

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

JULY 1, 2016 - JUNE 30, 2017



city of albuquerque

Richard J. Berry - Mayor





# Comprehensive Annual Financial Report

Year Ended June 30, 2017

City of Albuquerque, New Mexico



Prepared by

Department of Finance and Administration

Accounting Division

Available online at

<http://www.cabq.gov/dfa/treasury/investor-information/comprehensive-annual-financial-reports>



# City of Albuquerque, New Mexico

## Comprehensive Annual Financial Report

Year Ended June 30, 2017

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## **INTRODUCTORY SECTION**





December 15, 2017

Honorable Mayor and City Council  
City of Albuquerque, New Mexico

We are pleased to submit the Comprehensive Annual Financial Report (CAFR) for the City of Albuquerque, New Mexico, (City), for the fiscal year ended June 30, 2017. New Mexico State Statute 12-6-3, NMSA 1978 mandates that the financial affairs of the City's records be thoroughly examined and audited each year by independent public accountants. Federal law also requires that a single audit be performed for federal grant funds in conformance with the provisions of the Uniform Guidance CFR 200 along with the Single Audit Act of 1984 and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations". All information related to the uniform guidance, including the schedule of expenditures of federal awards, findings and recommendations, and the independent auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in the Single Audit Information Section.

This report was prepared by the Department of Finance and Administrative Services with the assistance of various other City departments. City management assumes full responsibility for the accuracy of the data presented and the completeness and fairness of presentation, including all disclosures, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. Moss Adams, LLP, Certified Public Accountants, have issued an unmodified opinion on the City's CAFR for the year ended June 30, 2017. As indicated by the opinion of our independent auditors, the report fairly presents the financial position and the results of operations of the City as measured by the financial activity of its various funds. The report has been set forth in a manner that will give the reader a broad understanding of the City's financial affairs. It includes disclosures necessary for the reader to gain an understanding of the City's financial activities. The independent auditors' report is located at the front of the Financial Section.

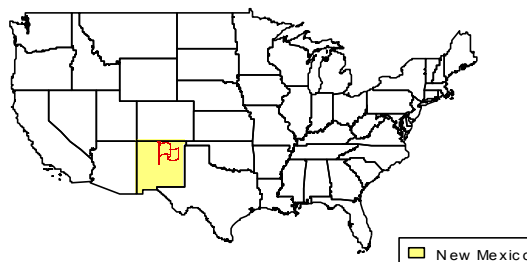
Management's Discussion & Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

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

Albuquerque, New Mexico is located in the central region of the state and is the economic and population hub of New Mexico. With an estimated population of 543,000 in 2010, Albuquerque ranks 33<sup>rd</sup> in population of the nation's cities and is the largest city in New Mexico with roughly one-fourth of the state's population. The City was founded in 1706, chartered as a town in 1885, and organized under territorial law as a city in 1891. The City became a charter city in 1917 and the voters approved a home rule amendment to the charter in 1971. In 1974, the electorate voted to establish a mayor-council form of government; the City Council consists of nine council members elected from districts. As a governmental entity, the City is not subject to Federal or State income taxes. The City provides traditional services such as public safety, culture and recreation, community services, public works, highways and streets, storm drainage, and refuse collection. In addition, the City operates parking facilities, a transit system, and an international airport.

The CAFR of the City includes all government activities, organizations and functions for which the City is financially accountable. The criteria used to determine financial accountability are based on, and consistent with, the pronouncements of the Governmental Accounting Standards Board which sets criteria for defining the financial reporting entity. Effective July 1, 2014, the Albuquerque Housing Authority (AHA) became a public body corporate, separate from the municipal corporation of the City of Albuquerque. AHA is reported as a component unit of the City of Albuquerque. The City does not have relationships

with any other organizations not included in this CAFR of such nature and significance that exclusion would render the City's financial statements incomplete or misleading.



### **Summary of Local Economy**

Albuquerque is the major commercial, trade, service and financial center of the state. It is located in the central part of the state, at the intersection of two major interstate highways, and served by both rail and air. The Albuquerque Metropolitan Statistical Area (MSA) includes Bernalillo, Sandoval, Torrance and Valencia Counties. The MSA has a population 887,000 as of the 2010 census. The largest employers in the Albuquerque area are the University of New Mexico, Albuquerque Public Schools, Presbyterian, Sandia National Labs (SNL), and Kirtland Air Force Base.

The Albuquerque economy has an industry composition similar to the U.S. as a whole. Manufacturing makes up a smaller part of the Albuquerque economy, and government employment makes up a larger share.

	Employment FY/17	Share of FY/17 Employment	Growth FY/16to FY/17	Compound Annual Average FY/12FY/17
<b>NAICS CATEGORY</b>				
Total Nonfarm Employment (does not include military)	371.83	100%	1.04%	0.93%
Mining and Construction	22.17	6%	5.65%	2.40%
Manufacturing	15.67	4%	-4.33%	-2.42%
Trade, Transportation, and Utilities	62.70	17%	-0.06%	0.52%
Information	7.78	2%	-0.25%	-0.47%
Financial Activities	16.93	5%	-0.17%	1.49%
Aggregate of Services	169.62	46%	1.92%	1.65%
Professional and Business Services	29.75	8%	2.83%	0.92%
Mgt of Companies and Administration	27.33	7%	0.90%	-0.23%
Educational and Health Services	59.81	16%	2.26%	2.66%
Leisure and Hospitality	43.03	12%	1.55%	2.56%
Other Services	9.69	3%	1.63%	-0.35%
Government	75.77	20%	0.33%	-0.19%
MILITARY	5.63	NA	-0.27%	-1.86%

The U.S. economy exceeded the pre-recession level of employment in July of 2014, but Albuquerque is still about 10,000 jobs below the FY/08 peak level of employment. The economy is recovering with positive growth in the past five years and FY/17 showed growth of 1.04% compared to FY/16. In FY/17 manufacturing was the only sector to lose jobs compared to FY/16. The average annual growth over the past five years shows declines in a number of sectors: Manufacturing, Information, Management of Companies and Administrative and Waste Services, and Government. Leisure and Hospitality and Education and Health Services are the strongest sectors over the past five years. Construction has increased in the last three years, but remains over 27% below the FY/08 level. Single family construction activity has increased, from its lowest level in FY/09, but

is still only 21% of the pre-recession peak. On the bright side commercial construction permitting including government building is showing strong growth in FY/17. Government employment after holding up at the beginning of the recession, declined in FY/12 through FY/15. There was a slight increase in FY/16 and FY/17 led by state government employment with federal and local government remaining relatively flat. The major employer in state government is the University of New Mexico. One of the strengths for the Albuquerque economy is the national labs. Sandia National Laboratories (SNL) has devoted a great deal of research to terrorism and homeland security and the mission to protect the nuclear weapons arsenal. Efforts, particularly Innovate Albuquerque, are underway to help create new businesses through the commercialization of research and development at SNL and the University of New Mexico.

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

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

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

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

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

### ***Financial Policies***

The City has a well-developed system of program performance budgeting. Program strategies are developed to impact the defined and monitored community conditions which move the City towards achieving its goals. Each program strategy is a collection of specific service activities that are monitored for financial and performance management. Department directors are held responsible for the fiscal performance of their units as well as the programmatic performance of their units.

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

### ***Major Initiatives***

New or expanded initiatives for the fiscal year include \$1.5 million for debt service on \$20.3 million in new revenue bonds for various capital projects, including completion of the west side ball fields; \$1.2 million in operating costs for capital coming-on-line including expanded facilities, streets, traffic signals, and storm drainage; \$1 million for a bolstered Clean City Initiative.

### ***Awards and Acknowledgements***

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Albuquerque for its CAFR for the fiscal year ended June 30, 2016. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, the also City received the Distinguished Budget Presentation Award for its annual appropriated budget for the fiscal year beginning July 1, 2016. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, an operations guide, a financial plan and a communications medium.

The preparation of this report could not have been accomplished without the dedicated services of the staff of the Department of Finance and Administrative Services. We wish to express our sincere appreciation to all members of the Department who contributed to its preparation and recognize the major effort of the Accounting Division and its Financial Reporting Section in administering the City's accounting system and in preparing this report. We also wish to thank each of you for your interest and support in planning and conducting the financial operations of the City in a responsible and progressive manner.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Olivia Padilla-Jackson". The signature is fluid and cursive, with a long horizontal flourish extending to the right.

Olivia Padilla-Jackson, Deputy Director  
Department of Finance and Administrative Services



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**City of Albuquerque  
New Mexico**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

*Christopher P. Morvill*

Executive Director/CEO



GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished  
Budget Presentation  
Award*

PRESENTED TO

**City of Albuquerque  
New Mexico**

For the Fiscal Year Beginning

**July 1, 2016**

A handwritten signature in black ink, reading "Jeffrey R. Egan".

Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to **City of Albuquerque, New Mexico** for its annual budget for the fiscal year beginning **July 1, 2016**. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.



**CITY OF ALBUQUERQUE, NEW MEXICO**

PRINCIPAL OFFICIALS

JUNE 30, 2017

**MAYOR**

Richard J. Berry

**CITY COUNCIL**

Ken Sanchez	District 1
Isaac Benton, President	District 2
Klarissa J. Peña	District 3
Brad Winter, Vice President	District 4
Dan Lewis, President	District 5
Pat Davis	District 6
Diane G. Gibson	District 7
Trudy Jones	District 8
Don Harris	District 9

**CHIEF ADMINISTRATIVE OFFICER**

Robert J. Perry

**CHIEF OF STAFF**

Gilbert A. Montaña

**CHIEF OPERATIONS OFFICER**

Michael J. Riordan

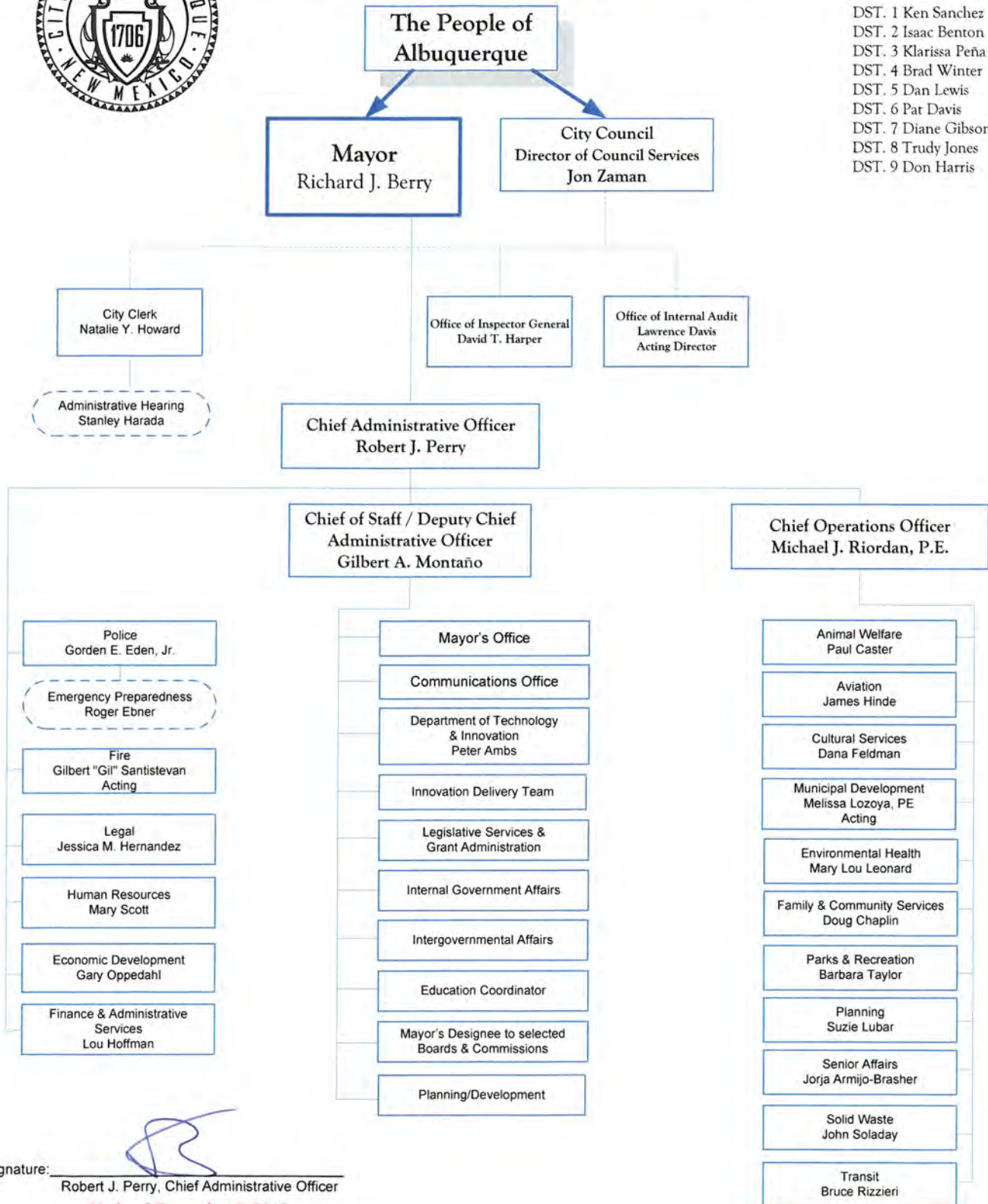
**DEPARTMENT OF FINANCE AND ADMINISTRATIVE SERVICES**

Lou Hoffman, Director



# City of Albuquerque

- DST. 1 Ken Sanchez
- DST. 2 Isaac Benton
- DST. 3 Klarissa Peña
- DST. 4 Brad Winter
- DST. 5 Dan Lewis
- DST. 6 Pat Davis
- DST. 7 Diane Gibson
- DST. 8 Trudy Jones
- DST. 9 Don Harris



Signature:   
Robert J. Perry, Chief Administrative Officer

Updated September 8, 2017

**CITY OF ALBUQUERQUE, NEW MEXICO**  
CONTRIBUTORS  
JUNE 30, 2017

Lou Hoffman, Director  
Department of Finance and Administrative Services

Olivia Padilla-Jackson, Deputy Director  
Department of Finance and Administrative Services

Accounting Division Personnel

Pamela Fanelli, CMA, MBA  
City Controller  
Mari Hughes, MACC  
Associate Controller,  
Financial Reporting  
Jesse Muñiz, MBA  
Associate Controller,  
Accounting Operations  
Marianne Kemp, CPA  
Grants Administrator  
Joseph Cohen, CPA, CMA  
Accounting Manager  
Josefa Bolden  
Accounting Manager  
Jennifer Baca, CGFM, CFE  
Accounting Systems Coordinator  
Yu Liang, CPA  
Principal Accountant  
Lawrence Maldonado, MBA  
Principal Accountant  
Tracy Milman, CGFM  
Principal Accountant  
Monica Padilla  
Principal Accountant  
V. O. Shynkar, CPA  
Principal Accountant  
Raquel Dawson  
Principal Accountant  
Lyndol Hendricks  
Principal Accountant  
Jeannie Bitsoih  
Principal Accountant  
Patricia Ortiz-Gameros, CPA  
Principal Accountant – Grants Division  
Michelle Dominguez-Montoya  
Principal Accountant – Grants Division  
Jonathan Stout  
Principal Accountant – Grants Division  
Leslie Martin  
Principal Accountant – Grants Division

Treasury Division Personnel

Cilia E. Aglialoro, CTP  
Treasurer  
Christopher H. Daniel, CPA, CFA, CTP  
Chief Investment Officer

City Fiscal Personnel

Pam White, CM  
Aviation Department  
Phyllis Keller, CPA  
Aviation Department  
Stephanie Yara, CPA, CGFM, MBA  
Council Services  
Anna Lujan  
Dept. of Family & Community Services  
Christine Ching  
Department of Municipal Development  
Amanda Vigil, DBA  
Fire Department  
Aubrey Thompson, CPA  
Police Department  
Carmela Little,  
Risk Management  
Karen Lopez  
Senior Affairs Department  
Chris Payton  
Transit Department  
Steve Falk, CPA  
Solid Waste Management Department  
Debbie Dombroski, CPA  
Planning Department  
Mark Correa  
Cultural Services Department  
Dominique Velasquez  
Department of Technology and Innovation

Office of Management Budget

Gerald Romero  
Budget Officer  
Jacques Blair, PhD  
City Economist  
Patsy Pino  
Executive Budget Analyst  
Jayne Aranda  
Executive Budget Analyst  
Stephanie Manzanares  
Budget Analyst  
Linda Cutler-Padilla  
Budget Analyst  
Lorraine Turrietta  
Budget Analyst  
Gladys Norton  
Budget Analyst

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## **FINANCIAL SECTION**



## **Report of Independent Auditors**

The Honorable Timothy M. Keller, Mayor  
City Council Members  
City of Albuquerque, New Mexico  
Mr. Wayne Johnson, New Mexico State Auditor

### **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, and the aggregate remaining fund information, and the budgetary comparison for the general fund of the City of Albuquerque (the City) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements 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 misstatement, whether due to fraud or error.

#### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Albuquerque Housing Authority, a component unit of the City, which represents 100% of the balances and activities reported for the discretely presented component unit. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Albuquerque Housing Authority, is based solely on the report of the other auditors. 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 auditor's 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, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information, of the City as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund 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, schedule of funding progress - Albuquerque pooled OPEB trust fund, schedule of pension contributions, schedule of proportionate share of net pension liability, and notes to required supplementary information related to pension activity 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.

#### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Schedule of Expenditures of Federal Awards, as required by *Title 2 U.S. Code of Federal Regulations (CFR) Part 200*, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, is not a required part of the basic financial statements. The Financial Data Schedule, as required by the U.S. Department of Housing and Urban Development, *Guidelines for Public Housing Authorities and Independent Auditors under Uniform Financial Reporting Standards for Public Housing Authorities*, the combining and individual fund financial statements for all non-major funds, budgetary comparisons for major and non-major funds other than general, schedule of changes in assets and liabilities for the agency fund, and the additional schedules listed as combining financial statements and supplementary information and state compliance section (collectively, supplementary information) in the table of contents are presented for purpose of additional analysis and are not a required part of the financial statements.



The supplementary information is the responsibility of management and was derived from and relates 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 auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section and statistical section as listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 2017 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 solely 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 effectiveness of 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.

A handwritten signature in black ink that reads "Mess Adams LLP". The signature is written in a cursive, flowing style.

Albuquerque, New Mexico  
December 15, 2017

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
JUNE 30, 2017

This section of the City of Albuquerque's (City) Comprehensive Annual Financial Report (CAFR) presents a narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2017. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

**FINANCIAL HIGHLIGHTS**

- The City's total net position decreased by \$22.5 million during the year. The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$3.5 billion (net position). As of June 30, 2017, unrestricted net position totaled (\$510.6) million. Unrestricted net position was affected by the increase in net pension obligation of \$224.3 million.
- As of June 30, 2017, the City's governmental funds reported combined ending fund balances of \$459.4 million. Of the total fund balance, \$13.5 million is fund balance available for spending at the government's discretion (sum of unassigned and assigned fund balance).
- As of June 30, 2017, fund balance of the general fund was \$57.2 million. At the close of the current fiscal year, unassigned fund balance of the general fund was \$11.8 million or 2.5% of the total general fund expenditures of \$466.3 million.
- Fund balance in the City's General Obligation Bond Debt Service fund increased by \$50.0 million from \$14.3 million in fiscal year 2016 to \$64.3 million in fiscal year 2017. The City aligned the process of debt payments with governmental accounting standards. The principal retirement of debt is now shown on July 1 (the actual date) resulting in a one-time increase in fund balance.
- Net position of the City's enterprise funds increased by \$35.6 million yielding a net position of \$599.3 million as of June 30, 2017. Additional information can be found in the Business-type activities section of the management discussion and analysis.
- The City's governmental activities long-term obligations increased by \$150.9 million during the current year. The key factors in this change were increases in the pension obligation of \$192.7 million, a decrease in accrued vacation, sick leave, and claims totaling \$18.6 million, an increase in other post-employment obligations of \$0.1 million, followed by a decrease in long term debt of \$23.3 million.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

The City's basic financial statements contain three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information to the basic financial statements.

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The *statement of net position* presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflow of resources with the differences between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether or not the financial position of the City is improving or deteriorating. The *statement of activities* presents information showing how the City's net position changed during the fiscal year. In this statement, all changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as revenues pertaining to uncollected taxes and expenses pertaining to earned but unused vacation and sick leave.

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, culture and recreation, public works, health and welfare, human services, housing, and highways and streets. The business-type activities of the City include an airport, apartments, a baseball stadium, refuse disposal services, golf courses,

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
JUNE 30, 2017

parking facilities, and a transit system.

