)	-
Total other financing sources (uses)	<u>(30,465)</u>	<u>9,809</u>	<u>(28,787)</u>	<u>(38,596)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(38,189)</u>	<u>(62,649)</u>	<u>3,843</u>	<u>66,492</u>
Budgeted cash carryover	<u>160,671</u>	<u>160,671</u>		
	<u>\$ 122,482</u>	<u>98,022</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 3,843
To adjust applicable revenue accruals and deferrals	2,381
To adjust applicable expenditures and accruals and payments	1,990
Change in net position (GAAP basis)	\$ 8,214

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Grants and gifts	\$ -	-	-	-
Charges for services	5,000	5,000	5,532	532
Interest income	85	85	72	(13)
	<u>5,085</u>	<u>5,085</u>	<u>5,604</u>	<u>519</u>
<b>Expenditures</b>				
Current:				
Public safety	9,732	11,053	9,532	1,521
Non-current:				
Capital outlay	-	-	-	-
	<u>9,732</u>	<u>11,053</u>	<u>9,532</u>	<u>1,521</u>
Excess (deficiency) of revenues over expenditures	<u>(4,647)</u>	<u>(5,968)</u>	<u>(3,928)</u>	<u>2,040</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>(4,647)</u>	<u>(5,968)</u>	<u>(3,927)</u>	<u>2,040</u>
Budgeted cash carryover	<u>25,294</u>	<u>25,294</u>		
	<u>\$ 20,647</u>	<u>19,326</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (3,927)
To adjust applicable revenue accruals and deferrals	1
To adjust applicable expenditures and accruals and payments	<u>(2)</u>
Change in net position (GAAP basis)	<u>\$ (3,928)</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ -	-	-	-
User Fees	4,500	4,750	1,957	(2,793)
Interest income	100	100	102	2
	<u>4,600</u>	<u>4,850</u>	<u>2,059</u>	<u>(2,791)</u>
<b>Expenditures</b>				
Current:				
General government	5,300	14,750	2,834	11,916
Non-current:				
Capital outlay	-	-	-	-
	<u>5,300</u>	<u>14,750</u>	<u>2,834</u>	<u>11,916</u>
Excess (deficiency) of revenues over expenditures	<u>(700)</u>	<u>(9,900)</u>	<u>(775)</u>	<u>9,125</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>(700)</u>	<u>(9,900)</u>	<u>(775)</u>	<u>9,125</u>
Budgeted cash carryover	<u>25,294</u>	<u>25,294</u>		
	<u>\$ 24,594</u>	<u>15,394</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$	(775)
To adjust applicable revenue accruals and deferrals		(1)
To adjust applicable expenditures and accruals and payments		269
Change in net position (GAAP basis)	\$	(507)

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ -	140,066	19,729	(120,337)
Miscellaneous	-	-	-	-
Interest income	-	-	-	-
<b>Total revenues</b>	<b>-</b>	<b>140,066</b>	<b>19,729</b>	<b>(120,337)</b>
<b>Expenditures</b>				
Current:				
General government	-	31,678	19,028	12,650
Non-current:				
Capital outlay	105,000	221,852	-	-
<b>Total expenditures</b>	<b>105,000</b>	<b>253,530</b>	<b>19,028</b>	<b>12,650</b>
Excess (deficiency) of revenues over expenditures	(105,000)	(113,464)	701	(107,687)
<b>Other financing sources (uses)</b>				
Transfers in	105,000	117,661	-	(117,661)
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>105,000</b>	<b>117,661</b>	<b>-</b>	<b>(117,661)</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	4,197	701	(225,348)
Budgeted cash carryover	48,687	48,687		
	\$ 48,687	52,884		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net position (Budget Basis)	\$ 701
To adjust applicable revenue accruals and deferrals	3,482
To adjust applicable expenditures and accruals and payments	1
<b>Change in net position (GAAP basis)</b>	<b>\$ 4,184</b>

**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, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Fines and forfeitures	\$ 3,000	5,092	4,268	(824)
Miscellaneous	500	-	-	-
	<u>3,500</u>	<u>5,092</u>	<u>4,268</u>	<u>(824)</u>
Total revenues				
<b>Expenditures</b>				
Current:				
General government	400,445	401,080	373,245	27,835
Non-current:				
Capital outlay	5,000	5,000	-	5,000
	<u>405,445</u>	<u>406,080</u>	<u>373,245</u>	<u>32,835</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>(401,945)</u>	<u>(400,988)</u>	<u>(368,977)</u>	<u>32,011</u>
<b>Other financing sources (uses)</b>				
Transfers in	366,718	366,718	366,718	-
Transfers out	(5,923)	(5,602)	(5,365)	237
Total other financing sources (uses)	<u>360,795</u>	<u>361,116</u>	<u>361,353</u>	<u>237</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(41,150)</u>	<u>(39,872)</u>	<u>(7,624)</u>	<u>32,248</u>
Budgeted cash carryover	<u>45,481</u>	<u>45,481</u>		
	<u>\$ 4,331</u>	<u>5,609</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (7,624)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	1,166
Change in net position (GAAP basis)	\$ (6,458)



**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 125	125	180	55
Miscellaneous	11,000	11,000	4,583	(6,417)
	<u>11,125</u>	<u>11,125</u>	<u>4,763</u>	<u>(6,362)</u>
<b>Expenditures</b>				
Current:				
Public safety	16,000	16,000	11,546	4,454
Non-current:				
Capital outlay	-	-	-	-
	<u>16,000</u>	<u>16,000</u>	<u>11,546</u>	<u>4,454</u>
Excess (deficiency) of revenues over expenditures	<u>(4,875)</u>	<u>(4,875)</u>	<u>(6,783)</u>	<u>(1,908)</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>(4,875)</u>	<u>(4,875)</u>	<u>(6,783)</u>	<u>(1,908)</u>
Budgeted cash carryover	<u>47,695</u>	<u>47,695</u>		
	<u>\$ 42,820</u>	<u>42,820</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (6,783)
To adjust applicable revenue accruals and deferrals	(75)
To adjust applicable expenditures and accruals and payments	(987)
Change in net position (GAAP basis)	\$ (7,844)

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO**  
**Statement of Revenues and Expenditures**  
**Budget and Actual (Non-GAAP Budgetary Basis)**  
**General Fund Sub Fund - Community Services - 032**  
**For The Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Grants and gifts	\$ -	99,434	18,555	(80,879)
Charges for services	448,267	457,079	430,766	(26,313)
Interest Income	-	-	242	242
Fines	21,000	21,000	15,649	(5,351)
Miscellaneous	<u>70,875</u>	<u>67,678</u>	<u>70,545</u>	<u>2,867</u>
Total revenues	<u>540,142</u>	<u>645,191</u>	<u>535,757</u>	<u>(109,434)</u>
<b>Expenditures</b>				
Current:				
General government	920,674	985,631	846,161	139,470
Culture and recreation	2,411,388	2,366,894	2,184,184	182,710
Non-current:				
Capital outlay	<u>134,650</u>	<u>455,884</u>	<u>361,891</u>	<u>93,993</u>
Total expenditures	<u>3,466,712</u>	<u>3,808,409</u>	<u>3,392,236</u>	<u>416,173</u>
Excess (deficiency) of revenues over expenditures	<u>(2,926,570)</u>	<u>(3,163,218)</u>	<u>(2,856,479)</u>	<u>306,739</u>
<b>Other financing sources (uses)</b>				
Transfers in	3,393,330	3,447,630	3,382,403	(65,227)
Transfers out	<u>(486,176)</u>	<u>(473,098)</u>	<u>(473,098)</u>	<u>-</u>
Total other financing sources (uses)	<u>2,907,154</u>	<u>2,974,532</u>	<u>2,909,305</u>	<u>(65,227)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(19,416)</u>	<u>(188,686)</u>	<u>52,826</u>	<u>241,512</u>
Budgeted cash carryover	<u>434,363</u>	<u>434,363</u>		
	<u>\$ 414,947</u>	<u>245,677</u>		
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net position (Budget Basis)			\$ 52,826	
To adjust applicable revenue accruals and deferrals			(9,525)	
To adjust applicable expenditures and accruals			<u>22,618</u>	
Change in net position (GAAP basis)			<u>\$ 65,919</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)  
Fire Protection - 033  
For The Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>			Variance Favorable/ (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Grants and gifts	\$ 401,082	394,170	394,170	-
Miscellaneous	-	-	-	-
Interest income	1,420	1,420	1,293	(127)
	<u>402,502</u>	<u>395,590</u>	<u>395,463</u>	<u>(127)</u>
Total revenues				
<b>Expenditures</b>				
Current:				
Public safety	399,946	448,119	434,529	13,590
Non-current:				
Capital outlay	-	116,640	-	116,640
	<u>399,946</u>	<u>564,759</u>	<u>434,529</u>	<u>130,230</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>2,556</u>	<u>(169,169)</u>	<u>(39,066)</u>	<u>130,103</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>2,556</u>	<u>(169,169)</u>	<u>(39,066)</u>	<u>130,103</u>
Budgeted cash carryover	<u>246,578</u>	<u>246,578</u>		
	<u>\$ 249,134</u>	<u>77,409</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (39,066)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>4,840</u>
Change in net position (GAAP basis)	<u>\$ (34,226)</u>

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Grants and gifts	\$ 127,200	158,526	116,221	(42,305)
Interest income	<u>180</u>	<u>180</u>	<u>74</u>	<u>(106)</u>
Total revenues	<u>127,380</u>	<u>158,706</u>	<u>116,295</u>	<u>(42,411)</u>
<b>Expenditures</b>				
Current:				
Public safety	96,070	160,685	149,160	11,525
Non-current:				
Capital outlay	<u>22,000</u>	<u>22,000</u>	<u>2,817</u>	<u>19,183</u>
Total expenditures	<u>118,070</u>	<u>182,685</u>	<u>151,977</u>	<u>30,708</u>
Excess (deficiency) of revenues over expenditures	<u>9,310</u>	<u>(23,979)</u>	<u>(35,682)</u>	<u>(11,703)</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>9,310</u>	<u>(23,979)</u>	<u>(35,682)</u>	<u>(11,703)</u>
Budgeted cash carryover	<u>27,151</u>	<u>27,151</u>		
	<u>\$ 36,461</u>	<u>3,172</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (35,682)
To adjust applicable revenue accruals and deferrals	5,991
To adjust applicable expenditures and accruals and payments	<u>21,991</u>
Change in net position (GAAP basis)	<u>\$ (7,701)</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, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 21,348	21,348	20,325	(1,023)
Grants and gifts	38,000	27,729	16,609	(11,120)
Investment Income	155	155	177	22
	<u>59,503</u>	<u>49,232</u>	<u>37,111</u>	<u>(12,121)</u>
<b>Expenditures</b>				
Current:				
Public works	54,156	38,225	32,986	5,239
Non-current:				
Capital outlay	-	-	-	-
	<u>54,156</u>	<u>38,225</u>	<u>32,986</u>	<u>5,239</u>
Excess (deficiency) of revenues over expenditures	<u>5,347</u>	<u>11,007</u>	<u>4,125</u>	<u>(6,882)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(2,235)	(1,817)	(1,787)	30
Total other financing sources (uses)	<u>(2,235)</u>	<u>(1,817)</u>	<u>(1,787)</u>	<u>30</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>3,112</u>	<u>9,190</u>	<u>2,337</u>	<u>(6,852)</u>
Budgeted cash carryover	<u>63,159</u>	<u>63,159</u>		
	<u>\$ 66,271</u>	<u>72,349</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 2,337
To adjust applicable revenue accruals and deferrals	5,803
To adjust applicable expenditures and accruals and payments	-
Change in net position (GAAP basis)	\$ 8,140