In previous years, the Albuquerque Bernalillo County Water Utility Authority (Authority) was reported as a component unit of the City. The Authority provides water and sewer services to City residents. Beginning in fiscal year 2012, the Authority is reported as a stand-alone special purpose government. Accordingly, it is not included in this report. The Authority's Comprehensive Annual Financial Report as of and for the year ended June 30, 2017 is available by contacting the Albuquerque Bernalillo Water Utility Authority at the following address: Fifth floor, P.O. Box 568, Albuquerque, NM 87103.

As of July 1, 2014 the Albuquerque Housing Authority (AHA) became a separate public body authorized by 3-45-5 NMSA 1978 as amended in 2014. Under the intergovernmental agreement between the City and AHA, all assets, debts and current employees of AHA were transferred to the Albuquerque Housing Authority. The Albuquerque Housing Authority is reported as a component unit of the City. The Albuquerque Housing Authority's Comprehensive Annual Financial Report as of June 30, 2017 is available by contacting them at the following address: 1840 University Blvd. SE Albuquerque, NM 87106. In fiscal year 2017, the Authority reported AHA Rio Vista, LLC and AHA Rio Developer, LLC as a blended component units and Los Lobos Realty, LLC and Rio Housing Associates LLP as discrete component units. See note P for additional information.

Fund Financial Statements

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

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

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

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

- Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for the operations of the Albuquerque International Airport, Refuse Disposal, and Transit, which are considered major funds of the City. In addition the following nonmajor funds are reported: Apartments; Golf Course; Parking; and Stadium.
- Internal Service funds are used to report activities that provide supplies and services for certain City programs and activities. These funds account for inventory warehousing and stock issues; workers' compensation, tort and other

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

JUNE 30, 2017

claims insurance coverage; vehicle maintenance and motor pool services; and communication services to City departments. In addition, an internal service fund accounts for the cost of providing health insurance coverage to City employees. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in combining statements reported as supplementary information.

Fiduciary funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. The City maintains the following two types of fiduciary funds:

- Agency fund – The City's agency fund is reported as a fiduciary fund. Since the resources of this fund are not available to support the City's own programs, it is not reflected in the government-wide financial statements. The accounting used for fiduciary funds is much like that used for proprietary funds.
- Trust fund – The Albuquerque Pooled Other Post-Employment Benefits fiduciary trust fund has been established for the payment of non-pension post-employment benefits to retirees. The trust fund is used to account for resources held for the City of Albuquerque (City) and the Albuquerque Bernalillo County Water Utility Authority. The City of Albuquerque reports their allocable portion of the trust's net position.

Notes to the Financial Statements

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

Required Supplementary Information (RSI)

The Schedule of Funding Progress for the Life Insurance Benefit Plan is presented as required supplementary information. Significant plan provisions are described in the notes to the basic financial statements.

The Schedule of Pension Contributions, Schedule of Proportionate Share of Net Pension Liability and the Notes to Required Supplementary Information Related to Pension Activity are presented as required supplementary information. Additional information can be found in the notes to the basis financial statements in Note L.

Combining Statements

The combining statements of nonmajor governmental funds, nonmajor enterprise funds, internal service funds, and fiduciary funds are presented immediately following the notes to the financial statements.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
 JUNE 30, 2017

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

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

Statement of Net Position  
 (in millions)

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2017	2016	2017	2016	2017	2016	
<b>Assets:</b>							
Current and other assets	\$ 672.7	\$ 724.3	\$ 208.4	\$ 219.3	\$ 881.1	\$ 943.6	
Capital assets	3,543.3	3,531.2	550.0	488.2	4,093.3	4,019.4	
Total assets	<u>4,216.0</u>	<u>4,255.5</u>	<u>758.4</u>	<u>707.5</u>	<u>4,974.4</u>	<u>4,963.0</u>	0.2 %
<b>Deferred Outflows of Resources:</b>							
Deferred gain/loss on refunding	3.3	3.6	0.7	0.2	4.0	3.8	
Deferred outflow related to pension activity	194.5	49.3	30.8	5.0	225.3	54.3	
Total deferred outflows of resources	<u>197.8</u>	<u>52.9</u>	<u>31.5</u>	<u>5.2</u>	<u>229.3</u>	<u>58.1</u>	294.7 %
<b>Liabilities:</b>							
Long-term liabilities outstanding	1,312.2	1,161.3	137.1	112.7	1,449.3	1,274.0	
Other liabilities	196.4	179.5	52.1	33.8	248.5	213.3	
Deferred inflows related to taxes	<u>1,508.6</u>	<u>1,340.8</u>	<u>189.2</u>	<u>146.5</u>	<u>1,697.8</u>	<u>1,487.3</u>	14.2 %
<b>Deferred Inflows of Resources:</b>							
Deferred inflows related to taxes	1.9	6.1	-	0.8	1.9	7.0	
Deferred inflows related to pension activity	13.4	13.4	1.4	1.8	14.8	15.2	
Total deferred inflows of resources	<u>15.3</u>	<u>19.5</u>	<u>1.4</u>	<u>2.6</u>	<u>16.7</u>	<u>22.1</u>	-24.4 %
<b>Net position:</b>							
Net investment in capital assets	3,083.6	3,024.7	519.2	444.6	3,602.8	3,469.3	
Restricted	235.2	190.9	161.8	120.3	397.0	311.2	
Unrestricted	(428.9)	(267.5)	(81.7)	(1.3)	(510.6)	(268.8)	
Total net position	<u>\$ 2,889.9</u>	<u>\$ 2,948.1</u>	<u>\$ 599.3</u>	<u>\$ 563.6</u>	<u>\$ 3,489.2</u>	<u>\$ 3,511.7</u>	-0.6 %

The City's assets exceeded liabilities by \$3.5 billion at the close of the year. The City's net position reflects a net investment in capital assets (i.e. land, buildings, infrastructure, and equipment less any related outstanding debt used to acquire these assets) of \$3.6 billion. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending.

Although the City's investment in its capital assets is reported net of related debt, resources needed to pay this debt must come from other sources since capital assets cannot be liquidated for these liabilities. Restricted net position in the amount of \$397.0 million represents resources that are subject to external restrictions on how they may be used. Unrestricted net position was affected by the implementation of GASB Statement 68 which affected available balances creating negative unrestricted net position.

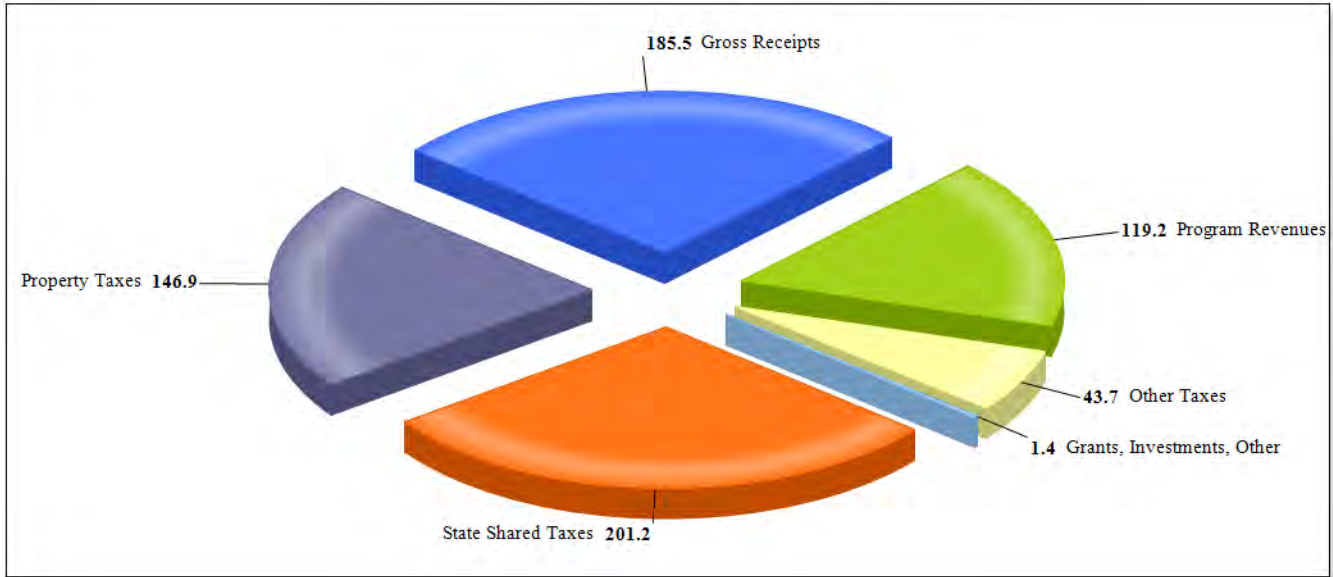
The City's net position decreased by \$22.5 million during the current fiscal year. The decrease in net position is explained in the governmental and business-type activities discussion.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
 JUNE 30, 2017

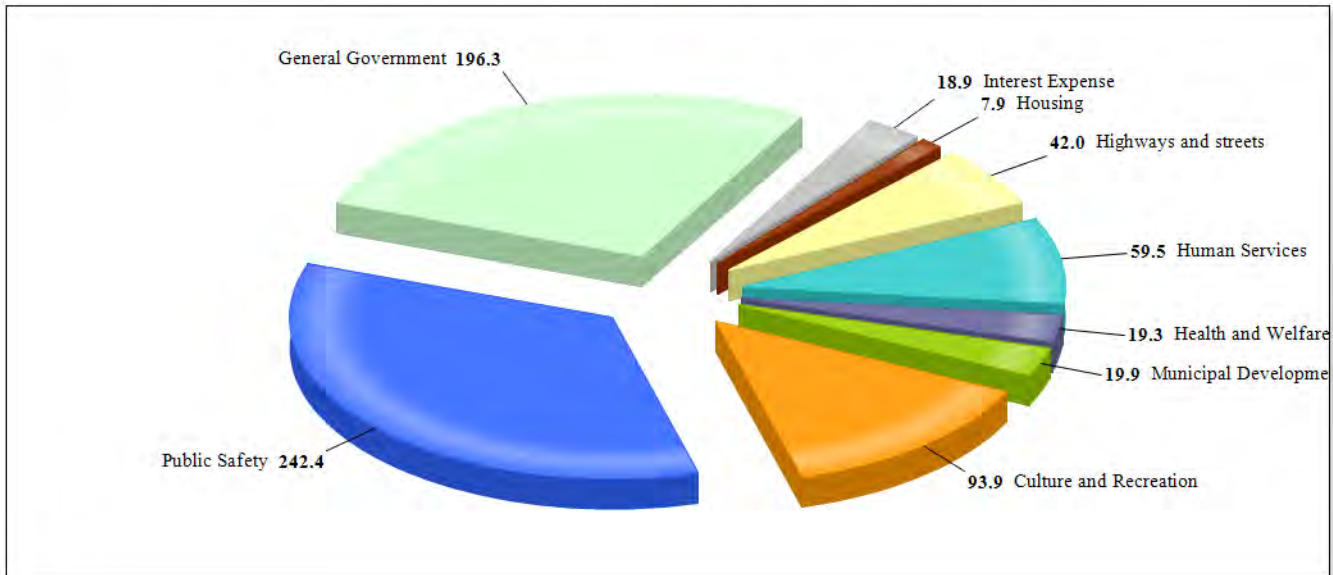
	Change in Net Position (in millions)						Total Percent Change
	Governmental Activities		Business-type Activities		Total		
	2017	2016	2017	2016	2017	2016	
<b>Revenues:</b>							
Program revenues:							
Charges for services	\$ 74.5	\$ 70.3	\$ 159.8	\$ 162.0	\$ 234.3	\$ 232.3	0.9 %
Operating Grants and Contributions	31.7	31.0	-	-	31.7	31.0	2.3 %
Capital Grants and Contributions	13.0	16.2	21.1	28.8	34.1	45.0	(24.2)%
General revenues:							
Gross receipts taxes, local option	185.5	164.8	-	-	185.5	164.8	12.6 %
Property taxes	146.9	142.0	-	-	146.9	142.0	3.5 %
Other taxes	43.7	39.7	-	-	43.7	39.7	10.1 %
Shared taxes and fees	201.2	196.7	-	-	201.2	196.7	2.3 %
Grants, investment income, and other	1.4	19.5	3.2	3.6	4.6	23.1	(402.2)%
Total revenues	<u>697.9</u>	<u>680.2</u>	<u>184.1</u>	<u>194.4</u>	<u>882.0</u>	<u>874.6</u>	0.8 %
<b>Expenses:</b>							
General government	196.3	172.1	-	-	196.3	172.1	(12.3)%
Public safety	242.4	251.8	-	-	242.4	251.8	3.9 %
Culture and recreation	93.9	71.8	-	-	93.9	71.8	(30.8)%
Public works/municipal development	19.9	31.1	-	-	19.9	31.1	36.0 %
Health and welfare	19.3	21.2	-	-	19.3	21.2	9.0 %
Human services	59.5	64.7	-	-	59.5	64.7	8.0 %
Highways and streets	42.0	47.7	-	-	42.0	47.7	11.9 %
Housing	7.9	2.2	-	-	7.9	2.2	(259.1)%
Interest and other charges	18.9	18.6	-	-	18.9	18.6	(1.6)%
Airport	-	-	56.8	53.6	56.8	53.6	(6.0)%
Refuse disposal	-	-	68.8	60.9	68.8	60.9	(13.0)%
Transit	-	-	62.0	60.7	62.0	60.7	(2.1)%
Nonmajor enterprise funds	-	-	16.7	15.8	16.7	15.8	5.7 %
Total expenses	<u>700.1</u>	<u>681.2</u>	<u>204.3</u>	<u>191.0</u>	<u>904.4</u>	<u>872.2</u>	3.7 %
Excess (deficiency) before transfers	(2.2)	(1.0)	(20.2)	3.4	(22.4)	2.4	-
Transfers	(55.9)	(38.4)	55.9	38.4	-	-	-
Increase (decrease) in net position	(58.1)	(39.4)	35.7	41.8	(22.4)	2.4	-
Beginning net position July 1 restated	2,948.1	2,987.5	563.6	521.8	3,511.7	3,509.3	0.1 %
Ending net position June 30	<u>\$ 2,889.9</u>	<u>\$ 2,948.1</u>	<u>\$ 599.3</u>	<u>\$ 563.6</u>	<u>\$ 3,489.2</u>	<u>\$ 3,511.7</u>	1.2 %

**CITY OF ALBUQUERQUE, NEW MEXICO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017**

**Governmental Revenues by Source  
in Millions**



**Governmental Expenditures by Function  
in Millions**



Governmental activities – Governmental activities decreased the City's net position by \$58.1 million. Governmental activities



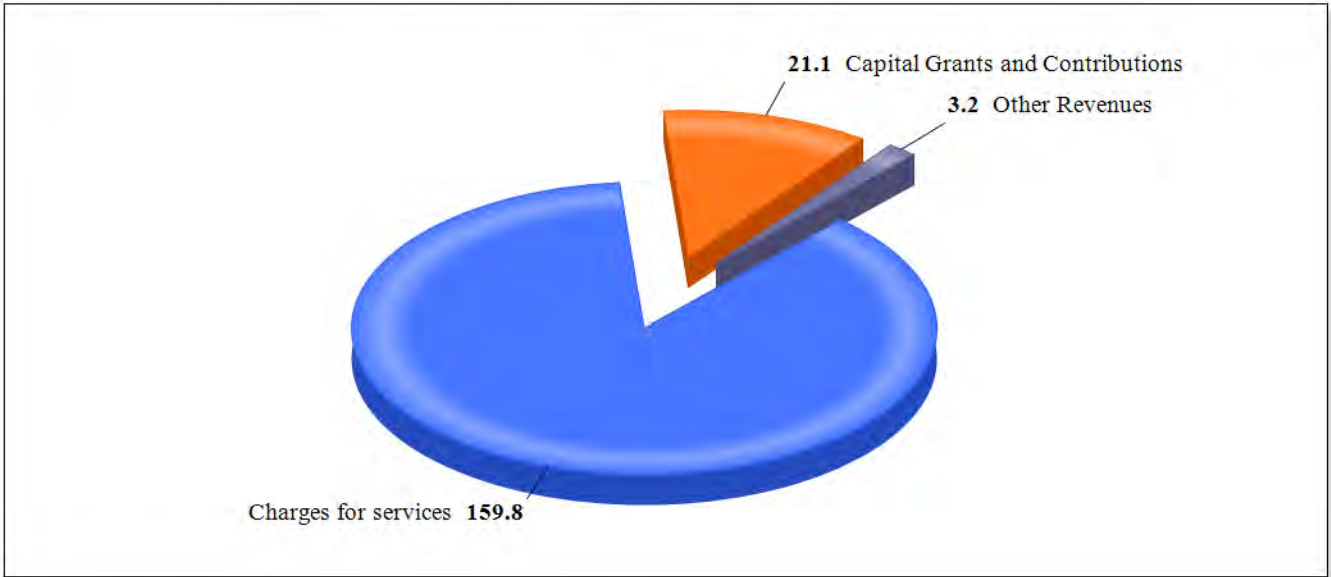
**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
JUNE 30, 2017

revenue increased by \$17.7 million, or 2.6% from \$680.2 million in fiscal year 2016 to \$697.9 million in fiscal year 2017. Key elements in the change of the City's governmental activities revenues and expenditures are as follows:

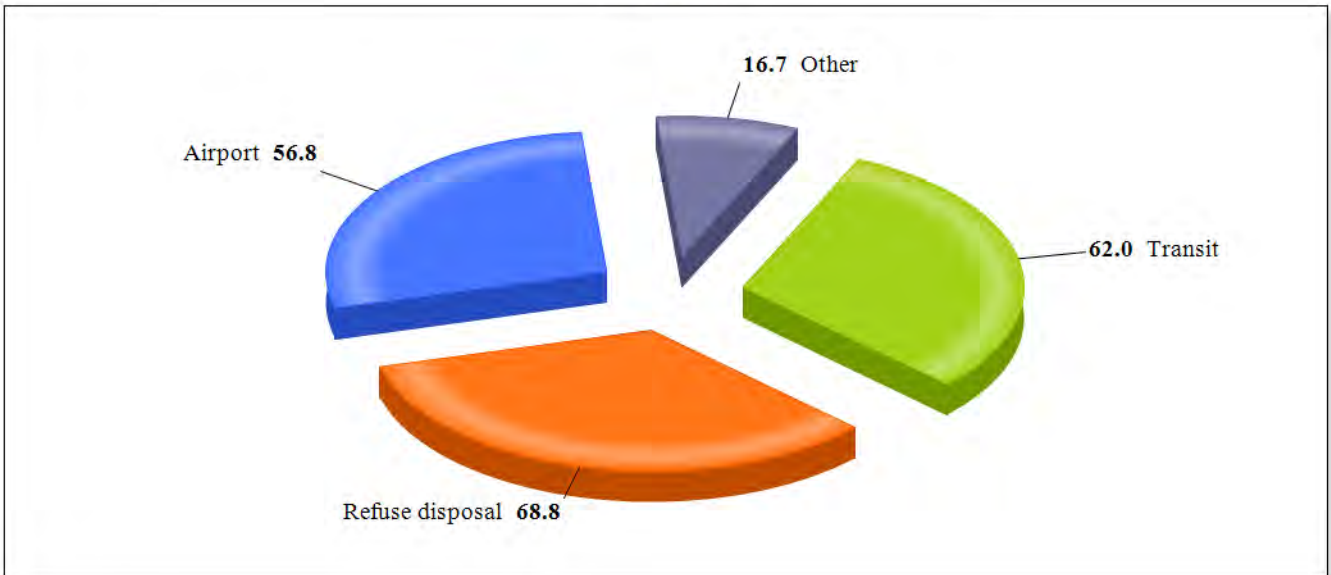
- Gross receipts tax revenue and state shared taxes and fees, which together account for approximately 55% of the City's governmental activities revenue, increased by \$25.2 million, from \$361.5 million to \$386.7 million, or by 7.0% from prior year. The Gross receipts tax revenue grew by 12.5%. The budgeted projections are adjusted for one time distributions or hold backs and do not include accruals. As a result the percentages in the government wide will differ with projected increases in GRT. State Shared taxes showed an increase in revenues of \$4.5 million compared to fiscal year 2016. Additional economic and budgetary facts are discussed in the economic factors section of the management discussion and analysis.
- Program revenues increased by \$1.9 million compared to fiscal year 2016 from \$117.4 million in fiscal year 2016 to \$119.2 million in fiscal year 2017. Program revenue consisting of charges for services, operating grants, capital grants, and contributions account for approximately 17.1% of the City's governmental activities revenues. Charges for services increased by \$4.3 million primarily due increases in charges for services in the general fund and other nonmajor governmental funds. Operating grants and contributions increased by \$0.7 million and capital grants and contributions decreased by \$3.1 million.
- Property taxes, which account for approximately 21.0% of the City's governmental activities revenues, increased by \$4.9 million from \$142.0 million in fiscal year 2016 to \$146.9 million. In fiscal year 2017 (tax year 2016) taxable assessed property valuations within the City increased \$395.7 million from \$12.41 billion to \$12.81 billion. This change reflects the County Assessor's reassessments and new additions to the tax base and adjustments for yield control. The City's direct property tax mill levy rate remained at 11.52 per \$1,000 assessed value in fiscal year 2017.
- Grants, investments, and other revenues decreased by \$18.1 million from \$19.5 million in fiscal year 2016 to \$1.4 million in fiscal year 2017. In fiscal year 2017, the City transferred assets from Governmental Funds to Proprietary Funds. This resulted in a loss on disposition of assets in the Governmental Funds and a capital contributions gain in the Proprietary Funds of \$17.0 million. The City wrote down land values in the Open Space Permanent Fund totaling \$3.9 million based on updated assessor values or appraisals. In addition, market value adjustments of investments reduced investment earnings by \$1.8 million.
- Other taxes such as franchise, hospitality, lodgers', and payments in lieu of taxes increased by \$4.0 million from \$39.7 million in fiscal year 2016 to \$43.7 million in fiscal year 2017, or by 10.1%. The primary increase was in franchise tax revenue. More detail comparison of other taxes can be found on Schedule 3 in the Statistical Section of this report.
- Governmental activities expenditures increased by \$18.9 million from \$681.2 million in fiscal year 2016 to \$700.1 million in fiscal year 2017.

CITY OF ALBUQUERQUE, NEW MEXICO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
JUNE 30, 2017

**Business-type Activities Revenues by Source**  
in Millions



**Business-type Activities Expenses**  
in Millions



Business-type activities – Business-type activities decreased the City’s net position by \$20.3 million in fiscal year 2017 before

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

JUNE 30, 2017

transfers of \$55.9 million. Business-type activities revenues decreased \$10.3 million from \$194.4 million in fiscal year 2016 to \$184.1 million in fiscal year 2017, or by 5.3%. Key factors for the changes in the business type activities net position and revenues are explained below:

- The Airport Fund had an increase in net position of \$9.2 million in fiscal year 2017 compared to a \$22.4 million increase in 2016. The charges for services decreased from \$56.3 million in fiscal year 2016 to \$53.8 million in fiscal year 2017. Passenger facilities charges (PFCs) increased by .47% from \$8.74 million in fiscal year 2016 to \$8.91 million in fiscal year 2017. Operating expenses increased from \$53.6 million in fiscal year 2016 to \$54.9 in fiscal year 2017, and capital contributions decreased from \$8.2 million in fiscal year 2016 to \$1.9 million in fiscal year 2017.
- The Refuse Disposal Fund had an increase in net position of \$1.0 million in fiscal year 2017 compared to an increase of \$9.3 million in 2016. Charges for services remained constant while operating costs increased by \$5.5 million. The increase in operating costs can be explained by an increase in wages of \$1.6 million and an increase landfill closure costs of \$1.8 million.
- The Transit Fund had an increase in net position of \$9.4 million in fiscal year 2017 compared to an increase of \$11.7 million in fiscal year 2016. Charges for services dropped slightly from \$12.0 million in fiscal year 2016 to \$11.6 million in fiscal year 2017. Operating expenses decreased from \$60.8 million in 2016 to \$58.9 million in 2017 primarily due to a reduction in depreciation.

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

Governmental funds – The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. In particular, assigned and unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$459.4 million, a decrease of \$5.6 million in comparison with the prior year. Of the total balance at year-end, \$368.1 million is restricted fund balance which primarily consists of funds reserved for capital projects and improvements and \$21.0 million is nonspendable, which relates to long term receivables and property held for resale.

Revenues of governmental funds overall totaled approximately \$709.5 million in the fiscal year ended June 30, 2017, which represents an increase of \$18.0 million from the previous year total of \$691.5 million. Intergovernmental revenues increased by \$0.5 million of which \$2.9 million was attributed to an increase in the General Fund, an increase in the Capital Acquisition Fund of \$2.5 million and a decrease in the nonmajor governmental funds of \$4.9 million. Miscellaneous revenues increased by \$3.5 million from \$16.4 million in fiscal year 2016 to \$12.9 million in fiscal year 2017. The City's governmental funds expenditures of \$713.8 million decreased by \$9.4 million from the previous year's total of \$723.2 million. The primary cause of the decrease is attributed to a decrease in principal retirement expenditures of debt of \$61.2 million, followed by an increase in capital outlay of \$51.8 million. The City aligned the process of debt payments with governmental standards. The debt payment is now shown on July 1st on the due date.

General Fund – This is the City's chief operating fund. At the end of the current fiscal year, the total fund balance was \$57.2 million, of which \$11.8 million assigned and unassigned fund balance and \$45.3 million is committed for subsequent years' operations. The net change in fund balance for the current fiscal year was a decrease of \$2.8 million. The total revenues of \$505.6 million for the current fiscal year were \$11.4 million more than the previous fiscal year. The primary cause of the increase was due to increases in intergovernmental revenue of \$2.9 million, franchise taxes of \$2.5 million, charges for services of \$2.6 million, gross receipts taxes of \$1.6 million, miscellaneous revenue of \$1.2 million, license and permits of \$1.2 million, property taxes of \$.6 million, followed by a decrease in interest on investments of \$1.3 million. Total expenditures of \$466.3 million represent an increase of \$11.0 million from the previous year. Increases in expenditures were attributed to an increase in public safety of \$9.7 million, an increase in culture and recreation due to a transfer of some special revenue funds to the General fund. See the general fund budgetary highlights for an analysis with respect to budgets.

General Obligation Bond Debt Service Fund – This fund is used to accumulate resources for the repayment of the City's GO Bonds. GO Bonds are backed by the full faith and credit of the City and may be used to finance any capital improvement approved by the voters. GO bonds may be redeemed by any regular City funding, but by policy, are generally redeemed by property taxes paid to the City. Fund balance in the City's General Obligation Bond Debt Service fund increased by \$50.0 million and from \$14.3 million in fiscal year 2016 to \$64.3 million in fiscal year 2017. The City aligned the process of debt

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

JUNE 30, 2017

payments with governmental accounting standards. The principal retirement of debt is now shown on July 1st, on the due date resulting in a one-time increase in fund balance. Property tax revenues dedicated to the repayment of GO Bonds increased by \$1.4 million from \$62.4 million in fiscal year 2016 to \$63.8 million in fiscal year 2017. The City's property tax rates have remained constant for well over a decade and not tax rate increase has been required to fund the GO Bond program of capital improvements.

Capital Acquisition Fund – This fund is used to accumulate resources for the acquisition of capital. Capital is defined as tangible property with a life beyond a one year budget cycle. Land, infrastructure, equipment, buildings as well as the services required to build or install these assets may be classified as capital. The Capital Acquisition Fund is primarily funded by bond proceeds, but recurring and non-recurring revenue may be used. Major capital improvements for the City are funded primarily with general obligation and enterprise fund revenue bonds. In many cases, these bond funds are matched with Federal and/or State contributions and private assessments. During fiscal year 2017, the Capital Acquisition Fund balance decreased by \$67.6 million from \$278.5 million in fiscal year 2016 to \$210.9 million. The decrease in fund balance is attributed to new bond proceeds and premiums of \$51.9 million offset by an increase in capital outlay of \$52.5 million.

Enterprise Funds – The City's enterprise funds provide the same type of information presented in the government-wide financial statements business-type activities, but in more detail. Unrestricted net position were affected by the implementation of the GASB Statement 68. At the end of the fiscal year, the unrestricted net position (in millions) is as follows:

Airport Fund	\$	14.4
Refuse Disposal Fund		(4.8)
Transit Fund		(91.1)
Nonmajor enterprise funds		(0.3)
Total	\$	<u>(81.8)</u>

Internal Service Funds – Internal Service Funds are used to account for certain governmental activities and had an unrestricted net position of \$(9.8) million in fiscal year 2017 as compared to unrestricted net position of \$(37.3) million in fiscal year 2016. At the end of the current fiscal year, the City's Risk fund reported an ending net position of \$(13.2) million, an increase of \$27.5 million in comparison with the prior year. The City's claim experience in the risk fund has benefited from decreased frequency and severity of new claims as well as favorable settlement of older claims. Unrestricted net position decreased in all internal service funds due to the implementation of GASB 68 and the increase in the net pension liability.

Fiduciary Funds – There are two types of fiduciary funds the City uses to account for resources held for the benefit of others. The City's Agency fund is used by the City to account for funds held for third parties. The Albuquerque Pooled OPEB Trust Fund is used by the City and the Albuquerque Bernalillo County Water Utility Authority to account for funds held in an irrevocable trust for the other post-employment benefits relating to life insurance benefits for retirees. The Albuquerque Pooled OPEB Trust Plan issues a separate report that can be obtained from the Accounting Division at P.O. Box 1293, Room 8010, 8<sup>th</sup> Floor, Albuquerque, NM 87103.

Budgetary Highlights – The original fiscal year 2017 Approved Operating Budget was \$926.4 million, after interfund eliminations. The General Fund portion was \$526.4 million with total reserves of \$45.3 million, including a \$1.2 million additional reserve for fiscal prudence. Overall General Fund revenue was expected to grow at 2.4% over the estimate for the previous year. Appropriations were expected to grow at 3.1% over the estimate for the previous year. There were no major changes in programs or services delivered to the public in fiscal year 2017. Significant cost increases included: a 3% pay increase for police officers; a 2% pay increase for all other employees; \$1 million for police vehicles; \$700 thousand for increased water costs for city parks; \$1.5 million for debt service on \$20.3 million in new revenue bonds for various capital projects including west side ball fields; \$1.2 million in operating costs for capital coming-on-line including expanded facilities, streets, traffic signal, and storm drainage; \$1 million for a bolstered “Clean City” initiative; and \$1 million for continued economic development efforts. Mid-year appropriations of \$4.6 million were approved by the Council for encumbrances carried over from fiscal year 2016 and for the movement of appropriations from the Culture and Recreation Projects Fund 225 to the General Fund based on recommendations from external auditors.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

Capital Assets – The City's capital assets of governmental and business-type activities as of June 30, 2017, total \$4.1 billion, net of accumulated depreciation. The increase in capital assets in the current fiscal year was \$73.7 million or 1.8%. Capital assets

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
 JUNE 30, 2017

are summarized as follows (in millions):

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Land	\$ 321.6	\$ 312.5	\$ 57.5	\$ 56.7	\$ 379.1	\$ 369.2
Right of way	1,145.5	1,145.2	-	-	1,145.5	1,145.2
Other	2.5	4.1	17.2	1.0	19.7	5.1
Buildings	321.2	327.7	177.0	177.7	498.2	505.4
Runways	-	-	5.6	11.3	5.6	11.3
Improvements other than buildings and runways	359.2	329.4	147.5	161.2	506.7	490.6
Equipment	32.5	32.0	40.4	46.3	72.9	78.3
Infrastructure	1,337.3	1,330.1	9.2	9.6	1,346.5	1,339.7
Construction in progress	23.6	50.2	95.5	24.6	119.1	74.8
<b>Total</b>	<b>\$ 3,543.4</b>	<b>\$ 3,531.2</b>	<b>\$ 549.9</b>	<b>\$ 488.4</b>	<b>\$ 4,093.3</b>	<b>\$ 4,019.6</b>

**Governmental activities** - In fiscal year 2017, the majority of the infrastructure that was placed into service consisted of \$44.6 million of street infrastructure along with \$9.8 million of storm infrastructure. Of this amount, \$3.4 million was dedicated street infrastructure and \$1.8 million was dedicated storm infrastructure. The construction in progress consists of expenditures made by the Capital Acquisition, Infrastructure Tax, Bio Park Tax and Impact Fees Construction Capital fund, \$22.1 million was placed into service during fiscal year 2017. The following was placed in service: \$5.6 million buildings, \$53 million non-structural, \$10.0 million land, and \$56.4 million of infrastructure. Machinery and equipment purchases totaled \$14.3 million, of which \$7.4 million was for public safety. Other capital asset activity totaled \$16 million, for service concession agreement and was transferred to the Parking Facilities Fund.

**Business-type activities** - In fiscal year 2017, the Airport Fund placed into service \$4.6 million in runways and \$160 thousand in machinery and equipment. The Parking Facilities Fund reported service concession agreement as assets depreciated, other totaled \$17.6 million as of June 30, 2017. The Refuse Fund placed into service \$11 million in machinery and equipment, which included \$9.5 million in heavy equipment. The Transit Fund placed into service \$1.6 million in buildings and improvements and \$126 thousand in machinery and equipment. The construction work in progress increased by \$71 million, which included \$60.5 million by the Transit department.

**Debt Administration** - At the end of the current fiscal year, the City's governmental activities had a total of \$1.4 billion in long term obligations. Total bonded debt is \$694.7 million of which \$71.1 million is due or payable within the next fiscal year. Net pension liability increased from \$435.3 million in fiscal year 2016 to \$628.0 million in fiscal year 2017. The remaining debt is for loans, accrued vacation and sick leave pay, and claims payable. During the fiscal year ended June 30, 2017, the City issued GO Bonds in the amount of \$22.9 million plus an additional \$11.3 million of short term GO Bonds. The GO Bonds were issued to finance projects relating to streets \$3.7 million, public safety \$3.8 million, parks and recreation \$3.0 million, senior, family, community centers, and community enhancement \$5.6 million, storm sewer systems \$7.7 million, energy conservation, public facilities, and system modernization \$5.7 million, and library bonds \$4.1 million. In addition, the City issued \$17.8 million gross receipts tax improvement revenue bonds. The GRT bonds were issued to finance projects relating to the funding of regional sports complex, redevelopment, visitor center, arts building, library, pool, community center, lighting, and streets. The City's business-type activities had long-term obligations of \$152.6 million, of which \$15.5 million is due or payable within the next fiscal year. Additional information related to debt can be found in section G of the Notes to the Financial Statements.

The ratio of net general obligation bonded debt to taxable valuation and the amount of bonded debt per capita are useful indicators to management, citizens and investors of the City's debt position. The State's constitution provides for a legal debt limit of 4% of taxable valuation for general purpose only. The percentage for the City of Albuquerque is 2.92% of the \$12.8 billion taxable value of property within the City's boundaries. The City currently may issue up to an additional \$137.9 million of general purpose obligation bonds and has \$374.5 million of general purpose obligation debt outstanding subject to the legal debt limit at June 30, 2017. The net general bonded debt per capita is \$670. The ratings on the City's uninsured general obligation bonds and gross receipts tax bonds for fiscal year 2017 are as follows:

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
 JUNE 30, 2017

Credit	Bond Ratings		
	Moody's	S & P	Fitch
General Obligation Bonds	Aa1	AAA	AA+
Gross Receipts Tax Revenue Bonds	Aa2	AAA	AA+
Airport Revenue Bonds	Aa3	A+	A+
Refuse Removal/Disposal Revenue Bonds	A1	AA	AA

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

The City's elected and appointed officials considered many factors when developing the fiscal year 2018 budget. Many of the City's revenues are influenced by the economy. The gross receipts tax revenue, which represents 63% of all General Fund revenue, is highly influenced by local economic conditions. GRT revenues increased in FY/16 and FY/17 and is expect to grow in FY/18 at a 3% rate. The approved budget for FY/18 assumes recurring growth in GRT of 3%. This is the estimated growth after accounting for deductions allowed by the state legislature for manufacturing inputs and construction services as well as other new deductions. Additionally, the revenue estimate identifies \$2.3 million as the second year of deductions in the 15 year phase out of the food and medical hold harmless distribution.

The total General Fund recurring growth for FY/18 was estimated at 3.3%, somewhat above previous year's growth.

The following table presents the underlying assumptions used in the FY/18 budget process:

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
 JUNE 30, 2017

National Variables	2016	2017	2018
Real GDP growth	1.7 %	1.7 %	2.3 %
Federal funds rate	0.3 %	0.6 %	1.1 %
10 U.S. bonds	2.0 %	1.8 %	2.4 %
CPI U	0.7 %	1.9 %	2.5 %
Unemployment rate (U.S.)	5.0	4.9	4.7
Total non-farm employment	1.9	1.5	0.9
Manufacturing employment	0.3	(0.3)	0.5
Consumer sentiment index- University of Michigan	91.5	91.7	93.7
Exchange rates	1.2	1.2	1.2
Current trade account (billions of \$)	(488.2)	(434.8)	(379.5)
Change in output per hour	0.2 %	0.2 %	1.3 %
Natural gas-Henry Hub \$ per MCF	2.2	2.9	3.0
West TX intermediate (dollars per bbl)	41.7	47.4	52.1
Wage growth	2.2 %	2.7 %	2.9 %
<b>Albuquerque Variables</b>			
<b>Employment Growth and Unemployment in Albuquerque MSA</b>			
Total non-Ag ABQ	1.7 %	1.5 %	1.4 %
Private-non construction	1.8 %	1.8 %	1.9 %
Construction employment (growth)	1.2 %	2.9 %	2.0 %
Manufacturing (ABQ)	0.4 %	1.0 %	(0.9)%
Unemployment rate (Alb.)	5.9 %	6.0 %	5.6 %
<b>Construction units permitted in City of Albuquerque</b>			
Single-family permits	979.0	863.0	1,043.0
Multi-family permits	67.0	310.0	375.0
Total residential permits	1,046.0	1,173.0	1,418.0

Source Global Insight and FOR-UNM October 2017 Baseline Forecasts

On October 2, 2017, voters approved 11 separate ballot questions for a \$125 million general obligation bond package. Bond proceeds will be used for capital improvements on streets, storm drainage facilities, parks, seniors and community centers, energy conservation, libraries and other cultural facilities.

**REQUEST FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Director's office for the Department of Finance and Administrative Services of the City at Director's Office, DFAS, Room 11015, One Civic Plaza N.W., Albuquerque, New Mexico 87103.