**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, 2013**

	<u>Budgeted Amounts</u>			Variance Favorable/ (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Fines and forfeitures	\$ 38,000	35,000	26,800	(8,200)
Miscellaneous	-	-	-	-
Interest income	135	135	179	44
	<u>38,135</u>	<u>35,135</u>	<u>26,979</u>	<u>(8,156)</u>
Total revenues				
<b>Expenditures</b>				
Current:				
Public safety	15,500	15,500	13,560	1,940
Non-current:				
Capital outlay	30,000	30,000	8,565	21,435
	<u>45,500</u>	<u>45,500</u>	<u>22,125</u>	<u>23,375</u>
Total expenditures				
Excess (deficiency) of revenues over expenditures	<u>(7,365)</u>	<u>(10,365)</u>	<u>4,854</u>	<u>15,219</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>(7,365)</u>	<u>(10,365)</u>	<u>4,853</u>	<u>15,219</u>
Budgeted cash carryover	<u>62,091</u>	<u>62,091</u>		
	<u>\$ 54,726</u>	<u>51,726</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 4,853
To adjust applicable revenue accruals and deferrals	2
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net position (GAAP basis)	<u>\$ 4,855</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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 1,529,415	1,526,300	1,521,605	(4,695)
Interest income	<u>5,700</u>	<u>5,700</u>	<u>9,403</u>	<u>3,703</u>
Total revenues	<u>1,535,115</u>	<u>1,532,000</u>	<u>1,531,008</u>	<u>(992)</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>1,535,115</u>	<u>1,532,000</u>	<u>1,531,008</u>	<u>(992)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	217,845	217,484	(361)
Transfers out	<u>(1,397,453)</u>	<u>(1,898,455)</u>	<u>(1,811,343)</u>	<u>87,112</u>
Total other financing sources (uses)	<u>(1,397,453)</u>	<u>(1,680,610)</u>	<u>(1,593,859)</u>	<u>86,751</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>137,662</u>	<u>(148,610)</u>	<u>(62,851)</u>	<u>85,759</u>
Budgeted cash carryover	<u>1,919,014</u>	<u>1,919,014</u>		
	<u>\$ 2,056,676</u>	<u>1,770,404</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (62,851)
To adjust applicable revenue accruals and deferrals	(18,633)
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net position (GAAP basis)	<u>\$ (81,484)</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 Fund Sub Fund - Community Development - 063  
For The Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance Favorable/ (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Fees and Permits	\$ 12,000	12,000	16,900	4,900
Charges for services	25	25	63	38
Miscellaneous	125,000	125,000	108,721	(16,279)
Intererst income	<u>10</u>	<u>10</u>	<u>8</u>	<u>(2)</u>
 Total revenues	 <u>137,035</u>	 <u>137,035</u>	 <u>125,692</u>	 <u>(16,243)</u>
<b>Expenditures</b>				
Current:				
General government	264,738	229,878	197,920	31,958
Non-current:				
Capital outlay	<u>-</u>	<u>3,300</u>	<u>3,291</u>	<u>9</u>
 Total expenditures	 <u>264,738</u>	 <u>233,178</u>	 <u>201,211</u>	 <u>31,967</u>
 Excess (deficiency) of revenues over expenditures	 <u>(127,703)</u>	 <u>(96,143)</u>	 <u>(75,519)</u>	 <u>15,724</u>
<b>Other financing sources (uses)</b>				
Transfers in	300,978	300,978	300,978	-
Transfers out	<u>(32,250)</u>	<u>(28,218)</u>	<u>(28,218)</u>	<u>-</u>
Total other financing sources (uses)	<u>268,728</u>	<u>272,760</u>	<u>272,760</u>	<u>-</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	 <u>141,025</u>	 <u>176,617</u>	 <u>197,241</u>	 <u>15,724</u>
 Budgeted cash carryover	 <u>36,248</u>	 <u>36,248</u>		
	 <u>\$ 177,273</u>	 <u>212,865</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 197,241
To adjust applicable revenue accruals and deferrals	(8)
To adjust applicable expenditures and accruals and payments	<u>1,698</u>
Change in net position (GAAP basis)	<u>\$ 198,930</u>



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
Statement of Revenues and Expenditures  
Budget and Actual (Non-GAAP Budgetary Basis)  
General Fund Sub Fund - Building Codes - 065  
For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Fees and Permits	\$ 5,800	6,800	15,322	8,522
Miscellaneous	<u>45,000</u>	<u>25,000</u>	<u>4,692</u>	<u>(20,308)</u>
Total revenues	<u>50,800</u>	<u>31,800</u>	<u>20,014</u>	<u>(20,308)</u>
<b>Expenditures</b>				
Current:				
General government	112,621	120,497	117,202	3,295
Non-current:				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>112,621</u>	<u>120,497</u>	<u>117,202</u>	<u>3,295</u>
Excess (deficiency) of revenues over expenditures	<u>(61,821)</u>	<u>(88,697)</u>	<u>(97,188)</u>	<u>(17,013)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	8,451	8,451	-
Transfers out	<u>(12,359)</u>	<u>(12,362)</u>	<u>(12,362)</u>	<u>-</u>
Total other financing sources (uses)	<u>(12,359)</u>	<u>(3,911)</u>	<u>(3,911)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(74,180)</u>	<u>(92,608)</u>	<u>(101,099)</u>	<u>(17,013)</u>
Budgeted cash carryover	<u>103,176</u>	<u>103,176</u>		
	<u>\$ 28,996</u>	<u>10,568</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (101,099)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>735</u>
Change in net position (GAAP basis)	<u>\$ (100,364)</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 1,529,415	1,526,300	1,521,605	(4,695)
Interest income	3,665	3,665	4,492	827
	1,533,080	1,529,965	1,526,097	(3,868)
<b>Expenditures</b>				
Current:				
Public works	-	-	-	-
Non-current:				
Capital outlay	-	-	-	-
	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	1,533,080	1,529,965	1,526,097	(3,868)
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(1,489,602)	(1,836,804)	(1,354,237)	482,567
Total other financing sources (uses)	(1,489,602)	(1,836,804)	(1,354,237)	482,567
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	43,478	(306,839)	171,860	478,699
Budgeted cash carryover	771,843	771,843		
	\$ 815,321	465,004		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 171,860
To adjust applicable revenue accruals and deferrals	(18,635)
To adjust applicable expenditures and accruals and payments	(1)
Change in net position (GAAP basis)	\$ 153,225

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 421,288	508,703	433,988	(74,715)
Charges for services	106,900	106,900	142,453	35,553
Miscellaneous	11,840	20,316	11,251	(9,065)
Interest income	-	-	-	-
	<u>540,028</u>	<u>635,919</u>	<u>587,692</u>	<u>(48,227)</u>
<b>Expenditures</b>				
Current:				
Health and welfare	998,903	1,003,174	927,896	75,278
Non-current:				
Capital outlay	75,000	218,717	133,763	84,954
	<u>1,073,903</u>	<u>1,221,891</u>	<u>1,061,659</u>	<u>160,232</u>
Excess (deficiency) of revenues over expenditures	<u>(533,875)</u>	<u>(585,972)</u>	<u>(473,967)</u>	<u>112,005</u>
<b>Other financing sources (uses)</b>				
Transfers in	594,968	594,968	542,522	(52,446)
Transfers out	(105,074)	(103,462)	(103,462)	-
Total other financing sources (uses)	<u>489,894</u>	<u>491,506</u>	<u>439,060</u>	<u>(52,446)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(43,981)</u>	<u>(94,466)</u>	<u>(34,907)</u>	<u>59,559</u>
Budgeted cash carryover	<u>163,064</u>	<u>163,064</u>		
	<u>\$ 119,083</u>	<u>68,598</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (34,907)
To adjust applicable revenue accruals and deferrals	26,314
To adjust applicable expenditures and accruals and payments	<u>9,540</u>
Change in net position (GAAP basis)	<u>\$ 947</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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 21,050	22,050	32,703	10,653
Interest income	175	175	266	91
	<u>21,225</u>	<u>22,225</u>	<u>32,969</u>	<u>10,744</u>
<b>Expenditures</b>				
Current:				
General government	21,050	52,861	29,722	23,139
Non-current:				
Capital outlay	-	-	-	-
	<u>21,050</u>	<u>52,861</u>	<u>29,722</u>	<u>42,864</u>
Excess (deficiency) of revenues over expenditures	<u>175</u>	<u>(30,636)</u>	<u>3,247</u>	<u>53,608</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(528)	(610)	(353)	(257)
Total other financing sources (uses)	<u>(528)</u>	<u>(610)</u>	<u>(353)</u>	<u>(257)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(353)</u>	<u>(31,246)</u>	<u>2,893</u>	<u>53,351</u>
Budgeted cash carryover	<u>73,915</u>	<u>73,915</u>		
	<u>\$ 73,562</u>	<u>42,669</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 2,893
To adjust applicable revenue accruals and deferrals	1
To adjust applicable expenditures and accruals and payments	-
Change in net position (GAAP basis)	\$ 2,894

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 227,066	227,066	206,400	(20,666)
Miscellaneous	6,000	8,453	6,613	(1,840)
Charges for services	-	-	-	-
	<u>233,066</u>	<u>235,519</u>	<u>213,013</u>	<u>(22,506)</u>
<b>Expenditures</b>				
Current:				
Health and welfare	213,994	215,989	211,157	4,832
Non-current:				
Capital outlay	19,500	19,500	-	19,500
	<u>233,494</u>	<u>235,489</u>	<u>211,157</u>	<u>24,332</u>
Excess (deficiency) of revenues over expenditures	<u>(428)</u>	<u>30</u>	<u>1,856</u>	<u>1,826</u>
<b>Other financing sources (uses)</b>				
Transfers in	63,758	63,758	59,258	(4,500)
Transfers out	(15,112)	(14,989)	(14,989)	-
	<u>48,646</u>	<u>48,769</u>	<u>44,269</u>	<u>(4,500)</u>
Total other financing sources (uses)				
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>48,218</u>	<u>48,799</u>	<u>46,125</u>	<u>(2,674)</u>
Budgeted cash carryover	<u>100</u>	<u>100</u>		
	<u>\$ 48,318</u>	<u>48,899</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net position (Budget Basis)	\$ 46,125
To adjust applicable revenue accruals and deferrals	(28,945)
To adjust applicable expenditures and accruals and payments	<u>(18,360)</u>
Change in net position (GAAP basis)	<u>\$ (1,180)</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 382,353	381,574	380,401	(1,173)
Grants and gifts	-	400,750	-	(400,750)
Interest income	2,485	2,485	5,342	2,857
	<u>384,838</u>	<u>784,809</u>	<u>385,743</u>	<u>(399,066)</u>
<b>Expenditures</b>				
Current:				
General government	-	10,000	-	10,000
Non-current:				
Capital outlay	-	370,750	-	370,750
	<u>-</u>	<u>380,750</u>	<u>-</u>	<u>380,750</u>
Excess (deficiency) of revenues over expenditures	<u>384,838</u>	<u>404,059</u>	<u>385,743</u>	<u>(18,316)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	(4,000)	-	4,000
Total other financing sources (uses)	<u>-</u>	<u>(4,000)</u>	<u>-</u>	<u>4,000</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>384,838</u>	<u>400,059</u>	<u>385,743</u>	<u>(14,316)</u>
Budgeted cash carryover	<u>1,025,920</u>	<u>1,025,920</u>		
	<u>\$ 1,410,758</u>	<u>1,425,979</u>		
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net position (Budget Basis)			\$ 385,743	
To adjust applicable revenue accruals and deferrals			(4,660)	
To adjust applicable expenditures and accruals and payments			-	
Change in net position (GAAP basis)			\$ 381,083	

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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 649,083	649,083	727,406	78,323
Interest income	825	825	1,444	619
	<u>649,908</u>	<u>649,908</u>	<u>728,850</u>	<u>78,942</u>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Principal payments	404,900	404,900	404,900	-
Interest payments	305,101	305,101	305,101	-
	<u>710,001</u>	<u>710,001</u>	<u>710,001</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(60,093)</u>	<u>(60,093)</u>	<u>18,849</u>	<u>78,942</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>(60,093)</u>	<u>(60,093)</u>	<u>18,849</u>	<u>78,942</u>
Budgeted cash carryover	<u>585,728</u>	<u>585,728</u>		
	<u>\$ 525,635</u>	<u>525,635</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net position (Budget Basis)	\$ 18,849
To adjust applicable revenue accruals and deferrals	(1,835)
To adjust applicable expenditures and accruals and payments	<u>1</u>
Change in net position (GAAP basis)	<u>\$ 17,015</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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Interest income	\$ -	-	1	1
Total revenues	<u>-</u>	<u>-</u>	<u>1</u>	<u>1</u>
<b>Expenditures</b>				
Current:				
General government	3,500	3,500	-	3,500
Non-current:				
Principal payments	1,885,328	1,885,328	1,885,328	-
Interest payments	<u>1,012,530</u>	<u>1,012,530</u>	<u>1,012,530</u>	<u>-</u>
Total expenditures	<u>2,901,358</u>	<u>2,901,358</u>	<u>2,897,858</u>	<u>3,500</u>
Excess (deficiency) of revenues over expenditures	<u>(2,901,358)</u>	<u>(2,901,358)</u>	<u>(2,897,857)</u>	<u>3,501</u>
<b>Other financing sources (uses)</b>				
Transfers in	2,901,358	2,901,358	2,897,854	(3,504)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>2,901,358</u>	<u>2,901,358</u>	<u>2,897,854</u>	<u>(3,504)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>-</u>	<u>-</u>	<u>(3)</u>	<u>(3)</u>
Budgeted cash carryover	<u>7,696</u>	<u>7,696</u>		
	\$ <u>7,696</u>	<u>7,696</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (3)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>3</u>
Change in net position (GAAP basis)	<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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Loan and bond proceeds	\$ -	-	-	-
Interest income	<u>1,015</u>	<u>1,015</u>	<u>1</u>	<u>(1,014)</u>
Total revenues	<u>1,015</u>	<u>1,015</u>	<u>1</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>1,015</u>	<u>1,015</u>	<u>1</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>1,015</u>	<u>1,015</u>	<u>1</u>	<u>-</u>
Budgeted cash carryover	<u>7,588</u>	<u>7,588</u>		
	<u>\$ 8,603</u>	<u>8,603</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$	1	
To adjust applicable revenue accruals and deferrals		-	
To adjust applicable expenditures and accruals and payments		<u>-</u>	
Change in net position (GAAP basis)	\$	<u><u>1</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)  
Airport Improvements - 040  
For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ -	140,315	140,315	-
Interest income	110	110	91	(19)
	<u>110</u>	<u>140,425</u>	<u>140,406</u>	<u>(19)</u>
<b>Expenditures</b>				
Current:				
Non-current:				
Capital outlay	-	143,913	143,913	-
	<u>-</u>	<u>143,913</u>	<u>143,913</u>	<u>-</u>
Total expenditures	-	143,913	143,913	-
	<u>-</u>	<u>143,913</u>	<u>143,913</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	110	(3,488)	(3,508)	(19)
	<u>110</u>	<u>(3,488)</u>	<u>(3,508)</u>	<u>(19)</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	110	(3,488)	(3,508)	(19)
	<u>110</u>	<u>(3,488)</u>	<u>(3,508)</u>	<u>(19)</u>
Budgeted cash carryover	40,623	40,623		
	<u>40,623</u>	<u>40,623</u>		
	\$ 40,733	37,135		
	<u>40,733</u>	<u>37,135</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$	(3,508)
To adjust applicable revenue accruals and deferrals		3,195
To adjust applicable expenditures and accruals and payments		<u>1</u>
Change in net position (GAAP basis)	\$	<u>(312)</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants and gifts	\$ 139,943	139,943	97,849	(42,094)
Total revenues	139,943	139,943	97,849	(42,094)
<b>Expenditures</b>				
Current:				
Non-current:				
Capital outlay	153,938	153,938	115,955	37,983
Total expenditures	153,938	153,938	115,955	37,983
Excess (deficiency) of revenues over expenditures	(13,995)	(13,995)	(18,106)	(80,077)
<b>Other financing sources (uses)</b>				
Transfers in	13,995	13,995	9,785	(4,210)
Transfers out	-	-	-	-
Total other financing sources (uses)	13,995	13,995	9,785	(4,210)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	-	(8,321)	(20,042)
Budgeted cash carryover	-	-		
	\$ -	-		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (8,321)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(857)
Change in net position (GAAP basis)	\$ (9,178)