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**FINANCIAL SECTION**

**BASIC FINANCIAL STATEMENTS**



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**CITY OF ALBUQUERQUE, NEW MEXICO**

STATEMENT OF NET POSITION

JUNE 30, 2017

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Albuquerque Housing Authority
<b>ASSETS</b>				
Current assets:				
Cash, investments, and accrued interest	\$ 333,974,652	\$ 93,948,146	\$ 427,922,798	\$ 9,203,578
Cash held by others	252,422	639,342	891,764	-
Taxes receivable, net	81,336,765	-	81,336,765	-
Accounts receivable, net of allowance for uncollectible accounts	3,038,334	13,840,165	16,878,499	418,669
Due from other governments	19,795,077	1,269,060	21,064,137	-
Customer deposits	474,022	-	474,022	-
Internal balances	25,201,083	(25,201,083)	-	-
Inventories of supplies	2,240,622	4,194,984	6,435,606	152,550
Prepaid expenses	79,757	14,878	94,635	1,514,733
Restricted assets:				
Cash with fiscal agent held for debt service	-	3,078,288	3,078,288	-
Total current assets	<u>466,392,734</u>	<u>91,783,780</u>	<u>558,176,514</u>	<u>11,289,530</u>
Noncurrent assets:				
Long-term accounts and notes receivable	21,809,409	-	21,809,409	-
Restricted assets:				
Cash, investments, and accrued interest	182,232,228	114,660,175	296,892,403	8,378,382
Grants receivables	-	232,623	232,623	-
Accounts receivable-developers, net of allowance for uncollectible accounts	-	1,517,582	1,517,582	4,000,000
Land held for resale	2,287,306	-	2,287,306	-
Escrow deposits	-	165,566	165,566	239,763
Total restricted assets	<u>206,328,943</u>	<u>116,575,946</u>	<u>322,904,889</u>	<u>12,618,145</u>
Capital assets:				
Land and construction in progress	1,490,674,612	153,044,275	1,643,718,887	5,742,800
Capital assets depreciated and amortized	3,650,143,466	1,266,296,531	4,916,439,997	63,236,519
Accumulated depreciation and amortization	(1,597,541,191)	(869,299,179)	(2,466,840,370)	(53,932,154)
Total capital assets	<u>3,543,276,887</u>	<u>550,041,627</u>	<u>4,093,318,514</u>	<u>15,047,165</u>
Total noncurrent assets	<u>3,749,605,830</u>	<u>666,617,573</u>	<u>4,416,223,403</u>	<u>27,665,310</u>
Total assets	<u>4,215,998,564</u>	<u>758,401,353</u>	<u>4,974,399,917</u>	<u>38,954,840</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred gain/loss on refunding	3,337,293	689,526	4,026,819	1,888,240
Deferred outflow related to pension activity	194,517,928	30,819,188	225,337,116	-
Total deferred outflows of resources	<u>\$ 197,855,221</u>	<u>\$ 31,508,714</u>	<u>\$ 229,363,935</u>	<u>\$ 1,888,240</u>

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

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Albuquerque Housing Authority
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>				
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	\$ 31,972,734	\$ 24,672,528	\$ 56,645,262	\$ 968,200
Accrued employee compensation and benefits	16,435,354	1,263,762	17,699,116	135,207
Accrued vacation and sick leave	23,526,871	5,103,096	28,629,967	70,322
Customer deposits	4,148,381	891,246	5,039,627	-
Unearned revenue	8,677,963	5,650,468	14,328,431	14,833
Contracts, claims, and other payable	406,889	-	406,889	127,692
Payable from restricted assets:				
Contracts, claims, and other payable	2,522,915	3,293,119	5,816,034	21,129
Current portion:				
Claims	24,840,000	-	24,840,000	-
Bonds and notes payable	71,102,068	10,350,000	81,452,068	-
Accrued interest	12,776,476	921,301	13,697,777	-
Total current liabilities	<u>196,409,651</u>	<u>52,145,520</u>	<u>248,555,171</u>	<u>1,337,383</u>
Non-current liabilities:				
Liabilities payable from restricted assets:				
Landfill closure costs	-	4,843,853	4,843,853	-
Other	-	157,223	157,223	239,763
Total liabilities payable from restricted assets	-	5,001,076	5,001,076	239,763
Long-term payable:				
Bonds and notes payable, net of current portion, discounts and premiums	623,605,018	39,666,808	663,271,826	7,621,494
Total long-term payable	<u>623,605,018</u>	<u>39,666,808</u>	<u>663,271,826</u>	<u>7,621,494</u>
Other:				
Accrued vacation, sick leave, and claims	56,474,853	1,634,966	58,109,819	101,380
Net pension obligation - PERA	627,933,852	90,049,699	717,983,551	4,764,231
Other post employment benefit obligation	3,339,812	757,376	4,097,188	-
Other liabilities	801,203	-	801,203	-
Total other	<u>688,549,720</u>	<u>92,442,041</u>	<u>780,991,761</u>	<u>4,865,611</u>
Total non-current liabilities	<u>1,312,154,738</u>	<u>137,109,925</u>	<u>1,449,264,663</u>	<u>12,726,868</u>
Total liabilities	<u>1,508,564,389</u>	<u>189,255,445</u>	<u>1,697,819,834</u>	<u>14,064,251</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred revenue - gross receipts taxes	10,693	-	10,693	-
Deferred revenue - hospitality taxes	15,260	-	15,260	-
Deferred revenue - lodgers' taxes	76,298	-	76,298	-
Deferred revenue - infrastructure taxes	1,836,128	-	1,836,128	-
Deferred inflows related to pension activity	13,406,593	1,383,118	14,789,711	47,287
Total deferred inflows of resources	<u>15,344,972</u>	<u>1,383,118</u>	<u>16,728,090</u>	<u>47,287</u>
<b>NET POSITION</b>				
Net investment in capital assets	3,083,624,834	519,154,534	3,602,779,368	10,904,542
Restricted for:				
Debt service	84,735,647	26,855,102	111,590,749	-
Construction	110,584,890	134,970,126	245,555,016	-
Housing and economic development	9,478,887	-	9,478,887	15,827,000
Federal and state funded programs	8,614,644	-	8,614,644	-
Open space and urban enhancement	-	-	-	-
Expendable	879,382	-	879,382	-
Nonexpendable	20,933,854	-	20,933,854	-
Unrestricted	(428,907,714)	(81,708,258)	(510,615,972)	-
Total net position	<u>\$ 2,889,944,424</u>	<u>\$ 599,271,504</u>	<u>\$ 3,489,215,928</u>	<u>\$ 26,731,542</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2017

Functions/Programs	Expenses	Indirect Expenses Allocation	Program Revenues	
			Charges for Services	Operating Grants and Contributions
<b>Governmental activities:</b>				
General government	\$ 196,213,867	\$ (2,956,066)	\$ 42,811,158	\$ 466,647
Public safety	242,432,647	917,232	6,847,221	5,650,577
Culture and recreation	93,902,898	317,935	10,184,622	1,650,842
Public works/municipal development	19,896,395	563,729	773,216	-
Health and welfare	19,292,402	436,215	5,940,970	-
Human services	59,471,761	652,668	7,650,324	18,736,564
Housing	7,936,363	68,287	-	800,341
Highways and streets	42,044,671	-	278,038	4,402,551
Interest and other charges	18,851,880	-	-	-
<b>Total governmental activities</b>	<b>700,042,884</b>	<b>-</b>	<b>74,485,549</b>	<b>31,707,522</b>
<b>Business-type activities:</b>				
Airport	56,818,803	-	62,744,962	-
Refuse disposal	68,842,941	-	71,192,454	-
Transit	62,008,852	-	11,602,542	-
Golf course	5,578,309	-	3,811,236	-
Apartments	3,632,372	-	4,069,410	-
Parking facilities	5,815,699	-	4,595,340	-
Stadium	1,637,218	-	1,751,056	-
<b>Total business-type activities</b>	<b>204,334,194</b>	<b>-</b>	<b>159,767,000</b>	<b>-</b>
<b>Total primary government</b>	<b>\$ 904,377,078</b>	<b>\$ -</b>	<b>\$ 234,252,549</b>	<b>\$ 31,707,522</b>
<b>Component unit:</b>				
Albuquerque Housing Authority	33,958,187	-	2,244,617	28,601,476
<b>Total component unit</b>	<b>\$ 33,958,187</b>	<b>\$ -</b>	<b>\$ 2,244,617</b>	<b>\$ 28,601,476</b>

General revenues:

Taxes
Property taxes
Franchise taxes
Hospitality taxes
Lodgers' taxes
Gross receipts taxes, local option
Payment in lieu of taxes
Shared taxes and fees
Grants and contributions not restricted to specific programs
Miscellaneous revenue
Gain (loss) on investments
Unrestricted investment earnings
Transfers
<b>Total general revenues and transfers</b>
<b>Change in net position</b>
Net position, July 1
Net position, June 30

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

Program	Net (Expenses) Revenue and Change in Net Position			
Revenues, cont.				
Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	Component Unit
\$ 716,698	\$ (155,175,430)	\$ -	\$ (155,175,430)	\$ -
137,292	(228,880,325)	-	(228,880,325)	-
6,078,029	(75,671,470)	-	(75,671,470)	-
435,567	(18,123,883)	-	(18,123,883)	-
4,733,688	(8,181,529)	-	(8,181,529)	-
37,005	(32,395,200)	-	(32,395,200)	-
891,421	(6,176,314)	-	(6,176,314)	-
-	(37,364,082)	-	(37,364,082)	-
-	(18,851,880)	-	(18,851,880)	-
<u>13,029,700</u>	<u>(580,820,113)</u>	<u>-</u>	<u>(580,820,113)</u>	<u>-</u>
1,901,471	-	7,827,630	7,827,630	-
-	-	2,349,513	2,349,513	-
3,116,424	-	(47,289,886)	(47,289,886)	-
-	-	(1,767,073)	(1,767,073)	-
-	-	437,038	437,038	-
16,032,498	-	14,812,139	14,812,139	-
-	-	113,838	113,838	-
<u>21,050,393</u>	<u>-</u>	<u>(23,516,801)</u>	<u>(23,516,801)</u>	<u>-</u>
<u>\$ 34,080,093</u>	<u>\$ (580,820,113)</u>	<u>\$ (23,516,801)</u>	<u>\$ (604,336,914)</u>	<u>\$ -</u>
1,614,568	-	-	-	(1,497,526)
<u>\$ 1,614,568</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,497,526)</u>

\$ 146,919,022	\$ -	\$ 146,919,022	\$ -
28,901,402	-	28,901,402	-
2,445,451	-	2,445,451	-
12,227,254	-	12,227,254	-
185,489,248	-	185,489,248	-
129,047	-	129,047	-
201,152,755	-	201,152,755	-
75,287	-	75,287	-
1,158,359	1,027,773	2,186,132	2,592,460
(4,576,879)	-	(4,576,879)	-
4,792,152	2,181,333	6,973,485	59,688
<u>(55,949,929)</u>	<u>55,949,929</u>	<u>-</u>	<u>-</u>
<u>522,763,169</u>	<u>59,159,035</u>	<u>581,922,204</u>	<u>2,652,148</u>
<u>(58,056,944)</u>	<u>35,642,234</u>	<u>(22,414,710)</u>	<u>1,154,622</u>
<u>2,948,001,368</u>	<u>563,629,270</u>	<u>3,511,630,638</u>	<u>25,576,920</u>
<u>\$ 2,889,944,424</u>	<u>\$ 599,271,504</u>	<u>\$ 3,489,215,928</u>	<u>\$ 26,731,542</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2017

	<u>General Fund</u>	<u>GO Bond Debt Service Fund</u>
<b>ASSETS</b>		
Cash, investments, and accrued interest	\$ 21,572,523	\$ 71,015,587
Cash held by others	-	-
Taxes receivable	68,751,076	3,483,449
Other receivables	2,322,036	-
Due from other government units	3,016,818	-
Due from other funds	28,482,976	-
Prepaid items	27,937	-
Land held for sale	-	-
Restricted assets:		
Total assets	<u>124,173,366</u>	<u>74,499,036</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>		
<b>LIABILITIES</b>		
Accounts payable	9,258,376	9,772
Contracts and other payable	-	-
Accrued employee compensation and benefits	15,896,973	-
Current - claims and judgments	-	-
Due to other funds	755,105	-
Unearned revenue	28,589	-
Deposits	4,148,381	-
Matured bonds and interest payable	-	7,653,107
Total liabilities	<u>30,087,424</u>	<u>7,662,879</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred revenue - property taxes	3,043,849	2,512,769
Deferred revenue - gross receipts taxes	33,871,538	-
Deferred revenue - gasoline taxes	-	-
Deferred revenue - hospitality taxes	-	-
Deferred revenue - lodgers' taxes	-	-
Deferred revenue - infrastructure taxes	-	-
Deferred revenue - special assessments	-	-
Total deferred inflows of resources	<u>36,915,387</u>	<u>2,512,769</u>
<b>FUND BALANCES (DEFICIT)</b>		
Nonspendable	34,628	-
Restricted	-	64,323,388
Committed	45,303,000	-
Assigned	-	-
Unassigned	11,832,927	-
Total fund balances (deficit)	<u>57,170,555</u>	<u>64,323,388</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 124,173,366</u>	<u>\$ 74,499,036</u>

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



Capital Acquisition Fund	Nonmajor Governmental Funds	Total
\$ 217,834,826	\$ 137,374,059	\$ 447,796,995
-	252,422	252,422
-	9,102,240	81,336,765
459,182	22,340,064	25,121,282
6,392,667	9,349,155	18,758,640
-	31,174	28,514,150
-	51,768	79,705
-	2,287,306	2,287,306
<u>224,686,675</u>	<u>180,788,188</u>	<u>604,147,265</u>
12,280,785	6,955,911	28,504,844
1,423,814	1,100,001	2,523,815
63,162	347,876	16,308,011
-	206,799	206,799
9,927	3,608,174	4,373,206
-	19,112,593	19,141,182
-	-	4,148,381
-	5,123,369	12,776,476
<u>13,777,688</u>	<u>36,454,723</u>	<u>87,982,714</u>
-	-	5,556,618
-	-	33,871,538
-	397,652	397,652
-	15,260	15,260
-	76,298	76,298
-	3,556,342	3,556,342
-	13,297,567	13,297,567
<u>-</u>	<u>17,343,119</u>	<u>56,771,275</u>
-	20,933,854	20,968,482
210,908,987	92,910,716	368,143,091
-	11,474,193	56,777,193
-	1,709,990	1,709,990
-	(38,407)	11,794,520
<u>210,908,987</u>	<u>126,990,346</u>	<u>459,393,276</u>
<u>\$ 224,686,675</u>	<u>\$ 180,788,188</u>	<u>\$ 604,147,265</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS**  
**TO THE STATEMENT OF NET POSITION**  
**JUNE 30, 2017**

Total fund balances governmental funds	\$ 459,393,276
Capital assets used in governmental activities (except for internal service funds) are not financial resources and, therefore, are not reported in the funds.	3,542,878,428
Long-term obligation applicable to the City's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditures when due. All liabilities, including the City's OPEB and pension obligations, are reported in the statement of net position. (Note II.A)	(1,349,577,490)
Internal service funds are used by the City to charge the cost of tort liability, workers compensation and employee health insurance to other individual funds. In additions, the cost of providing communications, fleet maintenance and supplies warehousing services are also charged. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	(9,393,822)
Deferred outflows of resources are not financial resources and, therefore, are not reported in the funds. Deferred outflows for the City are related to gain/loss on refunding and pension activity.	194,632,911
Deferred inflows and unearned revenue result primarily from City taxes collected after year-end and amounts due on real estate contracts that are not available soon enough to pay for the current period's expenditures, and therefore, are reported as a deferred inflows and unearned revenue in the funds. Deferred inflows also contain amounts related to pension activity. (Note II.A)	52,011,126
Net position of governmental activities	<u>\$ 2,889,944,429</u>

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	<u>General Fund</u>	<u>GO Bond Debt Service Fund</u>
<b>REVENUES</b>		
Taxes		
Gross receipts taxes, local option	\$ 129,005,614	\$ -
Property taxes	81,797,601	63,842,388
Lodgers' and hospitality taxes	-	-
Franchise taxes	27,433,124	-
Payment in lieu of taxes	129,047	-
Licenses and permits	13,049,101	-
Intergovernmental federal	-	-
Intergovernmental - state	200,337,170	-
Charges for services	49,968,206	-
Fines and forfeitures	255,608	-
Investment earnings	(174,147)	556,045
Special assessments	-	-
Miscellaneous	3,844,708	-
Total revenues	<u>505,646,032</u>	<u>64,398,433</u>
<b>EXPENDITURES</b>		
Current:		
General government	66,538,208	-
Public Safety	242,250,820	-
Culture and recreation	75,940,683	-
Public works	12,089,780	-
Highways and streets	17,924,977	-
Health	17,201,952	-
Human services	32,324,723	-
Housing	-	-
Debt service:		
Principal retirement	-	-
Interest	-	16,181,729
Fiscal agent fees and other fees	-	727,488
Capital outlay	2,043,924	-
Total expenditures	<u>466,315,067</u>	<u>16,909,217</u>
Excess (deficiency) of revenues over expenditures	<u>39,330,965</u>	<u>47,489,216</u>
<b>OTHER FINANCING SOURCES (USES)</b>		
Transfers in	5,532,481	-
Transfers out	(47,645,840)	-
Gain (loss) on investments	-	-
Premiums on bonds issued	-	2,547,892
Bonds and notes issued	-	-
Total other financing sources (uses)	<u>(42,113,359)</u>	<u>2,547,892</u>
Net change in fund balances	(2,782,394)	50,037,108
Fund balances, July 1	<u>59,952,949</u>	<u>14,286,280</u>
Fund balances, June 30	<u>\$ 57,170,555</u>	<u>\$ 64,323,388</u>

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

Capital Acquisition Fund	Nonmajor Governmental Funds	Total
\$ -	\$ 52,267,348	\$ 181,272,962
-	-	145,639,989
-	14,672,705	14,672,705
391,799	-	27,824,923
-	-	129,047
-	3,237,569	16,286,670
10,647,731	23,361,740	34,009,471
654,581	7,939,066	208,930,817
899,999	8,654,894	59,523,099
-	619,781	875,389
2,243,202	1,175,146	3,800,246
-	3,654,787	3,654,787
3,031,148	5,993,710	12,869,566
<u>17,868,460</u>	<u>121,576,746</u>	<u>709,489,671</u>
4,710,637	13,847,283	85,096,128
2,359,438	6,891,290	251,501,548
7,573,394	3,898,313	87,412,390
11,867,241	121,608	24,078,629
161	8,312,955	26,238,093
128,989	4,805,246	22,136,187
2,771,867	29,089,903	64,186,493
-	3,727,620	3,727,620
-	920,941	920,941
-	10,169,087	26,350,816
-	-	727,488
97,642,613	21,764,874	121,451,411
<u>127,054,340</u>	<u>103,549,120</u>	<u>713,827,744</u>
<u>(109,185,880)</u>	<u>18,027,626</u>	<u>(4,338,073)</u>
2,762,840	29,635,255	37,930,576
(15,800,291)	(28,689,372)	(92,135,503)
-	(4,291,785)	(4,291,785)
2,825,038	2,502	5,375,432
51,857,000	-	51,857,000
<u>41,644,587</u>	<u>(3,343,400)</u>	<u>(1,264,280)</u>
(67,541,293)	14,684,226	(5,602,353)
<u>278,450,280</u>	<u>112,306,120</u>	<u>464,995,629</u>
<u>\$ 210,908,987</u>	<u>\$ 126,990,346</u>	<u>\$ 459,393,276</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES OF**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2017**

Net change in fund balances - total governmental funds	\$ (5,602,353)
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of capital assets is allocated over their estimated useful lives and reported as depreciation in the current period. This is the amount by which additions to capital assets exceeded depreciation in the current period. (Note II.B)	12,140,924
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. (Note II.B)	(48,085,068)
Internal service funds are used by the City to change the cost of tort liability, workers compensation and employee health insurance to other individual funds. In addition, the cost of providing communications, fleet maintenance and supplies warehousing services are also charged. The net revenue (expense) of the internal service funds is reported with governmental activities.	27,421,584
Under the modified accrual basis of accounting used in the governmental funds, revenue is recognized when available to provide financing resources for the current period. Likewise, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis revenues and expenses are reported regardless of when financial resources are available. This adjustment combines the new change of balances. (Note II.B)	5,356,027
The change in liability for compensated absences that is reported as an expense in the statement of activities does not require the use of current financial resources and therefore is not reported as expenditures in governmental funds.	(2,328,081)
The change in liability for the City's portion of OPEB and pension obligations, which are reported as expenditures in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (Note II.B)	<u>(46,959,977)</u>
Change in net position of governmental activities	<u>\$ (58,056,944)</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Revenues:				
Taxes:				
Gross receipts tax-local option	\$ 132,184,000	\$ 130,448,000	\$ 129,005,614	\$ (1,442,386)
Current property tax	78,686,000	79,378,000	79,434,660	56,660
Delinquent property tax	2,674,000	3,006,000	2,362,941	(643,059)
Franchise taxes:				
Electric	9,996,000	9,496,000	9,021,852	(474,148)
Gas	4,069,000	3,769,000	3,656,349	(112,651)
Cable television	4,060,000	5,253,000	5,426,066	173,066
Telephone	1,590,000	1,633,000	1,522,628	(110,372)
Telecommunications	220,000	209,000	229,872	20,872
Water Authority	7,300,000	7,338,000	7,576,357	238,357
Payments in lieu of taxes	-	112,000	129,047	17,047
Total taxes	<u>240,779,000</u>	<u>240,642,000</u>	<u>238,365,386</u>	<u>(2,276,614)</u>
Licenses and permits:				
Building permits	3,677,000	3,847,000	5,650,807	1,803,807
Plan checking permits	1,775,000	2,116,000	887,959	(1,228,041)
Business registration fees	1,235,000	1,188,000	992,891	(195,109)
Plumbing/mechanical permits	1,048,000	904,000	581,113	(322,887)
Restaurant inspections	1,200,000	1,200,000	1,292,214	92,214
Electrical/refrigeration permits	769,000	992,000	973,815	(18,185)
Other licenses and permits	406,000	186,000	173,181	(12,819)
Right of way usage permits	235,000	235,000	278,038	43,038
Liquor licenses	215,000	215,000	279,906	64,906
Animal licenses	250,000	250,000	214,844	(35,156)
Food retailers inspections	226,000	226,000	215,663	(10,337)
Swimming pool inspections	125,000	125,000	121,570	(3,430)
Flood plan certification	151,000	151,000	38,300	(112,700)
Reroofing permits	93,000	127,000	135,508	8,508
Loading zone permits	12,000	12,000	9,502	(2,498)
Solicitation permits	5,000	5,000	8,510	3,510
Excavation permits	250,000	250,000	323,234	73,234
Barricading permits	1,200,000	835,000	865,226	30,226
Total licenses and permits	<u>12,872,000</u>	<u>12,864,000</u>	<u>13,042,281</u>	<u>178,281</u>
Intergovernmental:				
State shared:				
Gross receipts tax	198,449,000	195,777,000	194,181,052	(1,595,948)
Municipal road - gas tax	2,432,000	2,592,000	2,715,123	123,123
Motor vehicle license distribution	1,678,000	1,728,000	1,905,108	177,108
Municipal comp tax	1,378,000	1,378,000	1,269,363	(108,637)
Grants:				
Bernalillo County-shared operations	282,000	282,000	266,525	(15,475)
Total intergovernmental	<u>204,219,000</u>	<u>201,757,000</u>	<u>200,337,171</u>	<u>(1,419,829)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Over/Under</u>
Revenues (continued):				
Charges for services:				
General government:				
Administrative charges to other funds	28,337,000	28,787,000	26,793,662	(1,993,338)
Legal services	2,495,000	2,890,000	3,146,258	256,258
Grounds maintenance	-	-	28,870	28,870
Small business loan fees	25,000	17,000	9,100	(7,900)
Engineering fees	753,000	753,000	918,910	165,910
Engineering inspections	243,000	243,000	198,452	(44,548)
Shooting range fees	260,000	286,000	275,370	(10,630)
Records search fees	210,000	225,000	300,555	75,555
Filing of plats and subdivisions	232,000	352,000	221,703	(130,297)
Administrative fees	101,000	78,000	80,892	2,892
Photocopying	135,000	155,000	102,005	(52,995)
Hearing officer charges	55,000	30,000	38,898	8,898
Sign fees	104,000	80,000	39,109	(40,891)
Zoning plan check fees	120,000	159,000	221,283	62,283
Office services	26,000	23,000	23,764	764
Planning services	179,000	205,000	291,302	86,302
Land mediation charges	10,000	10,000	12,160	2,160
Sale of maps and publications	-	-	64	64
AGIS services	1,000	1,000	475	(525)
Public safety:				
Police services	4,423,000	4,325,000	4,829,197	504,197
Fire services	1,183,000	1,199,000	1,328,296	129,296
Culture and recreation:				
Zoo admissions	2,529,000	2,529,000	2,301,855	(227,145)
Cultural affairs	1,629,000	1,664,000	1,622,007	(41,993)
Albuquerque aquarium and gardens	1,661,000	1,693,000	1,582,876	(110,124)
Latch key program	858,000	862,000	902,288	40,288
Swimming pools	698,000	686,000	703,960	17,960
Sports programs	473,000	473,000	458,068	(14,932)
Other recreation charges	253,000	266,000	74,638	(191,362)
Museum charges	133,000	254,000	226,439	(27,561)
Other zoo charges	264,000	254,000	211,940	(42,060)
Community centers	101,000	89,000	107,378	18,378
Tournament/field rental	80,000	122,000	141,440	19,440
Outdoor recreation fees	20,000	8,000	21,748	13,748



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Revenues (continued):				
Charges for services:				
Highways and streets:				
Other street division charges/permits	165,000	57,000	64,943	7,943
Health:				
Animal control charges	1,355,000	1,355,000	952,828	(402,172)
Human services:				
Childcare services	633,000	741,000	675,641	(65,359)
Senior center memberships	235,000	235,000	236,029	1,029
Senior meal programs	155,000	160,000	209,822	49,822
Other	43,000	35,000	32,340	(2,660)
Senior dances	35,000	35,000	34,120	(880)
DSA Route #2	173,000	538,000	534,232	(3,768)
Senior coffee	12,000	14,000	20,109	6,109
Total charges for services	<u>50,397,000</u>	<u>51,888,000</u>	<u>49,975,026</u>	<u>(1,912,974)</u>
Fines and forfeits:				
Air quality penalties	120,000	120,000	255,608	135,608
Total fines and forfeits	<u>120,000</u>	<u>120,000</u>	<u>255,608</u>	<u>135,608</u>
Interest:				
Interest on investments	767,000	767,000	(174,147)	(941,147)
Total interest	<u>767,000</u>	<u>767,000</u>	<u>(174,147)</u>	<u>(941,147)</u>
Miscellaneous:				
Community center rentals	363,000	318,000	333,263	15,263
Jury duty and witness fees	2,000	2,000	976	(1,024)
Rental of City property	865,000	917,000	1,044,721	127,721
Other miscellaneous	371,000	677,000	2,013,748	1,336,748
Sales of real property	30,000	36,000	157,834	121,834
Collections from property damage	-	6,000	4,240	(1,760)
Contributions and donations	2,000	(248,000)	(199,716)	48,284
Liens and recoveries	187,000	361,000	489,641	128,641
Total miscellaneous	<u>1,820,000</u>	<u>2,069,000</u>	<u>3,844,707</u>	<u>1,775,707</u>
Total revenues	<u>510,974,000</u>	<u>510,107,000</u>	<u>505,646,032</u>	<u>(4,460,968)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Expenses:				
Current:				
General government:				
Accounting	3,797,000	3,824,000	3,663,664	160,336
Administrative hearing office	404,000	404,000	338,200	65,800
Chief administrative officer	1,731,000	1,731,000	1,630,677	100,323
Citizen services	3,644,000	3,692,000	3,277,239	414,761
Citywide financial support	1,108,000	1,108,000	1,032,515	75,485
Urban design and development	2,010,000	2,010,000	1,867,609	142,391
Council services	4,051,000	3,935,000	3,780,923	154,077
DFAS - strategic support	403,000	403,000	411,655	(8,655)
Downtown ABQ main street	-	15,000	15,000	-
Downtown clean and safe services	360,000	378,000	329,188	48,812
Dues and memberships	468,000	468,000	462,938	5,062
Early retirement	7,000,000	7,000,000	3,915,960	3,084,040
Economic development	1,692,000	1,886,000	1,808,585	77,415
Economic development investment	1,005,000	1,155,000	940,808	214,192
ED - Convention center	1,984,000	2,009,000	1,782,861	226,139
City Buildings	8,705,000	8,714,000	8,600,840	113,160
International trade	80,000	80,000	82,406	(2,406)
Joint committee- intergov. legislation	158,000	158,000	158,000	-
Legal services	6,008,000	6,044,000	5,415,147	628,853
Mayor's office	1,007,000	1,007,000	877,333	129,667
Office of inspector general	344,000	352,000	349,744	2,256
Office of internal audit	830,000	830,000	676,501	153,499
Office of management and budget	1,114,000	1,114,000	1,002,549	111,451
Office of the city clerk	1,078,000	1,091,000	1,001,254	89,746
One stop shop	6,692,000	7,326,000	6,600,493	725,507
Open and ethical elections	524,000	524,000	524,000	-
Personnel services	2,481,000	2,487,000	2,357,854	129,146
Planning - strategic support	2,014,000	1,977,000	1,825,798	151,202
Purchasing	1,496,000	1,500,000	1,205,184	294,816
Real property	839,000	862,000	816,863	45,137
Treasury	1,007,000	1,007,000	1,037,411	(30,411)
Technology and innovation	10,473,000	10,596,000	9,148,905	1,447,095
B/C/J/Q Union Time	131,000	131,000	112,836	18,164
Total general government	<u>74,638,000</u>	<u>75,818,000</u>	<u>67,050,940</u>	<u>8,767,060</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Expenses (continued):				
Current:				
Public safety:				
Police department:				
Data management for APD	840,000	840,000	706,882	133,118
Police oversight	984,000	984,000	751,723	232,277
Investigative services	29,950,000	30,980,000	27,965,779	3,014,221
Neighborhood policing	93,870,000	94,452,000	96,425,447	(1,973,447)
Off duty police overtime	1,800,000	1,800,000	1,815,483	(15,483)
PD - Administrative support	16,055,000	16,472,000	16,541,208	(69,208)
Prisoner transport	1,850,000	1,857,000	2,244,361	(387,361)
Professional standards	20,308,000	20,280,000	20,227,847	52,153
Fire department:				
AFD headquarters	2,762,000	2,762,000	2,760,267	1,733
Dispatch	4,734,000	4,734,000	4,732,093	1,907
Emergency response	61,672,000	61,672,000	61,671,119	881
Fire prevention	3,379,000	3,396,000	3,389,037	6,963
Logistics	1,761,000	1,761,000	1,750,086	10,914
Training	2,405,000	2,405,000	2,402,757	2,243
Total public safety	<u>242,370,000</u>	<u>244,395,000</u>	<u>243,384,089</u>	<u>1,010,911</u>
Culture and recreation:				
Aquatics	4,468,000	4,487,000	4,418,058	68,942
Balloon museum	1,084,000	1,137,000	1,160,457	(23,457)
Biopark	13,222,000	13,302,000	13,472,866	(170,866)
CIP Biopark	516,000	516,000	126,668	389,332
CIP library	67,000	67,000	45,387	21,613
CIP parks	608,000	608,000	516,778	91,222
Community events	3,363,000	3,608,000	3,381,184	226,816
Community recreation	8,326,000	8,403,000	7,363,706	1,039,294
Cultural services - strategic support	1,654,000	1,654,000	1,563,017	90,983
Explora	1,434,000	1,434,000	1,436,016	(2,016)
Library	12,021,000	12,082,000	12,325,080	(243,080)
Museum	3,159,000	3,341,000	3,461,395	(120,395)
Parks and recreation - strategic support	1,102,000	1,102,000	981,433	120,567
Parks management	17,612,000	17,612,000	16,886,385	725,615
Public arts and urban enhancement	288,000	288,000	305,595	(17,595)
Recreation	2,755,000	2,797,000	2,549,922	247,078
Open space management	3,825,000	3,825,000	3,977,767	(152,767)
Special events parking	19,000	19,000	19,000	-
Total culture and recreation	<u>75,523,000</u>	<u>76,282,000</u>	<u>73,990,714</u>	<u>2,291,286</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
GENERAL FUND  
YEAR ENDED JUNE 30, 2017

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Expenses (continued):				
Current:				
Municipal development:				
Construction	1,755,000	1,755,000	1,582,971	172,029
Design recovered CIP	4,347,000	4,347,000	3,300,419	1,046,581
Design recovered storm drain	2,555,000	2,355,000	1,873,792	481,208
Storm drainage	2,583,000	2,583,000	3,090,190	(507,190)
MD - Strategic support	2,546,000	2,546,000	2,247,426	298,574
Street CIP	4,427,000	4,427,000	4,532,209	(105,209)
Street services	13,731,000	13,733,000	13,392,768	340,232
Total municipal development	<u>31,944,000</u>	<u>31,746,000</u>	<u>30,019,775</u>	<u>1,726,225</u>
Health:				
Animal care and control	11,170,000	11,224,000	10,686,712	537,288
Code enforcement	4,270,000	4,381,000	3,870,873	510,127
Consumer health protection	1,264,000	1,284,000	1,183,163	100,837
Environmental health	604,000	607,000	605,959	1,041
Strategic support	708,000	708,000	694,610	13,390
Urban biology	511,000	515,000	445,201	69,799
Total health	<u>18,527,000</u>	<u>18,719,000</u>	<u>17,486,518</u>	<u>1,232,482</u>
Human services:				
SA - Basic services	106,000	116,000	44,507	71,493
Affordable housing	2,292,000	2,192,000	2,237,053	(45,053)
Child care	5,657,000	5,514,000	4,967,265	546,735
Emergency shelter	1,097,000	1,526,000	1,521,588	4,412
Health & social services	3,540,000	3,524,000	3,452,921	71,079
Mental health services	2,738,000	2,738,000	2,482,780	255,220
Partner with public education	5,278,000	5,079,000	4,748,005	330,995
FC - Strategic support	1,262,000	1,262,000	1,381,632	(119,632)
Reduce youth gangs	1,311,000	1,351,000	1,332,946	18,054
Subst. abuse treatment & prevention	4,923,000	4,119,000	2,029,058	2,089,942
FC - Supportive services	2,490,000	3,122,000	2,826,492	295,508
Transitional housing	167,000	167,000	167,000	-
Well being- seniors	4,923,000	4,923,000	4,618,737	304,263
Grants repayment	-	330,000	544,891	(214,891)
Senior affairs - strategic support	2,060,000	2,060,000	2,028,156	31,844
Total human services	<u>37,844,000</u>	<u>38,023,000</u>	<u>34,383,031</u>	<u>3,639,969</u>
Total expenses	<u>480,846,000</u>	<u>484,983,000</u>	<u>466,315,067</u>	<u>18,667,933</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**GENERAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Over/Under</u>
Excess of revenues over expenditures	30,128,000	25,124,000	39,330,965	14,206,965
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	4,407,000	5,494,000	5,532,481	38,481
Transfers out	<u>(45,552,000)</u>	<u>(47,234,000)</u>	<u>(47,645,840)</u>	<u>(411,840)</u>
Total other financing sources (uses)	<u>(41,145,000)</u>	<u>(41,740,000)</u>	<u>(42,113,359)</u>	<u>(373,359)</u>
Net change in fund balance	(11,017,000)	(16,616,000)	(2,782,394)	13,833,606
Fund balance, July 1	58,167,518	47,685,518	59,952,949	12,267,431
Fund balance, June 30	<u>\$ 47,150,518</u>	<u>\$ 31,069,518</u>	<u>\$ 57,170,555</u>	<u>\$ 26,101,037</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

JUNE 30, 2017

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
<b>ASSETS</b>		
Current assets		
Cash, investments, and accrued interest	\$ 53,668,002	\$ 34,309,212
Cash held by others	-	-
Receivables, net of allowance for uncollectible	3,764,394	3,912,065
Due from other funds	-	-
Prepaid items	2,160	-
Due from other government units	-	-
Flexible spending account	-	-
Inventories	854,743	503,151
Restricted assets:		
Cash with fiscal agent held for debt service	<u>3,078,288</u>	-
Total current assets	<u>61,367,587</u>	<u>38,724,428</u>
Noncurrent assets:		
Restricted assets:		
Cash, investments, and accrued interest	101,758,185	6,607,143
Accounts receivable-developers-net of allowance for uncollectible	-	-
Grants receivable - restricted	232,623	-
Escrow deposits	-	-
Total restricted assets	<u>101,990,808</u>	<u>6,607,143</u>
Capital assets:		
Land	41,093,819	5,550,766
Buildings and improvements	200,549,471	14,005,301
Runways and other improvements	331,855,847	-
Infrastructure	-	11,269,994
Improvements other than buildings	267,833,386	31,304,978
Machinery and equipment	24,418,511	71,216,202
Intangible assets	-	16,870
Total capital assets before depreciation/amortization	<u>865,751,034</u>	<u>133,364,111</u>
Less: accumulated depreciation/amortization	<u>616,806,364</u>	<u>75,736,199</u>
Capital assets, net of depreciation/amortization	248,944,670	57,627,912
Construction in progress	<u>15,830,028</u>	<u>4,782,508</u>
Total capital assets	<u>264,774,698</u>	<u>62,410,420</u>
Total noncurrent assets	<u>366,765,506</u>	<u>69,017,563</u>
Total assets	<u>428,133,093</u>	<u>107,741,991</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred gain/loss on bond refunding	91,023	-
Deferred outflows related to pension activity	7,803,705	10,669,318
Total deferred outflows of resources	<u>\$ 7,894,728</u>	<u>\$ 10,669,318</u>

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

Business-type Activities - Enterprise Funds			Governmental Activities
Transit Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
\$ 1,961,205	\$ 4,009,727	\$ 93,948,146	\$ 68,409,882
-	639,342	639,342	-
5,486,510	677,196	13,840,165	184,854
1,153,045	-	1,153,045	1,077,749
2,457	10,261	14,878	52
1,269,060	-	1,269,060	578,049
-	-	-	474,022
2,837,090	-	4,194,984	2,240,622
-	-	3,078,288	-
<u>12,709,367</u>	<u>5,336,526</u>	<u>118,137,908</u>	<u>72,965,230</u>
3,216,966	3,077,881	114,660,175	-
-	1,517,582	1,517,582	-
-	-	232,623	-
-	165,566	165,566	-
<u>3,216,966</u>	<u>4,761,029</u>	<u>116,575,946</u>	<u>-</u>
5,729,690	5,108,043	57,482,318	283,842
85,169,543	94,540,877	394,265,192	1,231,765
-	-	331,855,847	-
-	-	11,269,994	-
6,640,673	-	305,779,037	46,466
105,131,920	4,792,958	205,559,591	1,119,249
-	17,550,000	17,566,870	21,000
<u>202,671,826</u>	<u>121,991,878</u>	<u>1,323,778,849</u>	<u>2,702,322</u>
<u>113,693,066</u>	<u>63,063,550</u>	<u>869,299,179</u>	<u>2,303,863</u>
<u>88,978,760</u>	<u>58,928,328</u>	<u>454,479,670</u>	<u>398,459</u>
<u>74,949,421</u>	<u>-</u>	<u>95,561,957</u>	<u>-</u>
<u>163,928,181</u>	<u>58,928,328</u>	<u>550,041,627</u>	<u>398,459</u>
<u>167,145,147</u>	<u>63,689,357</u>	<u>666,617,573</u>	<u>398,459</u>
<u>179,854,514</u>	<u>69,025,883</u>	<u>784,755,481</u>	<u>73,363,689</u>
-	598,503	689,526	-
10,742,052	1,604,113	30,819,188	3,222,310
<u>\$ 10,742,052</u>	<u>\$ 2,202,616</u>	<u>\$ 31,508,714</u>	<u>\$ 3,222,310</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2017**

	Airport Fund	Refuse Disposal Fund
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	\$ 1,208,546	\$ 3,177,690
Accrued employee compensation and benefits	269,669	441,040
Accrued vacation and sick leave	1,203,823	2,023,907
Accrued fuel cleanup costs	-	-
Fare tokens outstanding	-	-
Deposits	667,712	67,375
Due to other funds	43,746	84,465
Current portion of judgements	-	-
Liabilities payable from restricted assets:		
Contracts and other payable	3,293,119	-
Unearned revenue	4,550,561	-
Current portion - revenue bonds, notes payable, and capital leases	9,205,000	-
Accrued interest payable	605,277	39,493
Total current liabilities	21,047,453	5,833,970
Noncurrent liabilities:		
Liabilities payable from restricted assets:		
Accrued landfill closure costs	-	4,843,853
Tenant security deposits	-	-
Total liabilities payable from restricted assets	-	4,843,853
Revenue bonds, notes payable and capital leases, net of current portion and unamortized discounts	23,221,780	-
Other:		
Noncurrent - claims and judgments	-	-
Noncurrent - accrued vacation and sick leave	737,519	382,419
Net pension obligation PERA	23,834,425	30,289,404
OPEB obligation	157,810	274,201
Total other	24,729,754	30,946,024
Total noncurrent liabilities	47,951,534	35,789,877
Total liabilities	68,998,987	41,623,847
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows related to pension activity	523,111	398,433
Total deferred inflows of resources	523,111	398,433
<b>NET POSITION (DEFICIT)</b>		
Invested in capital assets	248,540,166	65,347,891
Restricted:		
Debt service	22,870,158	435,307
Construction in progress	80,712,884	15,362,619
Unrestricted	14,382,515	(4,756,788)
Total net position (deficit)	\$ 366,505,723	\$ 76,389,029

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



Business-type Activities - Enterprise Funds			Governmental Activities
Transit Fund	Nonmajor Enterprise Funds	Total	Internal Service Funds
\$ 19,879,839	\$ 406,453	\$ 24,672,528	\$ 3,467,888
484,604	68,449	1,263,762	126,443
1,651,421	223,945	5,103,096	509,831
-	-	-	200,090
135,612	-	135,612	-
-	20,547	755,634	-
26,076,320	149,597	26,354,128	17,609
-	-	-	24,840,000
-	-	3,293,119	-
1,026,588	73,319	5,650,468	-
-	1,145,000	10,350,000	-
-	276,531	921,301	-
<u>49,254,384</u>	<u>2,363,841</u>	<u>78,499,648</u>	<u>29,161,861</u>
-	-	4,843,853	-
-	157,223	157,223	-
-	<u>157,223</u>	<u>5,001,076</u>	-
-	16,445,028	39,666,808	-
-	-	-	47,086,080
451,670	63,358	1,634,966	9,811
31,038,920	4,886,950	90,049,699	9,521,031
281,126	44,239	757,376	79,434
<u>31,771,716</u>	<u>4,994,547</u>	<u>92,442,041</u>	<u>56,696,356</u>
<u>31,771,716</u>	<u>21,596,798</u>	<u>137,109,925</u>	<u>56,696,356</u>
<u>81,026,100</u>	<u>23,960,639</u>	<u>215,609,573</u>	<u>85,858,217</u>
<u>401,715</u>	<u>59,859</u>	<u>1,383,118</u>	<u>121,604</u>
<u>401,715</u>	<u>59,859</u>	<u>1,383,118</u>	<u>121,604</u>
163,928,179	41,338,298	519,154,534	398,459
-	3,549,637	26,855,102	-
36,311,081	2,583,542	134,970,126	-
<u>(91,070,509)</u>	<u>(263,476)</u>	<u>(81,708,258)</u>	<u>(9,792,281)</u>
<u>\$ 109,168,751</u>	<u>\$ 47,208,001</u>	<u>\$ 599,271,504</u>	<u>\$ (9,393,822)</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
YEAR ENDED JUNE 30, 2017