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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 1,529,415	1,526,300	1,521,605	(4,695)
Miscellaneous	-	-	5,772	
Grants and gifts	-	312,617	-	(312,617)
Interest income	<u>18,050</u>	<u>18,050</u>	<u>32,568</u>	<u>14,518</u>
Total revenues	<u>1,547,465</u>	<u>1,856,967</u>	<u>1,559,945</u>	<u>(302,794)</u>
<b>Expenditures</b>				
Current:				
General government	80,000	264,956	21,417	243,539
Non-current:				
Capital outlay	<u>-</u>	<u>1,891,776</u>	<u>1,183,901</u>	<u>707,875</u>
Total expenditures	<u>80,000</u>	<u>2,156,732</u>	<u>1,205,318</u>	<u>951,414</u>
Excess (deficiency) of revenues over expenditures	<u>1,467,465</u>	<u>(299,765)</u>	<u>354,627</u>	<u>(1,254,208)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	<u>(442,662)</u>	<u>(1,497,857)</u>	<u>(236,014)</u>	<u>1,261,843</u>
Total other financing sources (uses)	<u>(442,662)</u>	<u>(1,497,857)</u>	<u>(236,014)</u>	<u>936,390</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>1,024,803</u>	<u>(1,797,622)</u>	<u>118,613</u>	<u>(317,818)</u>
Budgeted cash carryover	<u>7,070,718</u>	<u>7,070,718</u>		
	<u>\$ 8,095,521</u>	<u>5,273,096</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 118,613
To adjust applicable revenue accruals and deferrals	1,130
To adjust applicable expenditures and accruals and payments	<u>342,949</u>
Change in net position (GAAP basis)	<u>\$ 462,692</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		(Unfavorable)
<b>Revenues</b>				
Charges for services	\$ 12,000	12,000	15,237	3,237
Interest income	430	430	638	208
Miscellaneous	-	-	24,400	24,400
	<u>12,430</u>	<u>12,430</u>	<u>40,275</u>	<u>27,845</u>
<b>Expenditures</b>				
Current:				
General government	2,200	2,200	2,045	155
Non-current:				
Capital outlay	-	190,112	62,093	128,019
	<u>2,200</u>	<u>192,312</u>	<u>64,138</u>	<u>128,174</u>
Excess (deficiency) of revenues over expenditures	<u>10,230</u>	<u>(179,882)</u>	<u>(23,863)</u>	<u>(100,329)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	184,572	-	(184,572)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>184,572</u>	<u>-</u>	<u>(184,572)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>10,230</u>	<u>4,690</u>	<u>(23,863)</u>	<u>(284,901)</u>
Budgeted cash carryover	<u>148,811</u>	<u>148,811</u>		
	<u>\$ 159,041</u>	<u>153,501</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (23,863)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>510</u>
Change in net position (GAAP basis)	<u>\$ (23,353)</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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Loan and bond proceeds	\$ -	2,039,097	231,814	(1,807,283)
Interest income	1,284	1,284	1,378	94
<b>Total revenues</b>	<b>1,284</b>	<b>2,040,381</b>	<b>233,192</b>	<b>(1,807,189)</b>
<b>Expenditures</b>				
Current:				
Public works	-	237,492	169	237,323
Non-current:				
Capital outlay	-	2,741,481	-	2,741,481
<b>Total expenditures</b>	<b>-</b>	<b>2,978,973</b>	<b>169</b>	<b>2,978,804</b>
Excess (deficiency) of revenues over expenditures	1,284	(938,592)	233,023	(4,785,993)
<b>Other financing sources (uses)</b>				
Transfers in	-	687,874	169	(687,705)
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>687,874</b>	<b>169</b>	<b>(687,705)</b>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	1,284	(250,718)	233,193	(5,473,698)
Budgeted cash carryover	288,386	288,386		
	\$ 289,670	37,668		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net position (Budget Basis)	\$ 233,193
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	(1)
Change in net position (GAAP basis)	\$ <u>233,192</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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 7,000	7,000	5,849	(1,151)
Loan and bond proceedings	-	-	-	-
Total revenues	7,000	7,000	5,849	(1,151)
<b>Expenditures</b>				
Current:				
General government	-	41,037	18,579	22,458
Non-current:				
Capital outlay	-	1,042,163	538,802	503,361
Total expenditures	-	1,083,200	557,381	525,819
Excess (deficiency) of revenues over expenditures	7,000	(1,076,200)	(551,532)	(526,970)
<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	7,000	(1,076,200)	(551,532)	(526,970)
Budgeted cash carryover	1,470,182	1,470,182		
	\$ 1,477,182	393,982		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$	(551,532)
To adjust applicable revenue accruals and deferrals		-
To adjust applicable expenditures and accruals and payments		101,108
Change in net position (GAAP basis)	\$	(450,424)

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Taxes and fees	\$ 382,353	381,574	380,401	(1,173)
Interest income	2,000	2,000	2,802	802
	<u>384,353</u>	<u>383,574</u>	<u>383,203</u>	<u>(371)</u>
<b>Total revenues</b>				
	<u>384,353</u>	<u>383,574</u>	<u>383,203</u>	<u>(371)</u>
<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>
Excess (deficiency) of revenues over expenditures	<u>384,353</u>	<u>383,574</u>	<u>383,203</u>	<u>(371)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(245,978)	(821,929)	(748,175)	73,754
Total other financing sources (uses)	<u>(245,978)</u>	<u>(821,929)</u>	<u>(748,175)</u>	<u>73,754</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>138,375</u>	<u>(438,355)</u>	<u>(364,972)</u>	<u>73,383</u>
Budgeted cash carryover	<u>553,422</u>	<u>553,422</u>		
	<u>\$ 691,797</u>	<u>115,067</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (364,972)
To adjust applicable revenue accruals and deferrals	(4,658)
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net position (GAAP basis)	<u>\$ (369,630)</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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 764,710	763,152	760,802	(2,350)
Interest income	9,150	9,150	17,515	8,365
	<u>773,860</u>	<u>772,302</u>	<u>778,317</u>	<u>6,015</u>
<b>Expenditures</b>				
Current:				
Other services	320,000	687,201	135,807	551,394
Non-current:				
Capital outlay	-	249,162	249,162	-
	<u>320,000</u>	<u>936,363</u>	<u>384,969</u>	<u>551,394</u>
Excess (deficiency) of revenues over expenditures	<u>453,860</u>	<u>(164,061)</u>	<u>393,348</u>	<u>(545,379)</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>453,860</u>	<u>(164,061)</u>	<u>393,348</u>	<u>(545,379)</u>
Budgeted cash carryover	<u>3,623,370</u>	<u>3,623,370</u>		
	<u>\$ 4,077,230</u>	<u>3,459,309</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$	393,348
To adjust applicable revenue accruals and deferrals		(9,316)
To adjust applicable expenditures and accruals and payments		-
Change in net position (GAAP basis)	\$	<u>384,032</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)**  
**2002 GRT Bond Acquisition - 108**  
**For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Miscellaneous	\$ -	-	-	-
Interest income	-	-	-	-
Total revenues	-	-	-	-
<b>Expenditures</b>				
Current:				
Other services	-	-	-	-
Non-current:				
Capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	(15,545)	-	(15,545)
Total other financing sources (uses)	-	(15,545)	-	-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	-	(15,545)	-	-
Budgeted cash carryover	15,842	15,842		
	\$ 15,842	297		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ -
To adjust applicable revenue accruals and deferrals	3
To adjust applicable expenditures and accruals and payments	(15,545)
Change in net position (GAAP basis)	\$ (15,542)

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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Taxes and fees	\$ 3,058,830	3,052,600	3,043,210	(9,390)
Miscellaneous	-	-	25,000	25,000
Interest income	9,100	9,100	13,333	4,233
	<u>3,067,930</u>	<u>3,061,700</u>	<u>3,081,543</u>	<u>19,843</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Current:				
Other services	(1,630,000)	115,886	50,143	65,743
Non-current:				
Capital outlay	1,630,000	5,470,395	3,162,619	2,307,776
	<u>-</u>	<u>5,586,281</u>	<u>3,212,762</u>	<u>2,373,519</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over expenditures	<u>3,067,930</u>	<u>(2,524,581)</u>	<u>(131,219)</u>	<u>(2,353,676)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	3,766,212	3,766,212	-
Transfers out	(589,303)	(1,341,129)	(1,340,766)	(363)
Total other financing sources (uses)	<u>(589,303)</u>	<u>2,425,083</u>	<u>2,425,446</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>2,478,627</u>	<u>(99,498)</u>	<u>2,294,227</u>	<u>(2,353,676)</u>
Budgeted cash carryover	<u>2,855,604</u>	<u>2,855,604</u>		
	<u>\$ 5,334,231</u>	<u>2,756,106</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$	2,294,227
To adjust applicable revenue accruals and deferrals		(37,270)
To adjust applicable expenditures and accruals and payments		(8,210)
Change in net position (GAAP basis)	\$	2,248,747

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Interest income	\$ 19,975	19,575	7,397	12,178
Total revenues	19,975	19,575	7,397	12,178
<b>Expenditures</b>				
Current:				
General government	-	433,125	7,888	425,237
Non-current:				
Capital outlay	-	2,585,048	2,119,859	465,189
Total expenditures	-	3,018,173	2,127,747	890,426
Excess (deficiency) of revenues over expenditures	19,975	(2,998,598)	(2,120,350)	(878,248)
<b>Other financing sources (uses)</b>				
Transfers in	-	494,892	209,406	(285,486)
Transfers out	-	-	-	-
Total other financing sources (uses)	-	494,892	209,406	(285,486)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	19,975	(2,503,706)	(1,910,944)	(1,163,734)
Budgeted cash carryover	2,977,424	2,977,424		
	\$ -	473,718		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (1,910,944)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	909,107
Change in net position (GAAP basis)	\$ (1,001,837)

**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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Fees and permits	\$ -	-	-	-
Charges for services	-	-	-	-
Interest income	<u>150</u>	<u>150</u>	<u>254</u>	<u>104</u>
Total revenues	<u>150</u>	<u>150</u>	<u>254</u>	<u>104</u>
<b>Expenditures</b>				
Current:				
General government	-	75,000	-	75,000
Non-current:				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>75,000</u>	<u>-</u>	<u>75,000</u>
Excess (deficiency) of revenues over expenditures	<u>150</u>	<u>(74,850)</u>	<u>254</u>	<u>104</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	75,000	75,000	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>150</u>	<u>150</u>	<u>75,254</u>	<u>104</u>
Budgeted cash carryover	<u>53,885</u>	<u>53,885</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 75,254
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>-</u>
Change in net position (GAAP basis)	<u>\$ 75,254</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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Grants	\$ 4,508,000	4,508,000	2,692,794	(1,815,206)
Loan Proceeds	1,086,500	1,086,500	1,086,500	-
Interest income	-	-	239	239
	<u>5,594,500</u>	<u>5,594,500</u>	<u>3,779,533</u>	<u>(1,814,967)</u>
<b>Expenditures</b>				
Current:				
General government	235,400	43,207	555	42,652
Non-current:				
Capital outlay	<u>4,517,728</u>	<u>4,709,921</u>	<u>2,431,133</u>	<u>2,278,788</u>
	<u>4,753,128</u>	<u>4,753,128</u>	<u>2,431,688</u>	<u>2,321,440</u>
Excess (deficiency) of revenues over expenditures	<u>841,372</u>	<u>841,372</u>	<u>1,347,845</u>	<u>506,473</u>
<b>Other financing sources (uses)</b>				
Transfers in	242,749	242,749	555	(242,194)
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>242,749</u>	<u>242,749</u>	<u>555</u>	<u>(242,194)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>1,084,121</u>	<u>1,084,121</u>	<u>1,348,400</u>	<u>264,279</u>
Budgeted cash carryover	<u>(1,054,915)</u>	<u>(1,054,915)</u>		
	<u>\$ 29,206</u>	<u>29,206</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)		\$ 1,348,400
To adjust applicable revenue accruals and deferrals		(1,433,847)
To adjust applicable expenditures and accruals and payments		(557)
Change in net position (GAAP basis)		\$ (86,003)

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Miscellaneous	\$ -	-	-	-
Interest income	12,000	12,000	19,386	7,386
<b>Total revenues</b>	<b>12,000</b>	<b>12,000</b>	<b>19,386</b>	<b>7,386</b>
<b>Expenditures</b>				
Current:				
General government	-	-	-	-
Non-current:				
Capital outlay	-	5,999,976	5,294,926	705,050
<b>Total expenditures</b>	<b>-</b>	<b>5,999,976</b>	<b>5,294,926</b>	<b>705,050</b>
Excess (deficiency) of revenues over expenditures	12,000	(5,987,976)	(5,275,540)	712,436
<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	12,000	(5,987,976)	(5,275,540)	712,436
Budgeted cash carryover	6,015,380	6,015,380		
	\$ 6,027,380	27,404		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net position (Budget Basis)	\$ (5,275,540)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	74,315
Change in net position (GAAP basis)	\$ <u>(5,201,225)</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)  
Street Projects - 118  
For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Miscellaneous	\$ -	-	-	-
Interest income	10,600	10,600	36,041	25,441
<b>Total revenues</b>	<u>10,600</u>	<u>10,600</u>	<u>36,041</u>	<u>25,441</u>
<b>Expenditures</b>				
Current:				
General government	-	129,360	49,315	80,045
Non-current:				
Capital outlay	-	6,970,923	688,654	6,282,269
<b>Total expenditures</b>	<u>-</u>	<u>7,100,283</u>	<u>737,969</u>	<u>6,362,314</u>
Excess (deficiency) of revenues over expenditures	<u>10,600</u>	<u>(7,089,683)</u>	<u>(701,928)</u>	<u>6,387,755</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>10,600</u>	<u>(7,089,683)</u>	<u>(701,928)</u>	<u>6,387,755</u>
Budgeted cash carryover	<u>7,526,880</u>	<u>7,526,880</u>		
	<u>\$ 7,537,480</u>	<u>437,197</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (701,928)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>(597)</u>
Change in net position (GAAP basis)	<u>\$ (702,525)</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)  
GRT Refunding -119  
For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Miscellaneous	\$ -	-	-	-
Interest income	9,325	9,325	14,046	4,721
<b>Total revenues</b>	<u>9,325</u>	<u>9,325</u>	<u>14,046</u>	<u>4,721</u>
<b>Expenditures</b>				
Current:				
General government	-	10,000	3,323	6,677
Non-current:				
Capital outlay	-	3,943,405	1,368,157	2,575,248
<b>Total expenditures</b>	<u>-</u>	<u>3,953,405</u>	<u>1,371,480</u>	<u>2,581,925</u>
Excess (deficiency) of revenues over expenditures	<u>9,325</u>	<u>(3,944,080)</u>	<u>(1,357,434)</u>	<u>2,586,646</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	15,545	15,545	-
Transfers out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>15,545</u>	<u>15,545</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>9,325</u>	<u>(3,928,535)</u>	<u>(1,341,889)</u>	<u>2,586,646</u>
Budgeted cash carryover	<u>3,976,951</u>	<u>3,976,951</u>		
	<u>\$ 3,986,276</u>	<u>48,416</u>		

**RECONCILIATION FROM BUDGET/ACTUAL To GAAP**

Change in net position (Budget Basis)	\$ (1,341,889)
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>(132,135)</u>
Change in net position (GAAP basis)	<u>\$ (1,474,024)</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)**  
**Cemetery - Perpetual Care - 031**  
**For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Interest income	\$ 1,965	1,965	3,339	1,374
Miscellaneous - Land Sales	14,070	14,070	12,775	(1,295)
	<u>16,035</u>	<u>16,035</u>	<u>16,114</u>	<u>79</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>16,035</u>	<u>16,035</u>	<u>16,114</u>	<u>79</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>16,035</u>	<u>16,035</u>	<u>16,114</u>	<u>79</u>
Budgeted cash carryover	<u>705,184</u>	<u>705,184</u>		
	<u>\$ 721,219</u>	<u>721,219</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 16,114
To adjust applicable revenue accruals and deferrals	1
To adjust applicable expenditures and accruals and payments	(1)
Change in net position (GAAP basis)	\$ 16,114

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)  
Water and Sewer - Operating - 081  
For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ -	-	-	-
Interest income	9,516,438	9,663,549	9,242,260	(421,289)
Grants and gifts	29,485	29,485	42,745	13,260
Miscellaneous	10,000	552	(11,255)	(11,807)
	<u>9,555,923</u>	<u>9,693,586</u>	<u>9,273,750</u>	<u>(419,836)</u>
<b>Total revenues</b>				
<b>Expenditures</b>				
Operating expenses				
Salaries and benefits	1,959,436	2,128,174	1,799,879	328,295
Supplies	516,080	693,666	510,698	182,968
Insurance Premiums	85,849	91,175	84,455	6,720
Maintenance	187,973	227,448	175,536	51,912
Utilities	72,270	85,765	69,187	16,578
Infrastructure	855,000	4,274,170	753,644	3,520,526
Capital Improvements	1,100,000	2,336,968	658,870	1,678,098
Fees	-	-	-	-
Other services	3,291,819	2,544,897	2,334,892	210,005
Non-operating:				
Capital outlay	80,000	409,991	301,925	108,066
	<u>8,148,427</u>	<u>12,792,254</u>	<u>6,689,086</u>	<u>6,103,168</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over expenditures	<u>1,407,496</u>	<u>(3,098,668)</u>	<u>2,584,664</u>	<u>5,683,332</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	98,413	98,413	-
Transfers out	(1,931,259)	(4,074,674)	(3,150,309)	924,365
Total other financing sources (uses)	<u>(1,931,259)</u>	<u>(3,976,261)</u>	<u>(3,051,896)</u>	<u>924,365</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(523,763)</u>	<u>(7,074,929)</u>	<u>(467,232)</u>	<u>6,607,697</u>
Budgeted cash carryover	<u>7,375,923</u>	<u>7,375,923</u>		
	<u>\$ 6,852,160</u>	<u>300,994</u>		
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net position (Budget Basis)			\$ (467,232)	
To adjust applicable revenue accruals and deferrals			3,049,387	
To adjust applicable expenditures and accruals and payments			<u>(980,691)</u>	
Change in net position (GAAP basis)			<u>\$ 1,601,464</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, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest income	\$ 4,400	4,400	7,076	2,676
Total revenues	<u>4,400</u>	<u>4,400</u>	<u>7,076</u>	<u>2,676</u>
<b>Expenditures</b>				
Current:				
General government	18,403	18,403	15,812	2,591
Non-current:				
Principal payments	1,148,174	1,148,174	946,910	201,264
Interest payments	<u>740,323</u>	<u>740,323</u>	<u>722,727</u>	<u>17,596</u>
Total expenditures	<u>1,906,900</u>	<u>1,906,900</u>	<u>1,685,449</u>	<u>221,451</u>
Excess (deficiency) of revenues over expenditures	<u>(1,902,500)</u>	<u>(1,902,500)</u>	<u>(1,678,373)</u>	<u>(218,775)</u>
<b>Other financing sources (uses)</b>				
Transfers in	1,892,553	1,892,553	1,681,731	(210,822)
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>1,892,553</u>	<u>1,892,553</u>	<u>1,681,731</u>	<u>(210,822)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(9,947)</u>	<u>(9,947)</u>	<u>3,358</u>	<u>(429,597)</u>
Budgeted cash carryover	<u>1,570,782</u>	<u>1,570,782</u>		
	<u>\$ 1,560,835</u>	<u>1,560,835</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 3,358
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>866,723</u>
Change in net position (GAAP basis)	<u>\$ 870,081</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 1,996,264	1,996,264	1,960,114	(36,150)
Interest income	225	225	236	11
Miscellaneous	3,535	3,535	3,761	226
	<u>2,000,024</u>	<u>2,000,024</u>	<u>1,964,111</u>	<u>(35,913)</u>
<b>Expenditures</b>				
Operating expenses				
Salaries and benefits	171,321	153,100	147,805	5,295
Supplies	25,110	24,260	20,984	3,276
Insurance Premiums	8,070	7,906	5,076	2,830
Maintenance	16,381	15,281	13,401	1,880
Utilities	7,187	8,935	7,868	1,067
Other Services	1,651,767	1,688,763	1,630,318	58,445
Non-operating:				
Capital outlay	-	-	-	-
	<u>1,879,836</u>	<u>1,898,245</u>	<u>1,825,452</u>	<u>72,793</u>
Excess (deficiency) of revenues over expenditures	<u>120,188</u>	<u>101,779</u>	<u>138,659</u>	<u>(190,426)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(24,908)	(127,705)	(127,705)	-
Total other financing sources (uses)	<u>(24,908)</u>	<u>(127,705)</u>	<u>(127,705)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>95,280</u>	<u>(25,926)</u>	<u>10,954</u>	<u>(186,334)</u>
Budgeted cash carryover	<u>122,762</u>	<u>122,762</u>		
	<u>\$ 218,042</u>	<u>96,836</u>		
<b>RECONCILIATION FROM BUDGET/ACTUAL To GAAP</b>				
Change in net position (Budget Basis)			\$ 10,954	
To adjust applicable revenue accruals and deferrals			(342)	
To adjust applicable expenditures and accruals and payments			<u>(45,784)</u>	
Change in net position (GAAP basis)			<u>\$ (35,172)</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)**  
**Bonito Lake - 088**  
**For The Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Charges for services	\$ 206,250	206,250	32,874	(173,376)
Grants	-	754,589	566,190	(188,399)
Miscellaneous	6,000	82,926	76,964	(5,962)
Interest income	<u>410</u>	<u>410</u>	<u>583</u>	<u>173</u>
 Total revenues	 <u>212,660</u>	 <u>1,044,175</u>	 <u>676,611</u>	 <u>(367,564)</u>
<b>Expenditures</b>				
Operating expenses				
Salaries and benefits	166,209	163,868	67,148	96,720
Emergency disaster	-	76,926	2,375	74,551
Supplies	23,790	23,519	6,496	17,023
Maintenance	25,649	26,032	4,023	22,009
Utilities	9,502	8,599	3,907	4,692
Insurance Premiums	5,374	5,151	4,476	675
Other services	47,869	96,681	13,728	82,953
Non-operating:				-
Capital outlay	<u>40,500</u>	<u>1,462,126</u>	<u>612,869</u>	<u>849,257</u>
 Total expenditures	 <u>318,893</u>	 <u>1,862,902</u>	 <u>715,022</u>	 <u>1,147,880</u>
 Excess (deficiency) of revenues over expenditures	 <u>(106,233)</u>	 <u>(818,727)</u>	 <u>(38,411)</u>	 <u>780,316</u>
<b>Other financing sources (uses)</b>				
Transfers in	145,562	1,145,562	600,000	(545,562)
Transfers out	<u>(29,408)</u>	<u>(25,650)</u>	<u>(25,650)</u>	<u>-</u>
Total other financing sources (uses)	<u>116,154</u>	<u>1,119,912</u>	<u>574,350</u>	<u>(545,562)</u>
 Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	 <u>9,921</u>	 <u>301,185</u>	 <u>535,939</u>	 <u>234,754</u>
 Budgeted cash carryover	 <u>55,689</u>	 <u>55,689</u>		
	<u>\$ 65,610</u>	<u>356,874</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 535,939
To adjust applicable revenue accruals and deferrals	42
To adjust applicable expenditures and accruals and payments	<u>(118,312)</u>
Change in net position (GAAP basis)	<u>\$ 417,670</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)  
Desert Lakes Golf Course - 090  
For The Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Charges for services	\$ 1,259,785	1,259,785	1,246,076	(13,709)
Interest income	250	250	425	175
Miscellaneous	2,400	2,400	3,705	1,305
	<u>1,262,435</u>	<u>1,262,435</u>	<u>1,250,206</u>	<u>(12,229)</u>
<b>Expenditures</b>				
Operating expenses				
Salaries and benefits	309,075	299,206	257,224	41,982
Supplies	105,224	107,576	97,554	10,022
Maintenance	45,976	42,376	40,732	1,644
Utilities	56,603	58,476	56,881	1,595
Insurance Premiums	9,077	8,312	8,311	1
Other services	854,322	854,322	888,363	(34,041)
Non-operating:				
Capital outlay	-	31,664	29,820	1,844
	<u>1,380,277</u>	<u>1,401,932</u>	<u>1,378,885</u>	<u>23,047</u>
Excess (deficiency) of revenues over expenditures	<u>(117,842)</u>	<u>(139,497)</u>	<u>(128,679)</u>	<u>(35,276)</u>
<b>Other financing sources (uses)</b>				
Transfers in	143,834	143,834	143,834	-
Transfers out	(77,391)	(62,887)	(62,887)	-
Total other financing sources (uses)	<u>66,443</u>	<u>80,947</u>	<u>80,947</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(51,399)</u>	<u>(58,550)</u>	<u>(47,732)</u>	<u>(35,276)</u>
Budgeted cash carryover	<u>209,116</u>	<u>209,116</u>		
	<u>\$ 157,717</u>	<u>150,566</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (47,732)
To adjust applicable revenue accruals and deferrals	114,593
To adjust applicable expenditures and accruals and payments	(181,669)
Change in net position (GAAP basis)	\$ (114,807)