	Airport Fund	Refuse Disposal Fund
<b>OPERATING REVENUES:</b>		
Charges for services	\$ 53,828,708	\$ 71,192,454
<b>OPERATING EXPENDITURES:</b>		
Salaries and employee benefits	16,358,709	28,720,101
Professional services	1,027,581	629,316
Utilities	2,429,112	1,388,881
Supplies	1,139,296	2,515,921
Travel	26,428	15,115
Fuels, repairs and maintenance	2,023,165	8,115,701
Contractual services	5,117,449	6,978,108
Claims and judgements	11,500	-
Insurance premiums	814,893	3,186,019
Landfill closure costs	-	1,926,409
Other operating expenses	1,853,999	3,152,897
Depreciation	24,125,514	10,209,398
Total operating expenditures	54,927,646	66,837,866
Operating income (loss)	(1,098,938)	4,354,588
<b>NON-OPERATING REVENUES (EXPENSES):</b>		
Interest on investments	1,644,673	429,470
Passenger facility charges	8,916,254	-
Gain (loss) on disposition of property and equipment	(854,296)	(215,052)
Interest expense	(477,691)	-
Amortization of bond discounts/premiums	22,454	-
OPEB expense	2,788	6,846
Pension contribution expense	(1,438,700)	(1,806,710)
Other	581,089	393,325
Total non-operating revenues (expenses)	8,396,571	(1,192,121)
Income (loss) before capital contributions and transfers	7,297,633	3,162,467
Capital contribution	1,909,803	-
Transfers in	-	384,000
Transfers out	-	(2,506,285)
Change in net position	9,207,436	1,040,182
Net position, July 1	357,298,287	75,348,847
Net position, June 30	\$ 366,505,723	\$ 76,389,029

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

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities Internal Service Funds</u>
<u>Transit Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	
\$ 11,602,542	\$ 14,227,043	\$ 150,850,747	\$ 118,419,687
30,382,339	4,332,875	79,794,024	7,495,380
321,092	1,028,276	3,006,265	1,678,149
1,013,911	3,124,964	7,956,868	379,414
407,215	200,648	4,263,080	1,961,025
41,392	1,313	84,248	27,474
7,345,838	1,584,181	19,068,885	6,601,778
2,179,703	1,179,340	15,454,600	4,703,168
-	-	11,500	6,364,394
3,575,312	475,153	8,051,377	58,832,667
-	-	1,926,409	-
5,394,953	921,872	11,323,721	1,532,919
8,235,280	2,895,814	45,466,006	47,888
<u>58,897,035</u>	<u>15,744,436</u>	<u>196,406,983</u>	<u>89,624,256</u>
<u>(47,294,493)</u>	<u>(1,517,393)</u>	<u>(45,556,236)</u>	<u>28,795,431</u>
57,575	49,615	2,181,333	706,813
-	-	8,916,254	-
(3,361)	(100,904)	(1,173,613)	6,675
-	(585,688)	(1,063,379)	-
-	(99,254)	(76,800)	-
(79)	36,061	45,616	866
(1,836,508)	(270,280)	(5,352,198)	(585,574)
<u>(1,219,593)</u>	<u>99,838</u>	<u>(145,341)</u>	<u>242,373</u>
<u>(3,001,966)</u>	<u>(870,612)</u>	<u>3,331,872</u>	<u>371,153</u>
(50,296,459)	(2,388,005)	(42,224,364)	29,166,584
3,116,424	16,890,442	21,916,669	-
56,974,437	1,755,000	59,113,437	-
<u>(390,060)</u>	<u>(267,163)</u>	<u>(3,163,508)</u>	<u>(1,745,000)</u>
9,404,342	15,990,274	35,642,234	27,421,584
<u>99,764,409</u>	<u>31,217,727</u>	<u>563,629,270</u>	<u>(36,815,406)</u>
<u>\$ 109,168,751</u>	<u>\$ 47,208,001</u>	<u>\$ 599,271,504</u>	<u>\$ (9,393,822)</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ 56,047,025	\$ 71,162,822
Cash received from other funds for goods and services	-	-
Cash payments to employees for services	(16,774,245)	(29,321,059)
Cash payments to suppliers for goods and services	(11,303,259)	(17,933,935)
Cash payments to other funds for goods and services	(3,347,844)	(7,159,068)
Cash payments to claimants and beneficiaries	(11,500)	-
	<u>24,610,177</u>	<u>16,748,760</u>
<b>CASH FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Operating grants revenue (expense)	141,239	-
Public surplus receipts	343,175	393,330
Transfers from other funds	-	384,000
Transfers to other funds	-	(2,506,285)
	<u>484,414</u>	<u>(1,728,955)</u>
<b>CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Principal paid on bond maturities	(12,002,083)	-
Interest and other expenses paid on bond maturities	(1,639,097)	-
Acquisition and construction of capital assets	(13,454,299)	(13,850,521)
Capital grants received	8,273,918	-
Passenger facility charges	8,916,254	-
Proceeds from sale of property and equipment	21,831	-
	<u>(9,883,476)</u>	<u>(13,850,521)</u>
<b>CASH FROM INVESTING ACTIVITIES:</b>		
Interest received on investments	<u>1,644,673</u>	<u>429,470</u>
	<u>1,644,673</u>	<u>429,470</u>
Net increase (decrease) in cash and cash equivalents	16,855,788	1,598,754
Cash and cash equivalents, July 1	<u>141,648,687</u>	<u>39,317,601</u>
Cash and cash equivalents, June 30	<u>\$ 158,504,475</u>	<u>\$ 40,916,355</u>

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

<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities
<u>Transit Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>
\$ 7,518,121	\$ 14,181,028	\$148,908,996	\$ 1,277,984
25,823,382	-	25,823,382	118,885,875
(31,080,416)	(4,457,436)	(81,633,156)	(7,674,764)
(10,266,548)	(7,000,238)	(46,503,980)	(72,609,356)
(9,500,017)	(1,631,768)	(21,638,697)	(2,749,795)
-	-	(11,500)	(26,882,855)
<u>(17,505,478)</u>	<u>1,091,586</u>	<u>24,945,045</u>	<u>10,247,089</u>
(1,275,222)	-	(1,133,983)	-
55,621	99,839	891,965	237,727
56,974,437	1,755,000	59,113,437	-
<u>(390,060)</u>	<u>(267,163)</u>	<u>(3,163,508)</u>	<u>(1,745,000)</u>
<u>55,364,776</u>	<u>1,587,676</u>	<u>55,707,911</u>	<u>(1,507,273)</u>
-	(1,105,000)	(13,107,083)	-
-	(513,357)	(2,152,454)	-
(44,387,048)	(1,546,830)	(73,238,698)	(8,361)
7,126,891	-	15,400,809	-
-	-	8,916,254	-
-	-	21,831	11,326
<u>(37,260,157)</u>	<u>(3,165,187)</u>	<u>(64,159,341)</u>	<u>2,965</u>
<u>57,575</u>	<u>49,615</u>	<u>2,181,333</u>	<u>706,813</u>
<u>57,575</u>	<u>49,615</u>	<u>2,181,333</u>	<u>706,813</u>
656,716	(436,310)	18,674,948	9,449,594
<u>4,521,455</u>	<u>8,328,826</u>	<u>193,816,569</u>	<u>58,960,288</u>
<u>\$ 5,178,171</u>	<u>\$ 7,892,516</u>	<u>\$212,491,517</u>	<u>\$ 68,409,882</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ (1,098,938)	\$ 4,354,588
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	24,125,514	10,209,398
Decrease (increase) in assets:		
Receivables	(1,550,774)	(30,132)
Due from other funds	-	-
Flexible spending account	-	-
Inventories of supplies	(57,617)	67,304
Prepaid expenses	28,097	-
Increase (decrease) in liabilities:		
Accounts payable	106,518	1,262,140
Deposits payable	17,636	505
Accrued landfill closure and fuel cleanup costs	-	1,926,409
Due to other funds	(73,328)	(159,515)
Contract and other payables	(222,849)	(280,974)
Insurance claims payable	-	-
Unearned revenue	3,751,454	-
Accrued employee compensation and benefits	(415,536)	(600,963)
	<u>\$ 24,610,177</u>	<u>\$ 16,748,760</u>
Net cash provided (used) by operating activities:	<u>\$ 24,610,177</u>	<u>\$ 16,748,760</u>
 <b>SUPPLEMENTAL DATA:</b>		
Increase (decrease) in fair value of investments	\$ (219,601)	\$ (84,494)

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

<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities
<u>Transit Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>
\$ (47,294,493)	\$ (1,517,393)	\$(45,556,236)	\$ 28,795,431
8,235,280	2,895,814	45,466,006	47,888
(4,480,419)	(95,055)	(6,156,380)	(447,819)
25,762,098	-	25,762,098	2,177,623
-	-	-	13,838
(220,512)	-	(210,825)	(309,785)
(2,457)	(1,085)	24,555	(52)
797,103	(81,227)	2,084,534	1,076,256
-	840	18,981	-
-	-	1,926,409	20,279
-	(33,945)	(266,788)	(414,889)
-	-	(503,823)	-
-	-	-	(20,518,461)
395,999	48,197	4,195,650	-
<u>(698,077)</u>	<u>(124,560)</u>	<u>(1,839,136)</u>	<u>(193,220)</u>
<u>\$ (17,505,478)</u>	<u>\$ 1,091,586</u>	<u>\$ 24,945,045</u>	<u>\$ 10,247,089</u>

\$ 71,837 \$ 4,603 \$ (227,655) \$ (6,134)

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUND**  
**JUNE 30, 2017**

	Albuquerque Pooled OPEB Trust Fund	Agency Fund
<b>ASSETS</b>		
Cash, investments, and accrued interest	\$ -	\$ 4,295,174
Restricted cash, investments, and accrued interest	-	245,644
Long term investments at fair value		
Investments	16,540,984	-
Interest receivable	443	-
Accounts receivable	443,689	46,396
Prepaid items	31,455	-
Total assets	17,016,571	4,587,214
<b>LIABILITIES</b>		
Accounts payable	\$ -	\$ 412
Deposits	-	4,586,802
Total liabilities	-	4,587,214
<b>NET POSITION (DEFICIT)</b>		
Net position held in trust for OPEB benefits	17,016,571	
Total net position (deficit)	\$ 17,016,571	

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



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF CHANGES IN PLAN NET POSITION**  
**FIDUCIARY FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Albuquerque Pooled OPEB Trust Fund</u>
<b>ADDITIONS</b>	
Employer contributions	\$ 1,890,687
Investment income	
Gain (loss) on investments	(386,467)
Investment income	<u>377,753</u>
Total additions	<u>1,881,973</u>
<b>DEDUCTIONS</b>	
Contractual services	13,077
Insurance premiums	<u>377,989</u>
Total deductions	<u>391,066</u>
Change in net position	1,490,907
<b>NET POSITION (DEFICIT)</b>	
Beginning of year	<u>15,525,664</u>
End of year	<u>\$ 17,016,571</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017

**I. Summary of Significant Accounting Policies**

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

**A. Reporting entity**

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

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

The accompanying financial statements present the City's primary government (funds, departments and programs). A primary government may be financially accountable for legally separate organizations if its elected officials appoint a voting majority of an organization's governing body, and either it is able to impose its will on that organization, or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

As of July 1, 2014 the Albuquerque Housing Authority (AHA) became a separate public body authorized by 3-45-5 NMSA 1978 as amended in 2014. The Albuquerque Housing Authority was previously reported as a fund of the City and is discretely presented in the component unit column of the government-wide financial statements. The City's Mayor has the power to appoint the members of AHA's governing board and to rescind AHA's power to operate as a public housing authority (PHA), therefore the City has the potential to impose its will. In fiscal year 2017, AHA reported AHA Rio Vista, LLC and AHA Rio Developer, LLC as a blended component units and Los Lobos Realty, LLC and Rio Housing Associates LLP as discrete component units. Additional information concerning AHA can be found in notes to the financial statements in note P. Audited Financial Statements for AHA may be requested by contacting AHA at the following address: 1840 University Blvd SE, Albuquerque, NM 87106.

The Albuquerque Bernalillo County Water Utility Authority (Authority), a stand-alone special-purpose government, is not reported as a component unit of the City. The City provides certain administrative services to the Authority under the terms of a Memorandum of Understanding. The Authority's Comprehensive Annual Financial Report as of and for the year ended June 30, 2017, is available by contacting the Authority at the following address; Fifth floor, P.O. Box 1293, Albuquerque, NM 87103.

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

The government-wide financial statements (statement of net position and statement of activities) report information on all non-fiduciary activities of the City. 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.

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 a specific function or program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Revenues included among program revenues are reported as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds. Major governmental funds and major enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2017

**C. Measurement focus, basis of accounting, and financial statement presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. The Agency Fund is reported on the accrual basis of accounting and has no measurement focus. Under accrual accounting, revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the City gives or receives value without directly receiving or giving equal value in exchange, include gross receipts and property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes, net of estimated refunds and uncollectible amounts, are recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers revenues to be available if they are collected in the current period or within one month following the year-end. Revenues not considered available are recorded as unearned revenues. Governmental funds generally report expenditures when the related fund liability is incurred. However, expenditures for vacation and sick leave, and claims and judgments are recognized only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds and proceeds of long-term debt are reported as other financing sources.

Property taxes, gross receipts taxes, motor vehicle taxes, cigarette taxes, gasoline taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Gross receipts tax revenue is recognized when the underlying exchange transaction takes place. A small portion of the gross receipts tax revenue is derived from an estimate of delinquent taxes not yet collected and available. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City.

The allocation of indirect expenses on the statement of activities is based on the relative usage by the function charged to all functions for services rendered by all central service activities of the general government such as accounting, information services, treasury, budgeting, and other central services.

The City reports the following major governmental funds:

General Fund - This fund is the City's primary operating fund and is used to account for the financial resources of the City, except those accounted for in another fund.

General Obligation Bond Debt Service Fund - This fund accounts for the monies set aside for the payment of principal and interest of general obligation bonds. The principal source of revenue is property taxes.

Capital Acquisition Project Fund - This fund accounts for capital projects for which financing is provided by the sale of general obligation and revenue bonds, miscellaneous revenues and various grants.

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

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

Refuse Disposal Fund - This fund accounts for the general operations of providing refuse removal services.

Transit Fund - This fund accounts for the operations of the City's Sun Tran bus system.

The City reports the following fund types:

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

Debt Service Funds - To account for the accumulation of resources for, and the payment of, general and special assessment long-term principal, interest, and related costs.

Capital Projects Funds - To account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
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Enterprise Funds - These funds account for resources generally through services for which the City charges. These funds report on the full accrual basis of accounting.

Permanent Funds - These funds account for resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support specific programs.

Internal Service Funds - These funds account for inventory warehousing and issues; worker's compensation, tort and other claims; vehicle maintenance and motor pool services; and communication services to City departments. In addition, these funds provide health insurance coverage to City employees.

Fiduciary Funds - The City accounts for two types of fiduciary funds. The Agency Fund is used to report resources held for other parties outside the City. The Albuquerque Pooled Other Post-Employment Benefits fiduciary trust has been established for the payment of non-pension post-employment benefits to retirees.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions are charges for risk management and various other functions. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating revenues and expenses. Operating revenues and expenses generally result from providing services in connection with the fund's principal ongoing operations. Principal operating revenues, such as charges for services, result from exchange transactions in which each party receives and gives up essentially equal values. Operating expenses include the cost of services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues or expenses. These include operating subsidies, investment earnings, interest expense, and transactions that result from non-exchange transactions or ancillary activities.

**D. Assets, deferred outflows, liabilities, deferred inflows, and net position**

***1. Deposits and investments and investment derivatives***

A significant portion of the cash and investments of funds of the City is pooled for investment purposes under the provisions of City ordinance and investment policy. The policy states that the City shall invest cash balances over the anticipated amount needed to meet operating requirements. Investments are recorded at fair value. The balance reported for each participating fund as "Cash, Investments, and Accrued Interest" represents the equity of that fund in the pooled cash, investments, and accrued interest. Interest earnings on pooled investments are allocated to the participating funds based on average daily balances.

The investment policy states that the City will not commit any funds invested in the pool to maturities longer than three years from the date of purchase, except investments held to meet legal reserve requirements on bond indebtedness. The maturity date of these investments will not exceed the final maturity date of the bond issue to which they are pledged. Funds are invested on the basis of a minimum of three bids and/or offers. Certificates of deposit are based on competitive rates for specified maturities.

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

Investments in the State of New Mexico local government investment pool (LGIP) are valued at net asset value amortized and compared to actual market value in accordance with GASB Statement No. 79. The LGIP is not SEC registered. The State Treasurer is authorized to invest the LGIP, with the advice and consent of the State Board of Finance, in accordance with Sections 6-10-10 I through 6-10-10 P and Sections 6-10-10.1A and E, NMSA 1978. The pool does not have unit shares. Per Section 6-10-10.1F, NMSA 1978, at the end of each month all interest is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the LGIP is voluntary. This pool is subject to the standards set forth in the State Treasurer's Local Government Investment Policy document incorporated in and made a part of the State Treasurer's Investment

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NOTES TO THE FINANCIAL STATEMENTS  
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Policy document. The Independent Auditors' Report, together with the Financial Statements, the accompanying Notes to the Financial Statements and the Independent Auditors' Report on Compliance and Internal Controls are available from the State Investment Council, 2055 South Pacheco Street, Suite 100, Santa Fe, New Mexico 87505, upon written request.

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

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

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

Obligations of Federal agencies or instrumentalities - interest bearing or discount form.

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

Fixed-income securities - through a diversified investment company registered pursuant to the federal Investment Company Act of 1940, provided the investment company or manager has total assets under management of at least one hundred million dollars (\$100,000,000).

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

Checking accounts - at insured financial institutions.

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

Money market instruments - rated in the highest rating category by any nationally recognized rating agency.

## **2. *Receivables and payables***

Lending and borrowing arrangements between funds that are expected to be paid back within a year are referred to as "due to/from other funds." Lending/borrowing arrangements not expected to be paid back within a year are referred to as "advances to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances." Advances between funds, as reported in the fund financial statements, are offset by a fund balance non-spendable account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Proprietary fund receivables are recorded as revenue when earned including services earned but not billed, however the receivables of proprietary funds include billing for residential and commercial customers for City refuse services, consignment sales of bus tokens for transit services, space rental fees from commercial customer at the airport and baseball stadium, and from tenant rental fees for City Housing services. The allowance for doubtful accounts is based on management's assessment of the collectability of specific customer accounts, the aging of the accounts receivables, and historical experience. All property tax receivables are shown net of an allowance for uncollectibles.

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

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

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

Land held for sale consists primarily of approximately 3,692 acres located throughout the State of New Mexico obtained by trade with the federal government in July 1982, as part of the Acquisition and Management of Open Space Permanent Fund. Upon sale of these properties, a portion of the gain, if any, as defined in an agreement, is payable to a third party. Other land was obtained through foreclosure proceedings required by special assessment bond ordinances. The land for sale is valued at estimated fair market value, based on appraisals or determined using the county assessor values recorded annually.

For the government-wide financial statements, the City recognizes income on real estate sales by recording the entire gross

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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profit on sales that meet the requirements for the accrual method. Transactions that do not meet the requirements for the accrual method are recorded using the deposit method or installment method until the requirements for the accrual method are met. Under the deposit method, cash received is recorded as a deposit. Under the installment method, the City records the entire contract price and the related costs at the time the transaction is recognized as a sale, but the gross profit is deferred and recognized as payments are received on the related contract receivable. In the financial statements for the governmental funds, the City recognizes income from the sale of real estate when the principal on mortgage contracts are collected. At the time of the sale, the principal on the real estate contracts are recorded as unearned revenue.

**5. Capital assets**

Capital assets, which include land, land improvements, buildings and improvements, machinery and equipment, construction in progress, rights of way and infrastructure assets, are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and estimated useful life in excess of one year in accordance with State of New Mexico Administrative Code (Section 12-6-10 NMSA 1978) requirements in excess of \$5,000. Capital assets are recorded at historical cost or estimated historical cost. Software is capitalized when acquired while library books are not capitalized because the aggregated cost of books is immaterial. Donated capital assets are recorded at estimated fair market value at the date of donation.

In accordance with provisions of GASB Statement 34, works of art and historical treasures are not capitalized because those are: 1) held for public exhibition rather than for financial gain, 2) protected, kept unencumbered, cared for, and preserved, and 3) all proceeds from the sale of collection items are required to be used to acquire other items for collections.

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

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

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

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

Buildings and building improvements	40 years
Runways	25 years
Infrastructure - storm	50 years
Infrastructure - streets	35 years
Improvements other than buildings	25 years
Machinery and equipment	3-15 years

**6. Other assets**

Other assets consist primarily of bond premiums and discounts. These costs are amortized over the remaining maturity period of the related bond issues under a method that approximates the level interest rate method.