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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Revenues</b>				
Charges for services	\$ 169,820	169,820	187,451	17,631
Grants	-	247,065	119,157	
Investment Income	675	675	859	184
Miscellaneous	-	500	13,788	13,288
	<u>170,495</u>	<u>418,060</u>	<u>321,255</u>	<u>31,103</u>
<b>Expenditures</b>				
Operating expenses				
Salaries and benefits	81,688	84,191	69,660	14,531
Supplies	9,327	13,366	7,075	6,291
Utilities	33,929	34,269	30,831	3,438
Maintenance	26,663	75,649	13,817	61,832
Insurance Premiums	4,419	3,827	3,826	1
Other Services	12,620	271,990	139,241	132,749
Non-operating:				
Capital outlay	15,000	50,632	22,976	27,656
	<u>183,646</u>	<u>533,924</u>	<u>287,426</u>	<u>246,498</u>
Excess (deficiency) of revenues over expenditures	<u>(13,151)</u>	<u>(115,864)</u>	<u>33,829</u>	<u>(215,395)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	-	-
Transfers out	(45,195)	(45,625)	(45,625)	-
Total other financing sources (uses)	<u>(45,195)</u>	<u>(45,625)</u>	<u>(45,625)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(58,346)</u>	<u>(161,489)</u>	<u>(11,796)</u>	<u>(215,395)</u>
Budgeted cash carryover	<u>268,200</u>	<u>268,200</u>		
	<u>\$ 209,854</u>	<u>106,711</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (11,796)
To adjust applicable revenue accruals and deferrals	(1)
To adjust applicable expenditures and accruals and payments	<u>(126,705)</u>
Change in net position (GAAP basis)	<u>\$ (138,502)</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)  
Internal Service Fund - 12, 096, 107  
For The Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ <u>(Unfavorable)</u>
<b>Revenues</b>				
Charges for services	\$ 135,000	135,000	123,298	(11,702)
Grants				
Investment Income	3,581	3,581	4,197	616
Miscellaneous	<u>220,925</u>	<u>207,768</u>	<u>207,768</u>	<u>-</u>
Total revenues	<u>359,506</u>	<u>346,349</u>	<u>335,263</u>	<u>(11,086)</u>
<b>Expenditures</b>				
Operating expenses				
General Government	3,761,965	3,859,316	3,019,246	840,070
Non-operating:				
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>3,761,965</u>	<u>3,859,316</u>	<u>3,019,246</u>	<u>840,070</u>
Excess (deficiency) of revenues over expenditures	<u>(3,402,459)</u>	<u>(3,512,967)</u>	<u>(2,683,983)</u>	<u>(851,156)</u>
<b>Other financing sources (uses)</b>				
Transfers in	3,248,595	3,331,104	2,901,471	(429,633)
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>3,248,595</u>	<u>3,331,104</u>	<u>2,901,471</u>	<u>(429,633)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(153,864)</u>	<u>(181,863)</u>	<u>217,488</u>	<u>(1,280,789)</u>
Budgeted cash carryover	<u>1,230,224</u>	<u>1,230,224</u>		
	<u>\$ 1,076,360</u>	<u>1,048,361</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 217,488
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>(103,773)</u>
Change in net position (GAAP basis)	<u>\$ 113,715</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 Low Rent Operating - 901**  
**For The Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Charges for services	\$ 331,213	331,213	402,641	71,428
Fines & Fees	9,000	9,000	10,706	1,706
Miscellaneous	2,160	2,160	(437)	(2,597)
Grants	358,020	504,000	506,481	2,481
Investment Income	2,600	2,600	2,099	(501)
	<u>702,993</u>	<u>848,973</u>	<u>921,490</u>	<u>72,517</u>
<b>Expenditures</b>				
Operating expenses				
Salaries and benefits	465,423	436,744	433,999	2,745
Supplies	59,021	75,684	72,664	3,020
Utilities	169,008	180,731	176,061	4,670
Maintenance	18,406	14,470	10,972	3,498
Insurance Premiums	72,812	74,175	71,732	2,443
Other Services	367,736	394,212	172,480	221,732
Non-operating:				
Capital outlay	-	256,920	239,216	17,704
	<u>1,152,406</u>	<u>1,432,936</u>	<u>1,177,124</u>	<u>255,812</u>
Excess (deficiency) of revenues over expenditures	<u>(449,413)</u>	<u>(583,963)</u>	<u>(255,634)</u>	<u>(183,295)</u>
<b>Other financing sources (uses)</b>				
Transfers in	66,000	-	-	-
Transfers out	-	(17,315)	-	(17,315)
Total other financing sources (uses)	<u>66,000</u>	<u>(17,315)</u>	<u>-</u>	<u>(17,315)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(383,413)</u>	<u>(601,278)</u>	<u>(255,634)</u>	<u>(200,610)</u>
Budgeted cash carryover	<u>1,384,093</u>	<u>1,384,093</u>		
	<u>\$ 1,000,680</u>	<u>782,815</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (255,634)
To adjust applicable revenue accruals and deferrals	(28,459)
To adjust applicable expenditures and accruals and payments	<u>(42,544)</u>
Change in net position (GAAP basis)	<u>\$ (326,637)</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, 2013**

	Budgeted Amounts		Actual	Variance
	Original	Final		Favorable/ (Unfavorable)
<b>Revenues</b>				
Charges for services	\$ -	-	140,768	140,768
Fines & Fees	100	100	125	25
Miscellaneous	4,056	4,056	2,033	(2,023)
Investment Income	2,286	2,286	1,224	(1,062)
 Total revenues	 6,442	 6,442	 144,150	 137,708
<b>Expenditures</b>				
Operating expenses				
Salaries and benefits	45,520	13,348	12,824	524
Supplies	3,052	3,356	615	2,741
Utilities	2,158	1,974	1,205	769
Maintenance	804	1,410	574	836
Insurance Premiums	2,029	2,092	1,939	153
Other Services	4,669	8,160	7,602	558
Non-operating:				
Capital outlay	-	29,399	3,098	26,301
 Total expenditures	 58,232	 59,739	 27,857	 31,882
 Excess (deficiency) of revenues over expenditures	 (51,790)	 (53,297)	 116,293	 105,826
<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	 (51,790)	 (53,297)	 116,293	 105,826
 Budgeted cash carryover	 579,963	 579,963		
	 \$ 528,173	 526,666		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 116,293
To adjust applicable revenue accruals and deferrals	(6)
To adjust applicable expenditures and accruals and payments	(278,005)
Change in net position (GAAP basis)	\$ (161,718)

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 Capital Projects Fund - 904**  
**For The Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance
	<u>Original</u>	<u>Final</u>		Favorable/ (Unfavorable)
<b>Revenues</b>				
Grants	\$ 202,583	980,712	370,135	(610,577)
Total revenues	<u>202,583</u>	<u>980,712</u>	<u>370,135</u>	<u>(610,577)</u>
<b>Expenditures</b>				
Current:				
General government	30,222	-	-	-
Non-current:				
Capital outlay	<u>202,583</u>	<u>980,712</u>	<u>82,412</u>	<u>898,300</u>
Total expenditures	<u>232,805</u>	<u>980,712</u>	<u>82,412</u>	<u>898,300</u>
Excess (deficiency) of revenues over expenditures	<u>(30,222)</u>	<u>-</u>	<u>287,723</u>	<u>(1,508,877)</u>
<b>Other financing sources (uses)</b>				
Transfers in	-	17,315	-	(17,315)
Transfers out	<u>(66,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(66,000)</u>	<u>17,315</u>	<u>-</u>	<u>(17,315)</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>(96,222)</u>	<u>17,315</u>	<u>287,723</u>	<u>(1,526,192)</u>
Budgeted cash carryover	<u>730,612</u>	<u>730,612</u>		
	\$ <u>-</u>	<u>-</u>		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ 287,723
To adjust applicable revenue accruals and deferrals	-
To adjust applicable expenditures and accruals and payments	<u>29,599</u>
Change in net position (GAAP basis)	<u>\$ 317,322</u>

**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, 2013**

	Budgeted Amounts		Actual	Variance Favorable/ (Unfavorable)
	Original	Final		
<b>Operating revenues</b>				
Charges for services	\$ 1,121,500	1,071,500	1,149,081	77,581
Investment Income	9,925	9,925	13,590	3,665
Miscellaneous	4,800	8,481	9,414	933
Total operating revenues	1,136,225	1,089,906	1,172,085	82,179
<b>Operating expense</b>				
Operating expenses				
Salaries and benefits	332,890	287,244	276,442	10,802
Supplies	197,320	218,223	163,410	54,813
Maintenance	207,543	222,743	105,224	117,519
Utilities	15,665	15,285	13,433	1,852
Insurance Premiums	11,843	11,517	10,423	1,094
Other Services	354,111	449,653	334,080	115,573
Non-operating				
Capital outlay	290,000	311,000	311,000	-
Total expenditures	1,409,372	1,515,665	1,214,012	301,653
Excess (deficiency) of revenues over expenditures	(273,147)	(425,759)	(41,927)	(219,474)
<b>Non-operating revenues (expenses)</b>				
Transfers in	-	-	-	-
Transfers out	(1,720)	(1,720)	(1,720)	-
Total non-operating revenues (expenses)	(1,720)	(1,720)	(1,720)	-
Excess (deficiency) of revenues over expenditures	(274,867)	(427,479)	(43,647)	(219,474)
Budgeted cash carryover	3,013,800	3,013,800		
	\$ 2,738,933	2,586,321		

RECONCILIATION FROM BUDGET/ACTUAL To GAAP

Change in net position (Budget Basis)	\$ (43,647)
To adjust applicable revenue accruals and deferrals	(1)
To adjust applicable expenditures and accruals and payments	3,778
Change in net position (GAAP basis)	\$ (39,870)

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended June 30, 2013**

<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>			
Community Development Block Grant (CDBG)			
Senior Center Improvements	14.228	11-C-NR-I-03-G-14	\$ 105,226
Low Income Housing Rent Subsidy	14.850	* NM00400111D	212,396
Low Income Housing Rent Subsidy	14.850	* NM00400112D	262,115
			<u>474,511</u>
Public Housing Capital Fund	14.872	* NM02P04501-09	43,954
Public Housing Capital Fund	14.872	* NM02P04501-10	342,727
ARRA - Public Housing Capital Fund	14.872	* NM02P04501-11	1,845
Public Housing Capital Fund	14.872	* NM02P04501-12	-
			<u>388,526</u>
<b>Total - U.S. Department of Housing and Urban Development</b>			<b><u>968,263</u></b>
<b>U.S. Department of Transportation</b>			
Passed through - New Mexico Department of Transportation			
SRTS Non-Infrastructure	20.205	MO1065/W200011	19,123
Fairgrounds Road Improvement	20.205	TCSP-4924(1)Control 9854	-
			<u>19,123</u>
Passed through - New Mexico Energy, Minerals, and Natural Resources			
Washington Avenue Trail	20.219	11-521-0551-0177	2,382
Passed through - New Mexico Department of Finance & Admin.	20.608	13-AL-64-001	6,169
<b>DIRECT</b>			
Airport Improvement Program	20.106	3-35-0001-018-2010	<u>140,315</u>
<b>Total - U.S. Department of Transportation</b>			<b><u>167,989</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	29,008
Title III, Part C-I - Nutrition Services, Congregate	93.045	2009-10-64012	51,680
Title III, Part C-II - Nutrition Services, Home Delivered	93.045	2009-10-64012	23,477
Nutrition Services Incentive Program (NSIP)	93.053	2009-10-64012	52,603
			<u>156,768</u>
<b>Total - U.S. Department of Health and Human Services</b>			<b><u>156,768</u></b>
<b>DIRECT</b>			
<b>Corporation For National and Community Service</b>			
Retired and Senior Volunteer Program	94.002	09SR102198	<u>42,915</u>
<b>DIRECT</b>			
<b>U.S. Department of Justice</b>			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-DJ-BX-1346	4,023
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-SB-B9-0188	41,758
Edward Byrne Memorial Justice Assistance Grant Program	16.738	8041495	800
			<u>46,581</u>
<b>DIRECT</b>			
<b>U.S. Department of Homeland Security</b>			
Federal Emergency Management Agency (FEMA)	97.036	* FEMA-4079-001	<u>330,569</u>
Total federal awards expended			<b>\$ <u>1,713,085</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, 2013.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF REVENUE & EXPENSES- AGING PROGRAMS  
Fund 71 - Senior Center III  
For The Year Ended June 30, 2013**

**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	-	-	29,008	-	<b>29,008</b>	-	<b>29,008</b>
Title IIIC-1	51,680	-	-	-	<b>51,680</b>	-	<b>51,680</b>
Title IIIC-2	-	23,477	-	-	<b>23,477</b>	-	<b>23,477</b>
NSIP	27,348	25,244	-	-	<b>52,593</b>	-	<b>52,593</b>
State funds - program	63,090	81,930	37,193	21,014	<b>203,227</b>	2,500	<b>205,727</b>
State funds - capital outlay	-	-	-	-	-	-	-
Other grants & contracts							
Otero County	-	31,000	25,000	-	<b>56,000</b>	-	<b>56,000</b>
United Way	-	5,102	4,902	-	<b>10,003</b>	-	<b>10,003</b>
Local match (transfer from City)	106,700	160,167	97,598	-	<b>364,465</b>	-	<b>364,465</b>
Program service revenue	68,102	35,260	31,707	7,385	<b>142,454</b>	-	<b>142,454</b>
Miscellaneous	-	-	-	-	-	1,216	<b>1,216</b>
Total revenue and other support	<u>316,920</u>	<u>362,180</u>	<u>225,408</u>	<u>28,399</u>	<u><b>932,907</b></u>	<u>3,716</u>	<u><b>936,623</b></u>
<b>Expenses</b>							
Program services	242,464	234,696	121,765	36,529	<b>635,454</b>	114,915	<b>750,369</b>
Supporting services	<u>46,374</u>	<u>24,945</u>	<u>82,295</u>	<u>4,400</u>	<u><b>158,013</b></u>	<u>255,504</u>	<u><b>413,517</b></u>
Total expenses	288,838	259,641	204,060	40,928	<b>793,467</b>	370,419	<b>1,163,886</b>
Excess (deficiency) of revenue over expenses	\$ <u>28,082</u>	<u>102,540</u>	<u>21,348</u>	<u>(12,529)</u>	<u><b>139,440</b></u>	<u>(366,703)</u>	<u><b>(227,263)</b></u>
Units provided	<u>39,062</u>	<u>36,434</u>	<u>15,178</u>	<u>1,301</u>			

**City of Alamogordo**  
**Schedule of Joint Powers Agreements and Memorandums of Understanding**  
**For The Year Ended June 30, 2013**

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	\$ 169,030.75	\$ 108,264.20 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 6/30/2013 Indefinite	\$ 603,198.00	\$ 181,252.00	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 6/30/2013 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 6/30/2013 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 Divison City of Alamogordo	State of NM Forestry Divison City of Alamogordo	Support wildland fire suppression and services outside the city boudaries, as needed.	7/1/2004 thru 6/30/2013 Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo State of NM Forestry Divison	City of Alamogordo State of NM Forestry Divison
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 1/10/2013  Indefinite	As Budgeted per each Department	As Budgeted per each Department	City of Alamogordo	City of Alamogordo
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 6/30/2013  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 6/30/2013  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 County Solid Waste Authority" & "Lincoln County Solid Waste Authority" (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 6/30/2013  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 6/30/2013	\$ 13,484.00	\$ -	City of Alamogordo	City of Alamogordo
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 6/30/2013	\$ 81,917.18	\$ 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 6/30/2010	\$ 779,253.00	\$ 535,659.00	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	\$38.01/hr for service \$10.33/hr for lifeguard	\$38.01/hr for service \$10.33/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 12/31/2013	\$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, 2013

Account Name	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	First Savings Bank	Bank '34	First American Bank	Pioneer Bank	Bank of the West	Washington Federal	Western Bank	RBC	Book Balance
<b>Non-interest bearing accounts</b>															
General Operating	Checking	\$ -	586,900	-	-	-	-	-	-	-	-	-	-	-	586,900
		-	586,900	-	-	-	-	-	-	-	-	-	-	-	586,900
<b>Interest bearing accounts</b>															
General Operating	Checking	4,216,960	-	3,964	-	-	-	-	-	-	-	-	-	-	3,706,509
PHA-Home Ownership	Checking	535,551	-	-	-	-	-	-	-	-	-	-	-	-	535,418
PHA-Operations	Checking	513,966	-	-	-	-	-	-	-	-	-	-	-	-	510,949
PHA-Low Rent	Checking	45,786	-	-	-	-	-	-	-	-	-	-	-	-	45,786
PHA-Home Ownership Reserve	Checking	56,942	-	-	-	-	-	-	-	-	-	-	-	-	56,942
Money Market	Savings	-	2,794,333	-	-	-	-	-	-	-	-	-	-	-	2,794,365
New Mexico Finance Authority	Debt Service	-	-	-	267	-	-	-	-	-	-	-	-	-	267
Bank of New York Mellon	Fire Program	-	-	-	-	1,182,408	-	-	-	-	-	-	-	-	1,182,408
Certificate of deposit	CD	500,000	-	-	-	-	-	-	-	-	-	-	-	-	500,000
Certificate of deposit	CD	-	-	-	-	-	-	-	-	-	-	-	250,756	-	250,756
Certificate of deposit	CD	-	-	-	-	-	-	-	-	-	-	-	250,781	-	250,781
Certificate of deposit	CD	-	-	-	-	-	-	-	-	-	-	-	752,268	-	752,268
Certificate of deposit	CD	-	-	-	-	-	250,764	-	-	-	-	-	-	-	250,764
Certificate of deposit	CD	-	-	-	-	-	1,002,548	-	-	-	-	-	-	-	1,002,548
Certificate of deposit	CD	-	-	-	-	-	-	250,000	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	-	-	-	-	-	-	250,000	-	-	-	-	-	250,000
Certificate of deposit	CD	-	-	-	-	-	-	-	1,000,000	-	-	-	-	-	1,000,000
Certificate of deposit	CD	-	-	-	-	-	-	-	-	250,925	-	-	-	-	250,925
Certificate of deposit	CD	-	-	-	-	-	-	-	-	-	250,680	-	-	-	250,680
Certificate of deposit	CD	-	-	-	-	-	-	-	-	-	-	251,014	-	-	251,014
Certificate of deposit	CD	-	-	-	-	-	-	-	-	-	-	1,002,831	-	-	1,002,831
Certificate of deposit	CD	-	1,300,822	-	-	-	-	-	-	-	-	-	-	-	1,300,822
Certificate of deposit	CD	-	1,205,154	-	-	-	-	-	-	-	-	-	-	-	1,205,154
Certificate of deposit	CD	-	1,205,143	-	-	-	-	-	-	-	-	-	-	-	1,205,143
Certificate of deposit	CD	-	1,300,791	-	-	-	-	-	-	-	-	-	-	-	1,300,791
Certificate of deposit	CD	-	1,300,834	-	-	-	-	-	-	-	-	-	-	-	1,300,834
Certificate of deposit	CD	-	1,205,165	-	-	-	-	-	-	-	-	-	-	-	1,205,165
Certificate of deposit	CD	-	250,912	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,455	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,229	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,277	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,015	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	252,087	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,014	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	254,195	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,167	-	-	-	-	-	-	-	-	-	-	-	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	First Savings Bank	Bank '34	First American Bank	Pioneer Bank	Bank of the West	Washington Federal	Western Bank	RBC	Book Balance
Certificate of deposit	CD	-	252,153	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	259,452	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	249,973	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	254,150	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	257,688	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,442	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	254,973	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	252,408	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	255,195	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	252,674	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	252,201	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,977	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	252,555	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,109	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,495	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,000	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,645	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	252,915	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	239,646	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,176	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,470	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,452	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	251,536	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	252,045	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	240,820	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	250,648	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	249,999	-	-	-	-	-	-	-	-	-	-	-	250,000
Certificate of deposit	CD	-	124,283	-	-	-	-	-	-	-	-	-	-	-	125,000
Certificate of deposit	CD	-	123,442	-	-	-	-	-	-	-	-	-	-	-	125,000
Certificate of deposit	CD	-	243,489	-	-	-	-	-	-	-	-	-	-	-	250,000
Total amount of deposit in bank		5,869,205	20,440,504	3,964	267	1,182,408	1,253,312	250,000	1,250,000	250,925	250,680	1,253,845	1,253,805	-	32,700,020
FDIC coverage		(500,000)	(10,000,000)	(3,694)	N/A	N/A	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	(250,000)	-	
Total uninsured public funds		5,369,205	10,440,504	270	-	-	1,003,312	-	1,000,000	925	680	1,003,845	1,003,805	-	
50% Collateral Requirement (Section 6-10-17 NMSA 1978)		\$ 2,684,603	5,220,252	-	-	-	-	-	500,000	463	340	501,923	501,903	-	

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

	First National Bank	Wells Fargo Bank	First National Bank of Ruidoso	New Mexico Finance Authority	Bank of New York Mellon Trust Company NA	First Savings Bank	Bank '34	First American Bank	Pioneer Bank	Bank of the West	Washington Federal	Western Bank	RBC	Book Balance
Pledged security at:														
Federal Home Loan Bank-Dallas														
FHLB 31410LDK5 Due 4/01/26	\$ 1,012,097	-	-	-	-	-	-	-	-	-	-	-	-	-
FHLB 31371ND51 Due 5/01/37	476,903	-	-	-	-	-	-	-	-	-	-	-	-	-
FHLB 31410GLS0 Due 10/01/37	303,219	-	-	-	-	-	-	-	-	-	-	-	-	-
FHLB 31415BEU9 Due 8/01/38	645,403	-	-	-	-	-	-	-	-	-	-	-	-	-
FHLB31418AE95 Due 05/01/32	1,749,320	-	-	-	-	-	-	-	-	-	-	-	-	-
FNMA 845529 Due 12/01/35	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FHLMC 847032 Due 01/01/32	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138A1AG6 Due 12/01/40	-	2,334,595	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138A2BQ1 12/01/40	-	2,855	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138AAYX3 03/01/41	-	267,807	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138MSC56 02/01/43	-	106,019	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138NXC52 01/01/43	-	282,759	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138NXXJ5 01/01/43	-	33,630	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138W1JA6 02/01/43	-	4,820	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138W7GG3 03/01/43	-	24,240	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138W7GH1 03/01/43	-	262,024	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138WQAYS 05/01/43	-	14,642	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138WSQ92 04/01/43	-	4,797	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 3138WTRR9 06/01/43	-	288,901	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 31417DGG2 10/01/42	-	9,557	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 31417EKT7 01/01/43	-	4,807	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 31417EM57 01/01/43	-	1,609,485	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 31418UC28 05/01/25	-	1,642	-	-	-	-	-	-	-	-	-	-	-	-
FNMA FNMS 31419AGZ2 12/01/39	-	296,151	-	-	-	-	-	-	-	-	-	-	-	-
MBS FHLMC Gold 31307BJW1 06/01/23	-	-	-	-	-	692,691	-	-	-	-	-	-	-	-
FHLB 31417YS24 10/01/20	-	-	-	-	-	-	-	711,764	-	-	-	-	-	-
FNMA AJ1622/001 10/01/26	-	-	-	-	-	-	-	-	87,230	-	-	-	-	-
GNMA 36202FQ66 Due 3/20/41	-	-	-	-	-	-	-	-	-	21,600	-	-	-	-
FHLMC Gold PC 3620EoNW2 08/20/61	-	-	-	-	-	-	-	-	-	-	1,399,391	-	-	-
FNMA 31405QUA4 12/01/34	-	-	-	-	-	-	-	-	-	-	-	248,450	-	-
GNMA 36202E5E5 05/20/39	-	-	-	-	-	-	-	-	-	-	-	1,181,594	-	-
	4,186,942	5,548,641	-	-	-	692,691	-	711,764	87,230	21,600	1,399,391	1,430,044	-	-

Alb Muni Sch Dist Mun Bond	-	357,869	-	-	-	-	-	-	-	-	-	363,130
Bernalillo NM Muni Sch Dist #1	-	505,030	-	-	-	-	-	-	-	-	-	517,003
Santa Fe TX Wtr Ompt Rev Ser	-	314,584	-	-	-	-	-	-	-	-	-	332,920
New Mexico St Severance Tax	-	869,860	-	-	-	-	-	-	-	-	-	887,559
Gadsden NM Indep Sch Dist #16 Ref-Ser B	-	550,555	-	-	-	-	-	-	-	-	-	563,898
New Mexico DACC GO Ser 2011	-	107,970	-	-	-	-	-	-	-	-	-	116,857
San Juan Co. NM Cons Ind SC GO	-	265,500	-	-	-	-	-	-	-	-	-	270,009
Carlsbad NM Jt Wtr & Swr	-	172,095	-	-	-	-	-	-	-	-	-	172,398
CNMCC GO Series 2009	-	142,496	-	-	-	-	-	-	-	-	-	147,095
New Mexico St Hosp Equip Rev	-	122,481	-	-	-	-	-	-	-	-	-	126,797
Los Alamos NM Public Sch Dist Rev	-	257,428	-	-	-	-	-	-	-	-	-	259,288
Alamogordo NM S/D #1	-	354,592	-	-	-	-	-	-	-	-	-	355,807
Bernalillo NM Muni Sch Dist #1	-	513,800	-	-	-	-	-	-	-	-	-	518,267
UNM Gallup Br CC GO Ser 2012	-	151,935	-	-	-	-	-	-	-	-	-	157,202
CNMCC UND E-6	-	102,423	-	-	-	-	-	-	-	-	-	103,125
DACC NM LTD UND E-6	-	513,585	-	-	-	-	-	-	-	-	-	518,829
Los Lunas NM #1 Ser 2011	-	204,086	-	-	-	-	-	-	-	-	-	210,080
Albuquerque NM Ser A Gen Pur	-	543,495	-	-	-	-	-	-	-	-	-	563,120
Fannie Mae Note	-	979,711	-	-	-	-	-	-	-	-	-	1,000,000
Federal Home LoanBk Bond	-	973,485	-	-	-	-	-	-	-	-	-	1,000,000
Fannie Mae Note	-	482,342	-	-	-	-	-	-	-	-	-	500,000
Fannie Mae Note	-	491,084	-	-	-	-	-	-	-	-	-	500,000
Fannie Mae Note	-	490,009	-	-	-	-	-	-	-	-	-	500,000
Fannie Mae Note	-	484,114	-	-	-	-	-	-	-	-	-	500,000
Rio Rancho NM Wtr & Wstwr Rev	-	109,779	-	-	-	-	-	-	-	-	-	117,710
San Juan Co. NM JC Dist	-	55,745	-	-	-	-	-	-	-	-	-	57,575
NMFA Rev Series 2008A	-	132,221	-	-	-	-	-	-	-	-	-	135,016
Rio Rancho Pub Sch Dist GO Series 2009A	-	104,130	-	-	-	-	-	-	-	-	-	108,638
NMFA Rev Series 2011	-	588,210	-	-	-	-	-	-	-	-	-	605,591
New Mexico St Ult GO Series 2013	-	303,693	-	-	-	-	-	-	-	-	-	311,961
New Mexico St Ult GO Series 2013	-	506,779	-	-	-	-	-	-	-	-	-	520,575
Federal Farm Credit Bank	-	145,672	-	-	-	-	-	-	-	-	-	150,000
Fannie Mae Note	-	-	-	-	-	-	-	-	-	5,951	-	5,998
Fannie Mae Note	-	-	-	-	-	-	-	-	-	11,797	-	11,800
Fannie Mae Note	-	-	-	-	-	-	-	-	-	94,932	-	95,086
Fannie Mae Note	-	-	-	-	-	-	-	-	-	3,698	-	3,824
Fannie Mae Note	-	-	-	-	-	-	-	-	-	20,016	-	19,478
Fannie Mae Note	-	-	-	-	-	-	-	-	-	9,457	-	9,459
Fannie Mae Note	-	-	-	-	-	-	-	-	-	1,013	-	1,090
Fannie Mae Note	-	-	-	-	-	-	-	-	-	43,787	-	43,941
Federal Home Loan Note	-	-	-	-	-	-	-	-	-	797,955	-	797,976
Fannie Mae Note	-	-	-	-	-	-	-	-	-	814,853	-	804,204
Federal Home Loan Note	-	-	-	-	-	-	-	-	-	297,719	-	298,974
Federal Home Loan Note	-	-	-	-	-	-	-	-	-	200,190	-	199,892
Federal Home Loan Note	-	-	-	-	-	-	-	-	-	251,518	-	249,996
Federal Home Loan Note	-	-	-	-	-	-	-	-	-	150,680	-	149,731
Federal Home Loan Mortgage Corp	-	-	-	-	-	-	-	-	-	525,100	-	525,070
US Treasury Note	-	-	-	-	-	-	-	-	-	100,074	-	100,031
Fannie Mae Note	-	-	-	-	-	-	-	-	-	49,148	-	49,009
Fannie Mae Note	-	-	-	-	-	-	-	-	-	502,126	-	503,973
Fannie Mae Note	-	-	-	-	-	-	-	-	-	500,476	-	499,900
Federal Home Loan Mortgage Corp	-	-	-	-	-	-	-	-	-	501,065	-	500,456
Fannie Mae Note	-	-	-	-	-	-	-	-	-	503,767	-	504,050
Fannie Mae Note	-	-	-	-	-	-	-	-	-	500,190	-	500,353