**7. Deferred outflows of resources and deferred inflows of resources**

A deferred outflow of resources is a consumption of net position by the City that is applicable to a future reporting period and a deferred inflow of resources is an acquisition of net position by the City that is applicable to a future reporting period. Both

**CITY OF ALBUQUERQUE, NEW MEXICO**  
NOTES TO THE FINANCIAL STATEMENTS  
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deferred outflows and inflows are reported in the Statement of Net Position, but are not recognized in the fund financial statements as expenses or revenues until the period(s) to which they relate. Under the modified accrual basis of accounting, revenue and other financial resources are recognized in the period in which they become both measureable and available. Assets recorded in the fund financial statements for which the revenues are not available are reported as a deferred inflow of resources. For governmental funds, deferred inflows of resources are comprised of various taxes receivable amounts (property, gross receipts, lodgers', hospitality, gasoline, infrastructure) and special assessments. For proprietary funds, deferred inflows are the result of pension activity and the implementation of GASB Statement 68. All revenues related to these deferred inflows of resources have been recognized as revenue in the government-wide statements. Deferred outflows of resources consist of deferred gains or losses on refunded debt. These costs are amortized over the remaining maturity period of the related bond issues under a method that approximates the level interest rate method.

**8. Risk management**

Risk management activities are reported in the City's Risk management fund, a nonmajor internal service fund. Liabilities for workers' compensation, tort and other claims as of June 30, 2017, are accrued using managements estimates of probable outcome of claims filed against the City, as well as an estimate of claims incurred but not reported. The long-term portion of the liability is discounted at 2.5% over the estimated payment period. Revenues consist primarily of charges to other funds, the amounts of which approximate the cost of claims and other risk management costs arising from the activities of those funds.

**9. Compensated absences**

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

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

**10. Unearned revenue**

Unearned revenues reflect amounts that have been received before the City has a legal claim to the funds. In subsequent periods, when revenue recognition criteria are met, or when the City has a legal claim to the resources, the unearned revenue is removed from the statement of net position/balance sheet and revenue is recognized. Amounts included in unearned revenue include primarily moneys collected for deposits on City owned facility rentals, food service and license, permit and impact fees not yet earned.

**11. Special assessments**

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

**12. Long-term obligations**

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

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance

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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.

**13. Net position**

The government-wide and proprietary fund net position is categorized as follows:

*Net investment in capital assets* – This category reflects the portion of net position that is associated with capital assets less outstanding capital asset related debt.

*Restricted net position* – Restricted net position results from constraints placed on the use of net position when externally imposed by creditors, grantors, laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation. Net position is restricted for debt service, construction, housing and economic development, federal and state funded programs, and open space and urban enhancement. The non-expendable portion relates to the principal of the permanent funds that are to be retained intact. The expendable portion includes fund balances related to the investment earnings available to carry out the goals of the permanent funds. The government-wide statement of net position reports \$397,052,532 of restricted net position, of which \$91,006,694 is restricted by enabling legislation.

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

**14. Fund balance**

Fund balances are reported in classifications comprising a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The accompanying financial statements report the following categories of Fund Balance: Nonspendable, Restricted, Committed, Assigned, and Unassigned.

Nonspendable fund balance includes amounts that cannot be spent because they are not in spendable form or funds contractually required to be maintained intact. Nonspendable fund balance includes advances between funds, prepaid expenses, long-term receivables, land held for resale and the principal portion of permanent funds because these items are not yet spendable.

Restricted fund balance is constrained externally by creditors, grantors, contributors, laws or regulations of other governments or imposed by law through enabling legislation. Restricted fund balances are associated with various purposes, including public safety, culture and recreation, human services, and debt service. The majority of the restricted funds are restricted for street development and improvement, infrastructure upgrades and storm drains and channels. Culture & recreation is restricted for parks, library development and improvements, and senior and community center developments. Public safety includes funds restricted for fire apparatus replacement and police vehicle replacements. Restricted fund balance in the City's General Obligation Bond Debt Service fund increased by \$50.0 from \$14.3 million in fiscal year 2016 to \$64.3 million in fiscal year 2017. In fiscal year 2017, the City aligned the process of debt payments with governmental accounting standards. The principal retirement of debt is now shown on July 1 (the actual due date) resulting in a one-time increase in fund balance.

Committed fund balance includes amounts that can be used for specific purposes pursuant to constraints imposed by City Council, the highest level of decision making authority in the City. City Councils formal action to establish committed funds, and to rescind committed funds, is through the passage of an ordinance. The City reports committed resources that have been constrained through ordinances of City Council and have been contractually obligated.

Assigned fund balance includes amounts that are constrained by the Office of Management and Budget to be used for specific purposes, but are neither restricted nor committed. The Budget and Management Office has the authority to assign funds based on their goals. These include miscellaneous capital projects, debt service, and general government.

Unassigned fund balance is the residual classification for the General Fund. The City includes funds that are not classified as nonspendable, restricted, committed or assigned.

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to reports as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been



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depleted before using any of the components of unrestricted fund balance. Further, when the components of the unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

The constraints on fund balance are detailed in the table below:

Fund Balance Category	General Fund	GO Bond Debt Service Fund	Capital Acquisition Fund	Nonmajor Governmental Funds	Total
<b>Nonspendable:</b>					
Prepaid Expenditures	\$ 34,628	\$ -	\$ -	\$ -	\$ 34,628
Land Held for Resale	-	-	-	2,578,586	2,578,586
Permanent Fund Principal Investment	-	-	-	18,355,268	18,355,268
Total nonspendable fund balances	34,628	-	-	20,933,854	20,968,482
<b>Restricted for:</b>					
General Government	-	-	12,792,394	6,595,955	19,388,349
Public Safety - Fire	-	-	145,091	1,437,209	1,582,300
Public Safety - Police	-	-	28,873,173	-	28,873,173
Culture and Recreation	-	-	46,150,194	10,092,639	56,242,833
Municipal Development Public Works	-	-	24,479,677	7,548	24,487,225
Highway and Streets	-	-	84,595,612	50,856,905	135,452,517
Health	-	-	-	3,193,595	3,193,595
Human Services	-	-	13,872,846	396,896	14,269,742
Housing	-	-	-	25,807	25,807
Debt Service	-	64,323,388	-	20,304,162	84,627,550
Total restricted fund balances	-	64,323,388	210,908,987	92,910,716	368,143,091
<b>Committed to:</b>					
Capital Projects	-	-	-	1,009,883	1,009,883
Culture and Recreation	-	-	-	368,428	368,428
Housing	-	-	-	8,024,870	8,024,870
Public Safety - Police	-	-	-	688,931	688,931
General Government	45,303,000	-	-	1,273,984	46,576,984
Debt Service	-	-	-	108,097	108,097
Total committed fund balances	45,303,000	-	-	11,474,193	56,777,193
<b>Assigned to:</b>					
Capital Projects	-	-	-	1,705,765	1,705,765
General Government	-	-	-	4,225	4,225
Total assigned fund balances	-	-	-	1,709,990	1,709,990
<b>Unassigned:</b>					
	11,832,927	-	-	(38,407)	11,794,520
Total Fund Balances:	<u>\$ 57,170,555</u>	<u>\$ 64,323,388</u>	<u>\$ 210,908,987</u>	<u>\$ 126,990,346</u>	<u>\$ 459,393,276</u>

**15. Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Mexico Public Employees Retirement System (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

**16. Statement of cash flows**

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

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from investing activities.

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

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

**18. Bond premiums/issuance costs**

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

**19. Interfund transactions**

Transactions that would be recorded as revenues, expenditures, or expenses if they involved organizations external to the City are similarly treated when involving other funds of the City. These transactions include charges for administrative services, building rental, risk management services, vehicle maintenance and motor pool services, inventory and office services, retirees' health care, and payments in lieu of taxes. Other authorized transfers between funds are recorded as transfers and are included in the determination of the results of operations in the governmental, proprietary, and fiduciary funds.

**20. New accounting pronouncements**

The following GASB's were implemented in fiscal year 2017 if they were applicable to the City of Albuquerque:

- GASB Statement No. 74, *Financial Reporting for Postemployment Benefits Other Than Pensions*
- GASB Statement No. 76, *The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments*
- GASB Statement No. 77, *Tax Abatement Disclosures*
- GASB Statement No. 78, *Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans*
- GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*
- GASB Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2017:

- GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*
- GASB Statement No. 81, *Irrevocable Split-Interest Agreements*
- GASB Statement No. 83, *Certain Asset Retirement Obligations*
- GASB Statement No. 84, *Fiduciary Activities*
- GASB Statement No. 85, *Ominbus 2017*
- GASB Statement No. 86, *Certain Debt Extinguishment Issues*
- GASB Statement No. 87, *Leases*

The City will implement the new GASB pronouncements in the fiscal year no later than the required effective date. The City has not yet determined the financial impact from future implementation of these standards.

**21. Reclassifications**

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

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

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

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

Long-term portion of:	
General Obligation bonds and bond anticipation notes payable	\$ (408,096,000)
Gross receipts tax revenue bonds and notes payable	(235,530,000)
Special assessments bonds and notes payable	(18,887,747)
Fire fund loan	(1,090,250)
Unamortized bond premiums	(31,103,089)
Accrued rebatable arbitrage payable reported as other liability	(801,203)
Accrued vacation, sick leave and other	(32,396,002)
Net pension obligation	(618,412,821)
OPEB Obligation	<u>(3,260,378)</u>
Net adjustment to reduce fund balance – total governmental funds to arrive at net position - governmental activities	<u>\$ (1,349,577,490)</u>

Another element of the reconciliation involves taxes receivable and other deferred inflow amounts that are not available to pay for the current period’s expenditures, are as follows:

Gross receipts tax	\$ 33,860,845
Property taxes	5,556,618
Gasoline taxes	397,652
Infrastructure taxes	1,720,214
Rehab and Developer loans	10,464,719
Special Assessments	13,296,067
Deferred inflows related to pension activity	<u>(13,284,989)</u>
Net adjustment to governmental fund balance to arrive at net position of governmental activities	<u>\$ 52,011,126</u>

Deferred outflows of resources are not financial resources and, therefore, are not reported in the funds. The details of this difference, are as follows:

Deferred outflows related to pension activity	\$ 191,295,618
Deferred outflows related to refunding activity	<u>3,337,293</u>
Net adjustment to governmental fund balance to arrive at net position of governmental activities	<u>\$ 194,632,911</u>

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

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

Capital additions, depreciated and non-depreciated	\$ 121,451,411
Dedicated infrastructure from developers	5,268,679
Depreciation expense	(98,232,631)
Transfers and cost adjustments	(17,753,183)
Net gain (loss) on disposition of capital assets	<u>1,406,648</u>
Net adjustment to change in governmental fund balances to arrive at change in net position of governmental activities	<u>\$ 12,140,924</u>

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

Debt issued or incurred:	
General Obligation bonds	\$ (51,857,000)
Bond premium	(5,375,432)
Arbitrage costs	(10,350)
Amortization:	
Bond Discount	(281,996)
Bond premium	8,518,769
Principal repayments:	
Fire Fund Loan	62,407
Special assessment district bonds and notes	<u>858,534</u>
Net adjustment to net change in governmental fund balance to arrive at change in net position of governmental activities	<u>\$ (48,085,068)</u>

Under the modified accrual basis of accounting used in the governmental funds, revenue is recognized when available to provide financing resources for the current period. Likewise, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, which is presented on the accrual basis, revenues and expenses are reported regardless of when financial resources are available. The details of the difference are as follows:

Gross receipts taxes	\$ 4,216,286
NM shared taxes and fees	1,082,109
Franchise taxes	1,076,479
Property taxes	1,279,033
Collections on real estate contracts, rehab and developer loans, net of deferred gains	583,690
Special assessments	<u>(2,881,570)</u>
Net adjustment to net change in governmental fund balance to arrive at change in net position of governmental activities	<u>\$ 5,356,027</u>

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The change in liability for the City's portion of pension and other paid employee benefits obligations do not require the use of current financial resources and, therefore, are not reported in the funds. The details of this difference are as follows:

Change in pension obligation	\$ 46,831,261
Change in other paid employee benefits obligation	<u>128,716</u>
Net adjustment to net change in governmental fund balance to arrive at change in net position of governmental activities	<u>\$ 46,959,977</u>

**III. Stewardship, compliance and accountability**

**A. Budgetary information**

Annual budgets for the General Fund, the following special revenue funds: Community Development; Fire; Lodgers' Tax; Hospitality Tax; Culture and Recreation Projects; Albuquerque Biological Park; City Housing; Air Quality; HEART Ordinance; Operating Grants; Metropolitan Redevelopment; Housing and Neighborhood Economic Development; Law Enforcement Protection; Photo Enforcement Red Light; Gas Tax Road; City/County Facilities; Acquisition and Management of Open Space Expenditures; and Urban Enhancement Expenditures; and certain Debt Service Funds are departmental appropriations by program, the level at which expenditures may not legally exceed appropriations. Budgets were also prepared for the Vehicle Equipment and Replacement, Infrastructure Tax and Impact Fees Capital Projects Funds. Budgets of each function and program include current expenditures, capital outlay and transfers. The annual budget approved by the City Council also includes proprietary funds. Budgets are adopted consistent with the basis of accounting described in Note I. C. As required by the home rule City charter, the annual budget is formulated by the Mayor and submitted to the City Council by April 1 for the fiscal year commencing July 1. When there is a proposal for a change in rates or fees, City ordinances provide that the Mayor shall submit the operating budget for the Refuse Disposal, Golf, and Airport enterprise funds to the City Council no later than March 1. Public hearings are conducted to obtain citizen comments on the proposed budget. By June 1, the budget is adopted through passage of an appropriation resolution by the City Council.

The Mayor has the authority to change individual program appropriations by the lesser of five percent of the original appropriation or \$100,000, provided that the total amount of appropriations for the fund, as approved by the City Council, does not change. Approved appropriations lapse at the end of the fiscal year to the extent that they have not been expended or encumbered except any appropriation continued by ordinance. An annual budget, which is not legally adopted, for the City of Albuquerque Housing Authority is prepared in accordance with the Department of Housing and Urban Development regulations on an accrual basis and includes both operating and debt service activities as a single budget. The Special Assessments Debt Service Fund spending is controlled primarily through bond indenture provisions and, accordingly, no annual budget is presented in the accompanying financial statements.

**B. Deficit fund equity**

As of June 30, 2017, the following funds had fund balance/net position deficits:

<u>Special Revenue Funds</u>	
Culture and Recreation Project Fund	(38,378)
Heart Ordinance Fund	(29)
<u>Internal Service Funds</u>	
Fleet Management	(965,768)
Risk Management	(13,166,159)

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The deficit in the Culture and Recreation Project Fund is a result transferring the majority of the Fund Balance into the General Fund following a prior year audit finding. The remaining balance was agreed upon by the Budget Office and the department, but resulted in a shortfall in the fund balance.

The deficit in HEART Ordinance Fund is a result of negative interest accruing in an investment account.

The deficit in the Fleet Management Fund is a result of the implementation of GASB Statement No. 68 Recognition of Pension Liabilities, effective June 30, 2014. The implementation and recognition of the City's proportionate share of PERA's Net Pension Liabilities resulted in a reinstated beginning fund balance for fiscal year 2015. Additional information can be found in GASB 68 Footnotes.

In fiscal year 2013, the City conducted a review of both its philosophy for reserving of funds and tools used to analyze the reported claims liability. As a result of this review, and based on information pertaining to existing claims, the City determined that a higher claims liability was needed. In fiscal year 2015, the City instituted a "Risk Recovery" plan through an allocation to the respective departments. The original goal was to recover \$36.3 million over ten years. In fiscal years 2015, 2016 and 2017 \$8.3 million was collected under the plan. Additional information can be found in Note IV, O.

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**IV. Detailed notes on all funds**

**A. Cash and investments**

Cash, investments, and accrued interest and cash with fiscal agents at June 30, 2017, consist of the following:

	(In thousands of dollars)				
	City of Albuquerque				
	Governmental Activities	Business-type Activities	Fiduciary Funds	Total	Component Unit
Held with fiscal agents, net of unamortized discounts and premiums:					
U.S. Treasury obligations	\$ 56,990	\$ 23,249	\$ -	\$ 80,239	\$ -
Local government obligations	3,847	1,570	-	5,417	-
Equity investments	169,532	69,159	-	238,691	-
Obligations of federal agencies or instrumentalities	157,683	64,325	-	222,008	-
Money market	14,562	9,450	-	24,012	8,618
Held in trust by Wells Fargo Bank in U.S. Treasury Fund	18,749	-	-	18,749	-
Total investments	<u>421,364</u>	<u>167,752</u>	<u>-</u>	<u>589,116</u>	<u>8,618</u>
Demand deposits	94,684	44,497	4,541	143,722	9,204
Total bank deposits	<u>94,684</u>	<u>44,497</u>	<u>4,541</u>	<u>143,722</u>	<u>9,204</u>
Accrued interest receivable	412	242	-	654	-
Total cash, investments, accrued interest, and cash with fiscal agents	<u>\$ 516,459</u>	<u>\$ 212,492</u>	<u>\$ 4,541</u>	<u>\$ 733,492</u>	<u>\$ 17,822</u>
Financial statement presentation:					
Unrestricted cash, investments, and accrued interest:					
Cash, investments, and accrued interest	333,975	93,948	4,295	432,218	9,204
Cash held by others	252	640	-	892	-
Total unrestricted cash investments, and accrued interest	<u>334,227</u>	<u>94,588</u>	<u>4,295</u>	<u>433,110</u>	<u>9,204</u>
Restricted noncurrent cash, investments, and accrued interest:					
Cash, investments, and accrued interest	182,232	117,738	246	300,216	8,378
Escrow deposits	-	166	-	166	240
Total restricted cash, investments, and accrued interest	<u>182,232</u>	<u>117,904</u>	<u>246</u>	<u>300,382</u>	<u>8,618</u>
Total cash, investments, accrued interest, and cash with fiscal agents	<u>\$ 516,459</u>	<u>\$ 212,492</u>	<u>\$ 4,541</u>	<u>\$ 733,492</u>	<u>\$ 17,822</u>

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

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The following is a summary of the fair value hierarchy of the fair value of investments of the City as of June 30, 2017

	Fair Value Measurement Using (In thousands of dollars)			
	Total	Level 1 <b>Quoted Prices in Active Markets for Identical Assets</b>	Level 2 <b>Significant Other Observabl e Inputs</b>	Level 3 <b>Significant Unobservab le Inputs</b>
<b>Investments by Fair Value Level</b>				
US Treasury Securities	\$ 80,239	\$ 80,239	\$ -	\$ -
<b>Money Market Funds</b>				
Appartment fund	3,519	3,519	-	-
City housing fund	493	493	-	-
Exchange traded funds	102,309	102,309	-	-
Agency securities	222,008	-	222,008	-
Municipal bonds	5,417	-	5,417	-
<b>Mutual Funds</b>				
City investments	136,382	136,382	-	-
Open space trust	10,650	10,650	-	-
Urban enhancement trust	8,099	8,099	-	-
Total Investments	<u>569,116</u>	<u>341,691</u>	<u>227,425</u>	<u>-</u>
Real estate - lands held for sale	2,287	-	-	2,287
Total Investments by Fair Value Level	<u>571,403</u>	<u>341,691</u>	<u>227,425</u>	<u>2,287</u>
Investments measuread at the net asset value (NAV) - LGIP Funds	<u>\$ 20,000</u>			

Investments classified in Level 1 of the fair value hierarchy, valued at \$341.69 million, are valued using quoted prices in active markets. Level 1 investments include US Government securities, mutual funds, money market funds and fixed income securities.

US Government agency obligations totaling \$222.01 million and municipal bonds totaling \$5.42 million classified in Level 2 of the fair value hierarchy are valued using matrix pricing techniques maintained by various pricing vendors. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Fair value is defined as the quoted market value on the last trading day of the period. These prices are obtained from various pricing sources by our custodian bank.

Lands held for sale totaling \$2.3 million classified in Level 3 of the fair value hierarchy are valued based on the most recent assessed value from the respective County Assessor's Office or the most recent appraisal. The City is exposed to basis risk on the land held for sale because the value of the land is subject to the economic conditions of the surrounding area.

**Custodial credit risk – Deposits** - Custodial credit risk is the risk that in the event of a bank failure, the City's funds may not be returned to it. The City is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to one half of the public money in each account (Section 6-10-17 NMSA 1978). Although per NMSA 6-10-17 only 50% of the deposited amount requires collateralization, currently the City requires 100% collateralization of its deposits as an added layer of risk protection. Per the City's Investment Policy Statement (IPS), the Investment Oversight Committee retains the authority to require a collateral level higher than the 50% threshold at its discretion. Currently the City requires 100% collateralization of its deposits. Although the City's depositories hold U.S. Agency collateral as security, incidental custodial credit risk exists with respect to valuation in the remote prospect of collateral liquidation due to bank failure. No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). At June 30, 2017, the City's bank balances of \$ 140.38 million were not exposed to any custodial credit risk.