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

	First National Bank	Wells Fargo Bank	First National Bank of Ruidoso	New Mexico Finance Authority	Bank of New York Mellon Trust Company NA	First Savings Bank	Bank 'd	First American Bank	Pioneer Bank	Bank of the West	Washington Federal	Western Bank	RBC	Book Balance
Federal Home Loan Mortgage Corp	-	-	-	-	-	-	-	-	-	-	-	-	501,194	501,216
Federal Home Loan Mortgage Corp	-	-	-	-	-	-	-	-	-	-	-	-	503,783	504,651
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	500,956	501,501
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	501,468	500,813
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	500,735	502,136
US Treasury Note	-	-	-	-	-	-	-	-	-	-	-	-	352,967	353,210
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	25,340	25,194
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	150,199	149,619
Federal Home Loan Bank	-	-	-	-	-	-	-	-	-	-	-	-	249,727	249,939
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	504,519	504,046
Federal Home Loan Mortgage Corp	-	-	-	-	-	-	-	-	-	-	-	-	503,255	502,997
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	524,953	529,713
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	34,681	35,791
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	468,995	478,991
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	174,460	176,461
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	1,198,848	1,217,650
US Treasury Note	-	-	-	-	-	-	-	-	-	-	-	-	974,922	995,556
US Treasury Note	-	-	-	-	-	-	-	-	-	-	-	-	993,984	997,072
Federal Home Loan Mortgage Corp	-	-	-	-	-	-	-	-	-	-	-	-	307,769	311,998
Federal Home Loan Bank	-	-	-	-	-	-	-	-	-	-	-	-	686,631	671,055
US Treasury Note	-	-	-	-	-	-	-	-	-	-	-	-	750,440	750,187
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	309,632	312,019
US Treasury Note	-	-	-	-	-	-	-	-	-	-	-	-	1,200,703	1,200,426
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	175,770	177,330
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	256,419	259,247
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	478,618	480,394
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	307,110	309,036
Fannie Mae Note	-	-	-	-	-	-	-	-	-	-	-	-	249,722	252,209
State of New Mexico LGIP Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	8,150
State of New Mexico LGIP Fund PHA	-	-	-	-	-	-	-	-	-	-	-	-	-	707,124
Petty cash	-	-	-	-	-	-	-	-	-	-	-	-	-	2,747
Start-up cash	-	-	-	-	-	-	-	-	-	-	-	-	-	3,605
Amount (over) collateralized	\$ (1,502,340)	(328,389)	-	-	-	(692,691)	-	(211,764)	(86,768)	(21,260)	(897,469)	(928,142)	-	32,236,824
Total book balance	\$													64,936,844



**INDEPENDENT AUDITORS' 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  
and  
City Commissioners of the City of Alamogordo  
Alamogordo, New Mexico

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds, of the City of Alamogordo (City) as of and for the year ended June 30, 2013 and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and the combining and individual finds and related budgetary comparisons of the City presented as supplemental information of and have issued our report thereon dated February 12, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness: 07-06.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less



**INDEPENDENT AUDITORS' 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**

February 12, 2014

severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies: 13-01 and 13-05.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and which are described in the accompanying schedule of findings and questioned costs as items 13-01 through 13-05.

**The City's Response to the Findings**

The City's response to the finding identified in our audit is described in the accompanying *schedule of findings and questioned costs*. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Hinkle & Landers, P.C.*

Hinkle + Landers, P.C.  
Albuquerque, NM  
February 12, 2014



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133**

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

**Report on Compliance for Each Major Federal Program**

We have audited the City of Alamogordo, State of New Mexico's (City) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2013. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditors' Responsibility**

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

**Opinion on Each Major Federal Program**

In our opinion, the City, complied, in all material respects, with the types of 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, 2013.

**Other Matters**

The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 13-03. Our opinion on each major federal program is not modified with respect to this matter.

The City's response to the noncompliance finding identified in our audit is described in the accompanying schedule of finding and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

**Report on Internal Control Over Compliance**

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City'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. A *significant deficiency* in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified a deficiency in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as item 13-03 that we consider to be a significant deficiency.

February 12, 2014

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE REQUIRED BY OMB CIRCULAR A-133, continued**

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The City's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

*Hinkle & Landers, P.C.*

Hinkle + Landers, P.C.  
Albuquerque, NM  
February 12, 2014

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2013**

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

**Financial Statements**

Type of report issued	Unmodified
Internal control over financial reporting: Material weakness identified?	Yes
Significant deficiencies identified that are not considered to be material weaknesses?	Yes
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?	Yes
Type of auditors’ report issued on major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	Yes

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
97.036	Federal Emergency Management Agency	U.S. Department of Homeland Security

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

Auditee qualified as low-risk auditee? No

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2013**

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

<b>Finding</b>	<b>Status of Current and Prior Year Findings</b>	<b>Financial Statement Finding</b>	<b>Federal Awards Finding</b>	<b>State Compliance Finding</b>
<b>Prior Year Findings</b>				
07-06 SAS 115 MATERIAL ADJUSTMENTS BY AUDITOR	MODIFIED	YES	NO	NO
12-01 EXCEPTION TO BUDGET CONTROLS	RESOLVED	NO	NO	YES
<b>Current Year Findings</b>				
13-01 CHANGE ORDER APPROVED AFTER COMPLETION OF WORK	CURRENT	YES	NO	YES
13-02 SUBMISSION OF COMPETED IPA RECOMMENDATION FORM NOT TIMELY	CURRENT	NO	NO	YES
13-03 GRANT REPORTING	CURRENT	NO	YES	NO
13-04 LATE AUDIT REPORT	CURRENT	NO	NO	YES
13-05 PURCHASE ORDER NOT COMPELTED TIMELY FOR PROCUREMENT	CURRENT	YES	NO	YES

**PRIOR YEAR FINDINGS**

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

**Type of Finding: Financial Statement/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. While the number of adjustments has decreased significantly compared to prior years, the adjustments are still considered material to the financial statements. This is a revised finding that has been repeated in the City’s audit since FY07. Specifically, in FY13, the auditor made material adjustments to:

- properly record debt-related transactions in the enterprise funds (\$1,086,500),
- reduce long-term debt for current amounts (\$1,683,631)
- accrual of property taxes (\$141,022)
- reconcile net position (\$132,317)

The auditor also proposed multiple adjustments to the financials in order to present them at the government wide level.

**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;

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2013**

- 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.

**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 the departmental staff.

**CURRENT YEAR FINDINGS**

**13-01—CHANGE ORDER APPROVED AFTER COMPLETION OF WORK**

**Type of Finding: Financial Statement/Significant Deficiency/State Compliance**

**Statement of Condition**

During our testing of procurement, we identified additional work on a construction project that was not properly approved by a change order before the work took place. A change order was subsequently approved after the work was completed. The following is a summary of the amount of funds involved in the project:

<b>Per Contract</b>	<b>Amount</b>
Original contract amount	\$ 590,460.38
Change order No. 1	187,877.82
Revised contract amount	\$ 778,338.20

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2013**

The timing of the additional work associated with the change order in the amount of \$187,877.82 and the subsequent approval of the change order that took place is summarized as follows:

Start of additional work	March, 2012
End date of additional work	August, 2012
Invoice for \$5,801.06 paid	August 9, 2012
Change order No. 1 approval by Commission	October 9, 2012
Invoice for \$181,344.07 paid	March 22, 2013

**Criteria**

The City's administrative Change Order Policy requires that change orders greater than \$35,000 or 10% of the project awarded in the aggregate, and/or greater than the approved budget for the contract must be approved by the City Commission.

**Effect**

Unauthorized work and payment for the unauthorized work has occurred.

**Cause**

The contractor discovered utility conflicts during construction that were unknown at the time of design. In order to avoid significant additional costs and delay to the project, the project manager directed the contractor to proceed with the work.

**Recommendation**

We recommend the City adhere to its Administrative Change Order Policy.

**Management Response**

City Management understands the significance of this violation of policy and will improve the procedures and provide further training of policy to staff to eliminate any future findings of this nature.

**13-02—Submission of Completed IPA Recommendation Form Not Timely**

**Type of Finding: Financial Statement/Other Matters/State Compliance**

**Statement of Condition**

The City did not submit their completed IPA Recommendation Form to the Office of the State Auditor before the required deadline.

**Criteria**

Section 2.2.2.8 (G)(c)(v) NMAC requires agencies to deliver a fully completed and signed IPA Recommendation Form for Audits and the completed audit contract to the State Auditor by June 1.

**Effect**

The Untimely submission of the IPA Recommendation Form may increase the likelihood of a late audit report.

**Cause**

The City was delayed in submitting their IPA Recommendation Form for Audits and the completed audit contract because the City determined there was a need to modify the contract with the IPA. The



**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2013**

reason for the modification was related to the City compiling the financial statements instead of the IPA.

**Recommendation**

We recommend the City adhere to Section 2.2.2.8 (G)(c)(v) NMAC requiring agencies to deliver a fully completed and signed IPA Recommendation Form for Audits and the completed audit contract to the State Auditor by June 1.

**Management Response**

Any future amendments will be timely processed so as to avoid a similar finding in the future.

**13-03—GRANT REPORTING**

**Type of Finding: Federal Awards Finding/Significant Deficiency/Grant Compliance**

**Funding Agency:** U.S. Department of Homeland Security

**Title:** FEMA-4079-DR-NM

**CFDA #:** 97.036

**Award #:** FEMA-4079-001

**Award Period:** 8/24/2012 - Current

**Estimated Questioned Costs:** N/A

**Statement of Condition**

The City received a Federal Emergency Management Agency (FEMA) grant from the New Mexico Department of Homeland Security and Emergency Management (DHSEM) related to the Bonito Lake disaster. As part of the grant, the City is required to submit quarterly reports to DHSEM.

Also, it appears the City is required to submit reports SF-270 *Request for Advance or Reimbursement* and SF-425 *Federal Financial Report* to the FEMA per the 2013 Compliance Supplement for grants under CFDA 97.036 and has not done so.

**Criteria**

Per the sub-grant agreement between the City and DHSEM, the City is required to submit quarterly reports to DHSEM.

Per the 2013 Compliance Supplement for grants under CFDA 97.036. SF-270 *Request for Advance or Reimbursement* and SF-425 *Federal Financial Report* are required to be filed.

**Cause**

DHSEM representatives have been monitoring the Bonito project but have not required the reports from the City.

The City may not have been aware of the required reporting due to FEMA.

**Recommendation**

We recommend that the City comply with the reporting requirements for DHSEM and FEMA.

**Management Response**

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2013**

The city was aware of the reporting requirements. The reporting requirements were not discussed at length with DHSEM and DHSEM did not require the city to submit quarterly reports to them. In the future the city will make sure that all reports are submitted timely to comply with FEMA and DHSEM guidelines.

**13-04 – LATE AUDIT REPORT**

**Type of Finding: Financial Statement/Other Matters/State Compliance**

**Statement of Condition**

The audit report for the City fiscal year ended June 30, 2013 was not submitted by the December 2, 2013 due date. The audit report was submitted February 14, 2014.

**Criteria**

OSA Rule 2.2.2.10.I.(4) establishes a due date of December 1, 2013 (December 1, 2013 falls on a Sunday and therefore, the report is due December 2, 2013) for submission of this audit report to the Office of the State Auditor.

**Effect**

The report was not submitted as required. Without the audit report being delivered on time, fund and regulatory agencies as well as legislative committees do not have the financial data available to make funding decisions.

**Cause**

The reason for the late report was related to the City undertaking the compilation of their financial statements and the related notes to the financial statements instead of the IPA, who had completed it in the past. Subsequently the City re-contracted with the IPA to compile the financial statements and related notes.

**Recommendation**

An auditor should be hired and engaged in time to complete the planning, fieldwork, and report writing so that the report may be submitted before the state auditor's due date.

**Management Response**

Management was aware of the significance in submitting a timely completed audit to the State Auditor by the deadline. Due to the lack of needed City's resources for the compilation of the financial statements, it was deemed proper to contract with the auditors to compile the financial statements and notes to the financial statements. The IPA has been contracted to complete the compilation of the financial statements for the current year. The City will take steps next year to make certain that the December 1 deadline is adhered to.

**13-05 – PURCHASE ORDER NOT COMPLETED TIMELY FOR PROCUREMENT**

**Type of Finding: Financial Statement/Other Matters/State Compliance**

**Statement of Condition**

During our review of procurement we noted the following:

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
For The Year Ended June 30, 2013**

- A purchase order was authorized and completed after the vendor already started the work and invoiced payment in the amount of \$697,675 for the setup work it had completed. 78 days elapsed between the contract execution date and the subsequent issue of the purchase order.
- The vendor's invoice was not paid in a timely manner as stipulated in the contract agreement (required to be paid 21 days after invoiced).

**Criteria**

- The City of Alamogordo procurement policies require a purchase order be issued before work is authorized to begin.
- The contract between the City of Alamogordo and the vendor stipulates payment after 21 days of invoicing.

**Effect**

The City was out of compliance with its procurement policy and the contract it signed with the vendor.

**Cause**

The project manager failed to request that a purchase order be opened prior to or after the notice to proceed had been issued to the contract. The project manager then failed to timely process the contractor's first pay application.

**Recommendation**

It is recommended that policies and procedures be updated to improve the management and tracking of required procurement and accounting documents related with projects that under the responsibility of other departments such as engineering and public works.

**Management Response**

The City will improve policies and procedures for tracking of projects for procurement regulations and accounting requirements for department cross-worked projects so all those departments involved will have knowledge of the status of projects and these issues can be avoided in the future.

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
EXIT CONFERENCE  
For The Year Ended June 30, 2013**

An exit conference was held in a closed session on February 12, 2014 and was attended by the following:

**For the City of Alamogordo**

Robert Rentschler  
James Stahle  
Nina Walker-Saenz

Mayor/Commissioner  
City Manager  
Vice-Chair PHA

**For Hinkle + Landers, PC**

Farley Vener, CPA, CFE  
Katelyn Constantin

Managing Shareholder  
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  
and  
City Commissioners 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, 2013, and have issued our report thereon dated February 12, 2014.

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  
Albuquerque, NM  
February 12, 2014

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - BALANCE SHEET  
As of June 30, 2013**

	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>ASSETS</b>				
111 Cash - Unrestricted	\$ 511,150	-	535,418	1,046,568
112 Cash - Restricted - Modernization and Development	-	-	-	-
113 Cash - Other Restricted	-	-	56,442	56,442
114 Cash - Tenant Security Deposits	45,786	-	500	46,286
115 Cash - Restricted for Payment of Current Liabilities	-	-	-	-
100 Total Cash	<u>556,936</u>	-	<u>592,360</u>	<u>1,149,296</u>
121 Accounts Receivable - PHA Projects	-	-	-	-
122 Accounts Receivable - HUD Other Projects	3,547	-	-	3,547
124 Accounts Receivable - Other Government	-	-	304	304
125 Accounts Receivable - Miscellaneous	-	-	-	-
126 Accounts Receivable - Tenants	14,381	-	520	14,901
126.1 Allowance for Doubtful Accounts - Tenants	(8,124)	-	(26)	(8,150)
126.2 Allowance for Doubtful Accounts - Other	-	-	-	-
127 Notes, Loans, & Mortgages Receivable - Current	-	-	-	-
128 Fraud Recovery	7,990	-	-	7,990
128.1 Allowance for Doubtful Accounts - Fraud	(4,513)	-	-	(4,513)
129 Accrued Interest Receivable	53	-	10	63
120 Total Receivables, Net of Allowances for Doubtful Accounts	<u>13,334</u>	-	<u>808</u>	<u>14,142</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	18,548	-	-	18,548
143 Inventories	19,270	-	-	19,270
143.1 Allowance for Obsolete Inventories	(1,927)	-	-	(1,927)
144 Inter Program Due From	(304)	-	-	(304)
145 Assets Held for Sale	-	-	532,924	532,924
<b>150 Total Current Assets</b>	<b><u>1,201,981</u></b>	<b>-</b>	<b><u>1,237,092</u></b>	<b><u>2,439,073</u></b>
161 Land	1,324,708	-	-	1,324,708
162 Buildings	11,418,655	-	-	11,418,655
163 Furniture, Equipment & Machinery - Dwellings	-	-	-	-
164 Furniture, Equipment & Machinery - Administration	292,385	-	3,735	296,120
165 Leasehold Improvements	-	-	-	-
166 Accumulated Depreciation	(9,229,026)	-	(3,735)	(9,232,761)
167 Construction in Progress	332,089	-	-	332,089
168 Infrastructure	-	-	-	-
160 Total Capital Assets, Net of Accumulated Depreciation	<u>4,138,811</u>	-	-	<u>4,138,811</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	-	-	-	-
176 Investments in Joint Ventures	-	-	-	-
<b>180 Total Non-Current Assets</b>	<b><u>4,138,811</u></b>	<b>-</b>	<b>-</b>	<b><u>4,138,811</u></b>
<b>190 Total Assets</b>	<b><u>\$ 5,340,792</u></b>	<b>-</b>	<b><u>1,237,092</u></b>	<b><u>6,577,884</u></b>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - BALANCE SHEET, CONTINUED  
As of June 30, 2013**

	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 POSITION</b>				
311 Bank Overdraft	\$ -	-	-	-
312 Accounts Payable <= 90 Days	5,785	-	(175)	5,610
313 Accounts Payable >90 Days Past Due	-	-	-	-
321 Accrued Wage/Payroll Taxes Payable	16,251	-	240	16,491
322 Accrued Compensated Absences - Current Portion	12,742	-	176	12,918
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	45,450	-	500	45,950
342 Unearned Revenues	4,492	-	520	5,012
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	(187)	-	-	(187)
346 Accrued Liabilities - Other	10,716	-	24	10,740
347 Inter Program - Due To	-	-	-	-
348 Loan Liability - Current	-	-	-	-
<b>310 Total Current Liabilities</b>	<b>95,249</b>	<b>-</b>	<b>1,285</b>	<b>96,534</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	-	-	55,518	55,518
354 Accrued Compensated Absences - Non Current	18,166	-	279	18,445
355 Loan Liability - Non Current	-	-	-	-
356 FASB 5 Liabilities	-	-	-	-
357 Accrued Pension and OPEB Liabilities	-	-	-	-
350 Total Non-Current Liabilities	18,166	-	55,797	73,963
<b>300 Total Liabilities</b>	<b>113,415</b>	<b>-</b>	<b>57,082</b>	<b>170,497</b>
508.1 Net Investment in Capital Assets	4,138,811	-	532,924	4,671,735
509.2 Fund Balance Reserved	-	-	-	-
511.2 Unreserved, Designated Fund Balance	-	-	-	-
511.1 Restricted Net Position	-	-	-	-
512.1 Unrestricted Net Position	1,088,566	-	647,086	1,735,652
512.2 Unreserved, Undesignated Fund Balance	-	-	-	-
513 Total Equity/Net Position	5,227,377	-	1,180,010	6,407,387
<b>600 Total Liabilities and Equity/Net Position</b>	<b>\$ 5,340,792</b>	<b>-</b>	<b>1,237,093</b>	<b>6,577,885</b>

**STATE OF NEW MEXICO  
CITY OF ALAMOGORDO  
PUBLIC HOUSING AUTHORITY  
FINANCIAL DATA SCHEDULE - STATEMENT OF REVENUES AND EXPENDITURES  
For the Year Ended June 30, 2013**

	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>			
70300 Net Tenant Rental Revenue	382,435	-	-	382,435
70400 Tenant Revenue - Other	17,225	-	-	17,225
70500 Total Tenant Revenue	399,660	-	-	399,660
70600 HUD PHA Operating Grants	478,057	-	-	478,057
70610 Capital Grants	370,135	-	-	370,135
70710 Management Fee	-	-	-	-
70720 Asset Management Fee	-	-	-	-
70730 Book Keeping Fee	-	-	-	-
70740 Front Line Service Fee	-	-	-	-
70750 Other Fees	-	-	-	-
70700 Total Fee Revenue	848,192	-	-	848,192
70800 Other Government Grants	-	-	-	-
71100 Investment Income - Unrestricted	2,063	-	1,218	3,281
71200 Mortgage Interest Income	-	-	-	-
71300 Proceeds from Disposition of Assets Held for Sale	-	-	140,768	140,768
71310 Cost of Sale of Assets	-	-	(281,273)	(281,273)
71400 Fraud Recovery	-	-	-	-
71500 Other Revenue	-	-	2,158	2,158
71600 Gain or Loss on Sale of Capital Assets	13,250	-	-	13,250
72000 Investment Income - Restricted	-	-	-	-
<b>70000 Total Revenue</b>	<b>1,263,165</b>	<b>-</b>	<b>(137,129)</b>	<b>1,126,036</b>
<b>EXPENSES</b>				
91100 Administrative Salaries	178,604	-	9,347	187,951
91200 Auditing Fees	9,366	-	656	10,022
91300 Management Fee	-	-	-	-
91310 Book-keeping Fee	-	-	-	-
91400 Advertising and Marketing	1,353	-	-	1,353
91500 Employee Benefit contributions - Administrative	53,532	-	2,599	56,131
91600 Office Expenses	10,050	-	772	10,822
91700 Legal Expense	-	-	-	-
91800 Travel	3,593	-	-	3,593
91810 Allocated Overhead	-	-	-	-
91900 Other	78,307	-	3,298	81,605
91000 Total Operating - Administrative	334,805	-	16,672	351,477
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	-	-	-	-



**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, 2013**

	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	934	-	234	1,168
93200 Electricity	121,565	-	177	121,742
93300 Gas	2,269	-	252	2,521
93400 Fuel	-	-	-	-
93500 Labor	-	-	-	-
93600 Sewer	760	-	240	1,000
93700 Employee Benefit Contributions - Utilities	-	-	-	-
93800 Other Utilities Expense	-	-	-	-
93000 Total Utilities	125,528	-	903	126,431
94100 Ordinary Maintenance and Operations - Labor	129,792	-	-	129,792
94200 Ordinary Maintenance and Operations - Materials and Other	99,931	-	416	100,347
94300 Ordinary Maintenance and Operations Contracts	67,072	-	3,585	70,657
94500 Employee Benefit Contributions - Ordinary Maintenance	39,804	-	-	39,804
94000 Total Maintenance	336,599	-	4,001	340,600
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	34,645	-	-	34,645
96120 Liability Insurance	10,217	-	1,824	12,041
96130 Workmen's Compensation	16,182	-	474	16,656
96140 All Other Insurance	26,683	-	266	26,949
96100 Total insurance Premiums	87,727	-	2,564	90,291
96200 Other General Expenses	-	-	-	-
96210 Compensated Absences	27,565	-	449	28,014
96300 Payments in Lieu of Taxes	-	-	-	-
96400 Bad debt - Tenant Rents	17,441	-	(3)	17,438
96500 Bad debt - Mortgages	-	-	-	-
96600 Bad debt - Other	-	-	-	-
96800 Severance Expense	-	-	-	-
96000 Total Other General Expenses	45,006	-	446	45,452
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>929,665</b>	<b>-</b>	<b>24,586</b>	<b>954,251</b>
<b>97000 Excess of Operating Revenue over Operating Expenses</b>	<b>333,500</b>	<b>-</b>	<b>(161,715)</b>	<b>171,785</b>

**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, 2013**

	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	-	-	-	-
97200 Casualty Losses - Non-capitalized	-	-	-	-
97300 Housing Assistance Payments	-	-	-	-
97350 HAP Portability-In	-	-	-	-
97400 Depreciation Expense	327,114	-	-	327,114
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>1,256,779</b>	<b>-</b>	<b>24,586</b>	<b>1,281,365</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>6,386</b>	<b>-</b>	<b>(161,715)</b>	<b>(155,329)</b>

**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, 2013**

	<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	5,220,991	-	1,341,725	6,562,716
11040 Prior Period Adjustments, Equity Transfers and Correction of Errors	-	-	-	-
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	2,604	-	-	2,604
11210 Number of Unit Months Leased	2,524	-	-	2,524
11270 Excess Cash	996,212	-	-	996,212
11610 Land Purchases	-	-	-	-
11620 Building Purchases	370,135	-	-	370,135
11630 Furniture & Equipment - Dwelling Purchases	-	-	-	-
11640 Furniture & Equipment - Administrative Purchases	125,581	-	-	125,581
11650 Leasehold Improvements Purchases	77,634	-	-	77,634
11660 Infrastructure Purchases	-	-	-	-
13510 CFFP Debt Service Payments	-	-	-	-
13901 Replacement Housing Factor Funds	-	-	-	-