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Custodial credit risk – Investments - Custodial credit risk with respect to investments is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that all security transactions, including collateral for repurchase agreements, entered into by the City shall be conducted on a delivery-versus-payment basis. The investment policy further requires that all collateral securities held by a third party custodian, designated by the City Treasurer, shall be held in the City's name and evidenced by a safekeeping receipt or Federal Reserve book-entry reporting. As of June 30, 2017, Wells Fargo Institutional Retirement & Trust served as custodian of all City securities positions, held in a segregated custodial account in the name of the City of Albuquerque. The City's investment in the New Mexico State Treasurers Office (STO) Local Government Investment Pool (LGIP) represents a proportionate interest in the Pool's portfolio. The City's portion is not identified with specific securities holdings and as an account managed by a State government Division is subject to minimal custodial credit risk.

Credit risk - Credit risk is the risk that in the event an issuer or other counterparty to an investment does not fulfill its obligations, the City will not be able to recover the value of its principal. As a home rule city, the City's general investment policy is to apply the tenants of the Uniform Prudent Investor Act (UPIA), which raises the level of care to which the City is to be held accountable, from that of "a businessman of ordinary prudence" (Prudent Man standard) to that of the UPIA, an expert standard incorporated into New Mexico statute in 2005: The UPIA recognizes Modern Portfolio Theory and analyzes individual investments as components of a diversified portfolio, thereby providing the ability to reduce overall portfolio risk while enhancing portfolio returns. The City's Investment Committee annually reviews its asset allocation strategies and guidelines for the percentage of its total portfolio that may be invested various asset classes and investment types. As part of the City's allocation evaluation, these guidelines are reviewed periodically as part of its strategic asset allocation approach. The City's investment policy describes permitted investments as those allowed for municipalities with a population in excess of 65,000 per Section 10-10-10 of the Statutes of the State of New Mexico. Among permitted investments, the investment policy requires that 1) repurchase agreements have a collateralized value of 102% of the par value of the agreement, and 2) deposits with local banks be fully insured by the FDIC and by collateral for amounts greater than the FDIC limit. Investments in direct obligations of the U.S. Treasury are permitted as are securities of the U.S. Government agencies denoted in Section 6-10-10 F (2) of the State Statutes. Finally, fixed income mutual funds and exchange traded funds (ETFs) are permitted so long as they passively track to a broad, nationally recognized index. At June 30, 2017, the City's internal investment pool held investments in U.S. Treasury obligations, U.S. Government agency notes, municipal securities issued by New Mexico governmental entities, and short-term, high-grade corporate and municipal index mutual funds and ETFs

Concentration of credit risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment policy states the City will develop diversification strategies to avoid incurring concentration risk. Both the City's Liquidity and Core segments have diversification requirements, including asset class limits, issuer limits, and duration ceilings. At June 30, 2017, the City's core segment is invested in debt securities issued by four Government Sponsored Entities (GSEs): the Federal Home Loan Bank, the Federal National Mortgage Association, the Federal Farm Credit Bank and the Federal Home Loan Mortgage Corporation, as well as an A-AAA rated, 1-5 year maturity corporate bond mutual fund, an A-AAA rated, 1-5 year maturity municipal bond exchange-traded fund (ETF), a Treasury Inflation Protected Securities (TIPS) ETF, United States Treasuries and local government obligations. These investments comprise 44% (GSEs collectively), 25%, 14%, 5%, 11%, and 1% respectively, of the core segment. Although mutual funds and ETFs do not have credit ratings, the average credit quality both of the City's mutual fund and its ETF holdings is A. Portfolio maturities shall be staggered to avoid undue concentration of assets in a specific maturity range. At June 30, 2017, core segment bond maturities are allocated as follows: 0-12 months – 17%; 1-2 years – 18%; 2-5 years – 65%. Holdings in the STO LGIP represent less than 5% of the total internal investment pool portfolio.

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Summarized information concerning the core portfolio investments is as follows:

Core Portfolio Investments (Agencies summarized bu GSE)	Amounts (in thousands)	Weighted Average Days to Maturity	Weighted Average Days to Call	Standard & Poor's Rating	Moody's Rating
Federal Home Loan Banks	\$ 54,849	1,084	N/A	AA+	Aaa
Federal National Mortgage Association	92,612	621	N/A	AA+	Aaa
Federal Farm Credit Bank	49,718	1,011	149	AA+	
Federal Home Loan Mortgage	24,829	865	121		
Corporate bond mutual fund	136,382	914	N/A		
Municipal bond ETF	102,309	N/A	N/A		
U.S. Treasury securities	80,239	827	31		
Local government obligations	5,417	718	33		
<b>Total core portfolio</b>	<b>\$ 546,355</b>	<b>6,040</b>	<b>334</b>		

Interest rate risk - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of the City's investments. The City's investment policy limits the City's exposure to interest rate risk by requiring that overall Core segment modified duration shall not exceed 3.5 years at any time, nor be less than 75% or greater than 125% of the benchmark's duration. Further, no pooled instrument (i.e., mutual fund or ETF) shall have a Modified Duration in excess of 4.0. The weighted average maturity of the investments in the internal investment pool's core segment at June 30, 2017, was 949 days.

Pledged collateral by bank - The City is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to one half of the public money in each account (Section 6-10-17 NMSA 1978). No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). The FDIC provides insurance of \$250,000 per depositor, per insured bank. The pledged collateral by bank (in thousands) at June 30, 2017, was as follows:

	US Bank	Bank of Albuquerque	Wells Fargo Bank	NM Bank & Trust	Compass Bank
Total amount on deposit	\$ 100	\$ 709	\$ 137,863	\$ 1,484	\$ 228
Less FDIC coverage	(250)	(250)	(250)	(250)	(250)
Total uninsured public	-	459	137,613	1,234	-
50% collateral requirement	-	230	68,807	617	-
Pledged securities, fair value	193	1,373	48,565	517	-
Pledged in excess of (less than) requirement	\$ 193	\$ 1,143	\$ (20,242)	\$ (100)	\$ -

**B. Receivables**

Taxes receivable at June 30, 2017, are from the following sources:

Gross receipts tax	\$ 64,284,116
Property tax	7,821,183
Lodgers' tax	1,302,714
Hospitality tax	262,305
Other taxes	7,666,447
<b>Total</b>	<b>\$ 81,336,765</b>

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The property taxes above include a receivable of \$3,483,449 in the General Obligation Bond Debt Service Fund and \$4,337,734 in the General Fund.

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property located in the City as of the preceding January 1. The Bernalillo County Assessor and the State of New Mexico Department of Taxation and Revenue determine the taxable valuations for the various classes of property at one-third of assessed valuation. Property in the City for the fiscal year 2017 tax levy had a taxable value of \$12,809,839,299. The State Constitution limits the rate of taxes for operating purposes for all taxing jurisdictions to 20 mills (\$20 per \$1000 assessed valuation), of which the City's portion, by state regulation, is limited to 7.650 mills for operations and 12.0 mills for each debt service obligation. The general obligation bond debt service levy for tax year 2016 (fiscal year 2017) is 4.976 mills and the operational levy is 6.493 mills on residential property and 6.544 mills on commercial property. Taxes are payable in two equal installments on November 10 and April 10 and become delinquent after 30 days.

Due from other governments

Due from other governments totaling \$21.1 million, represents \$17.0 million in federal and state grant receivables, and \$4.1 million from other governmental agencies.

Accounts receivable and allowance for uncollectible accounts

Included in the Statement of Net Position, are balances of receivables which are reported net of allowances for uncollectible accounts. The amounts of these receivables and allowances as of June 30, 2017, are as follows:

	Total Receivables	Allowance for Uncollectible Accounts	Net Receivables
Current portion of accounts and notes receivable:			
Governmental activities:			
Major funds:			
General fund	\$ 25,016,171	\$ 22,694,135	\$ 2,322,036
Nonmajor funds:			
Governmental funds	701,739	170,295	531,444
Internal service funds	184,854	-	184,854
Total governmental activities	<u>\$ 25,902,764</u>	<u>\$ 22,864,430</u>	<u>\$ 3,038,334</u>
Business-type activities:			
Major funds:			
Airport	\$ 4,517,337	\$ 752,943	\$ 3,764,394
Refuse disposal	5,768,031	1,855,966	3,912,065
Transit	5,486,510	-	5,486,510
Nonmajor enterprise funds	1,369,004	691,808	677,196
Total business-type activities	<u>\$ 17,140,882</u>	<u>\$ 3,300,717</u>	<u>\$ 13,840,165</u>
Governmental activities:			
Major funds:			
Special assessments debt service	\$ 14,790,476	\$ 60,208	\$ 14,730,268
Nonmajor funds:			
Rehabilitation loans	6,340,298	2,600,612	3,739,686
Notes receivable	660,486	-	660,486
Developer loans	2,678,969	-	2,678,969
Total governmental activities	<u>\$ 24,470,229</u>	<u>\$ 2,660,820</u>	<u>\$ 21,809,409</u>
Restricted assets - accounts receivable - developers:			
Business-type activities:			
Nonmajor funds:			
Developer loans	\$ 2,674,501	\$ 1,156,919	\$ 1,517,582
Total business-type activities	<u>\$ 2,674,501</u>	<u>\$ 1,156,919</u>	<u>\$ 1,517,582</u>

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**C. Capital assets**

Capital asset activity for the year ended June 30, 2017, was as follows:

<u>Governmental activities</u>	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
Assets not being depreciated/amortized:				
Land	\$ 312,499,116	\$ 9,966,956	\$ 897,310	\$ 321,568,762
Construction in progress	50,238,012	22,073,944	48,687,132	23,624,824
Right of way	1,145,191,669	289,357	-	1,145,481,026
	<u>1,507,928,797</u>	<u>32,330,257</u>	<u>49,584,442</u>	<u>1,490,674,612</u>
Assets being depreciated/amortized:				
Buildings	463,772,616	5,570,348	862,500	468,480,464
Infrastructure	2,193,010,340	56,384,840	-	2,249,395,180
Improvements	696,803,439	52,547,359	-	749,350,798
Machinery and equipment	170,464,189	14,336,297	9,626,010	175,174,476
Intangible	7,742,548	16,032,498	16,032,498	7,742,548
	<u>3,531,793,132</u>	<u>144,871,342</u>	<u>26,521,008</u>	<u>3,650,143,466</u>
Less accumulated depreciation/amortization:				
Buildings	136,070,546	11,218,269	-	147,288,815
Infrastructure	862,954,009	49,172,002	-	912,126,011
Improvements	367,359,954	22,826,896	-	390,186,850
Machinery and equipment	138,486,045	13,729,594	9,504,720	142,710,919
Intangible	3,675,887	1,552,709	-	5,228,596
	<u>1,508,546,441</u>	<u>98,499,470</u>	<u>9,504,720</u>	<u>1,597,541,191</u>
Capital assets being depreciated/amortized, net	<u>2,023,246,691</u>	<u>46,371,872</u>	<u>17,016,288</u>	<u>2,052,602,275</u>
Total capital assets, net	<u>\$ 3,531,175,488</u>	<u>\$ 78,702,129</u>	<u>\$ 66,600,730</u>	<u>\$ 3,543,276,887</u>

In fiscal year 2017, the majority of the infrastructure that was placed into service consisted of \$44.6 million of street infrastructure along with \$9.8 million of storm infrastructure. Of this amount, \$3.4 million was dedicated street infrastructure and \$1.8 million was dedicated storm infrastructure. The construction in progress consists of expenditures made by the Capital Acquisition, Infrastructure Tax, Bio Park Tax and Impact Fees Construction Capital fund, \$22.1 million was placed into service during fiscal year 2017. The following was placed in service: \$5.6 million buildings, \$53 million non-structural, \$10 million land, and \$56.4 million of infrastructure. Machinery and equipment purchases totaled \$14.3 million, of which \$7.4 million was for public safety. Intangible capital asset activity totaled \$16 million, for service concession agreement and was transferred to the Parking Facilities Fund. The remaining balance in the intangible line item consists of capitalized software.

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<u>Business-type activities</u>	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
Assets not being depreciated/amortized:				
Land	\$ 56,683,288	\$ 799,030	\$ -	\$ 57,482,318
Land and improvements acquired from the U.S. Air Forces	-	-	-	-
Other	955,200	-	955,200	-
Construction work in progress	24,562,587	71,000,087	717	95,561,957
	<u>82,201,075</u>	<u>71,799,117</u>	<u>955,917</u>	<u>153,044,275</u>
Assets being depreciated/amortized:				
Buildings and improvements	391,052,690	3,212,547	45	394,265,192
Runways	327,217,267	4,638,580	-	331,855,847
Infrastructure	11,269,994	-	-	11,269,994
Improvements other than buildings	305,779,477	260	700	305,779,037
Machinery and equipment	202,061,098	11,302,288	7,803,795	205,559,591
Intangible	16,870	17,550,000	-	17,566,870
	<u>1,237,397,396</u>	<u>36,703,675</u>	<u>7,804,540</u>	<u>1,266,296,531</u>
Less accumulated depreciation/amortization:				
Buildings and improvements	213,364,756	3,878,456	-	217,243,212
Runways	315,962,674	10,274,229	-	326,236,903
Infrastructure	1,707,888	274,116	-	1,982,004
Improvements other than buildings	144,573,773	13,845,866	131,291	158,288,348
Machinery and equipment	155,758,050	16,854,438	7,429,959	165,182,529
Intangible	1,687	364,496	-	366,183
	<u>831,368,828</u>	<u>45,491,601</u>	<u>7,561,250</u>	<u>869,299,179</u>
Capital assets being depreciated/amortized, net	<u>406,028,568</u>	<u>(8,787,926)</u>	<u>243,290</u>	<u>396,997,352</u>
Total capital assets, net	<u>\$ 488,229,643</u>	<u>\$ 63,011,191</u>	<u>\$ 1,199,207</u>	<u>\$ 550,041,627</u>

In fiscal year 2017, the Airport Fund placed into service \$4.6 million in runways and \$160 thousand in machinery and equipment

The Parking Facilities Fund reported service concession agreement as assets depreciated, other totaled \$17.6 million as of June 30, 2017. The Refuse Fund software reported as assets depreciated - other totaled \$16.6 thousand as of June 30, 2017. The Refuse Fund placed into service \$11 million in machinery and equipment, which included \$9.5 million in heavy equipment. The Transit Fund placed into service \$1.6 million in buildings and improvements and \$126 thousand in machinery and equipment.

The construction work in progress increased by \$71 million, which included \$60.5 million by the Transit department.

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

<u>Governmental activities:</u>	
General government	\$ 4,077,274
Public safety:	
Corrections	-
Fire protection	3,764,814
Police protection	6,709,247
Culture and recreation	22,513,510
Public works:	
Municipal development	393,154
Storm	17,383,110
Highways and streets:	
Transportation/Street maintenance	38,246,356
Traffic engineering	387,336
Health	652,323
Human services	4,105,501
Capital assets held by the City's internal service funds charged to the various functions on a prorated basis based on their usage of the assets	<u>73,198</u>
Total depreciation/amortization expense - governmental activities	<u><u>\$ 98,305,823</u></u>
<u>Business-type activities:</u>	
Major funds:	
Airport	\$ 24,125,514
Refuse Disposal	10,209,398
Transit	8,235,280
Nonmajor funds	<u>2,895,814</u>
Total depreciation/amortization expense - business-type activities	<u>45,466,006</u>
Transfer of assets to/from governmental to business-type	12,055
Cost adjustments	<u>45</u>
Total business-type activities	<u><u>\$ 45,478,106</u></u>

Discretely Presented Component Unit

Capital asset activity for Albuquerque Housing Authority for the year ended June 30, 2017, was as follows:

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
Assets not being depreciated:				
Land	\$ 3,767,389	\$ 541,803	\$ -	\$ 4,309,192
Construction in progress	<u>268,198</u>	<u>2,753,026</u>	<u>1,587,616</u>	<u>1,433,608</u>
Total assets not being depreciated:	<u>4,035,587</u>	<u>3,294,829</u>	<u>1,587,616</u>	<u>5,742,800</u>
Assets being depreciated:				
Buildings and improvements	57,118,354	2,867,548	1,587,616	61,573,518
Machinery and equipment	1,628,898	34,103	-	1,663,001
Total assets being depreciated:	58,747,252	2,901,651	1,587,616	63,236,519
Less accumulated depreciation:				
Buildings and improvements	51,320,929	948,255	-	52,269,184
Machinery and equipment	<u>1,662,970</u>	<u>-</u>	<u>-</u>	<u>1,662,970</u>
Total accumulated depreciation	<u>52,983,899</u>	<u>948,255</u>	<u>-</u>	<u>53,932,154</u>
Capital assets being depreciated, net	<u>5,763,353</u>	<u>1,953,396</u>	<u>1,587,616</u>	<u>9,304,365</u>
Total capital assets, net	<u><u>\$ 9,798,940</u></u>	<u><u>\$ 5,248,225</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 15,047,165</u></u>

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

The interfund receivable and payable accounts have primarily been recorded when funds overdraw their share of pooled cash. The composition of interfund balances as of June 30, 2017, consists of the following:

	Due from other funds	Due to other funds
General Fund	\$ 28,482,976	\$ 755,105
Capital Acquisition Fund	-	9,927
Nonmajor governmental funds	31,174	3,608,174
Transit Fund	1,153,045	26,076,320
Airport Fund	-	43,746
Refuse Fund	-	84,465
Nonmajor enterprise funds	-	149,598
Internal service funds	1,077,749	17,609
	<u>30,744,944</u>	<u>30,744,944</u>
Total	<u>\$ 30,744,944</u>	<u>\$ 30,744,944</u>

There are no interfund advances for fiscal year ending June 30, 2017.

Interfund transfers for the year ended June 30, 2017 were as follows:

From	To	Total
General Fund	Capital Acquisition Fund	\$ 2,500,000
General Fund	Transit Fund	23,182,000
General Fund	Nonmajor Governmental Fund	19,824,840
General Fund	Nonmajor Proprietary Funds	1,755,000
General Fund	Refuse Fund	384,000
Capital Acquisition Fund	Transit Fund	15,801,105
Capital Acquisition Fund	Nonmajor Governmental Funds	(814)
Refuse Disposal Fund	General Fund	2,506,285
Transit Fund	General Fund	390,060
Nonmajor Governmental Funds	General Fund	2,192,000
Nonmajor Governmental Funds	Capital Acquisition Fund	262,840
Nonmajor Governmental Funds	Nonmajor Governmental Funds	8,243,200
Nonmajor Governmental Funds	Transit Fund	17,991,332
Nonmajor Proprietary Funds	General Fund	194,137
Nonmajor Proprietary Funds	Nonmajor Governmental Funds	73,027
Internal Service Funds	General Fund	250,000
Internal Service Funds	Nonmajor Governmental Funds	1,495,000
Total transfers		<u>\$ 97,044,012</u>

Transfers are summarized as follows:

	Transfers in	Transfers out	Total
"Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Funds"	\$ 37,930,575	\$(92,135,504)	\$(54,204,929)
"Statement of Revenues, Expenses, and Changes in Net Position - All Proprietary Funds"			
Enterprise Funds	59,113,437	(3,163,508)	55,949,929
Internal Service Funds	-	(1,745,000)	(1,745,000)
Total transfers	<u>\$ 97,044,012</u>	<u>\$(97,044,012)</u>	<u>\$ -</u>

The transfers from the General Fund to the other funds are for the purpose of: 1) providing a subsidy for the operations of the

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Transit, Open Space Management, and Golf funds, 2) providing the City's local match for operating grants from federal and state agencies, 3) funding the purchase of police and fire vehicles, and various construction projects, and 4) transferring resources to debt service funds for the retirement of General Obligation and Sales Tax Refunding bonds.

The transfers to the General Fund from the major and nonmajor enterprise funds are primarily for payments in lieu of taxes.

Other transfers relating to funds within the nonmajor governmental funds type are: 1) for debt retirement and various other purposes, and 2) from permanent funds to the related expenditures for governmental special revenue funds.

**E. Leases**

The City has various lease commitments for real property. The lease commitments are for one to ten years, with most leases being for five years. About half of the leases have renewal options; the others do not. Lease expenses of \$1,286,257 were incurred for the year ended June 30, 2017. Lease commitments for future years are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
FY 2018	\$ 1,179,357
FY 2019	1,116,351
FY 2020	738,040
FY 2021	693,757
FY 2022	709,059
FY 2023-2027	383,133
FY 2028-2032	260,020
FY 2033-2037	126,333
Total	<u>\$ 5,206,050</u>

**F. Restricted assets**

Restricted assets arise principally from legal restrictions on expenditures of proceeds from general obligations bonds or sales tax revenue bonds in the governmental activities, or on expenditures of proceeds from revenue bonds of the enterprise funds. Restricted assets also include cash with fiscal agent held for debt service and the investments restricted for use held in the City's permanent funds. The amount of current restricted assets reported in the statement of net position at June 30, 2017 is \$3,078,288 and is comprised of cash held with fiscal agent for debt service, of which \$- is in governmental activities and \$3,078,288 in business-type activities. The amount of non-current restricted assets reported in the statement of net position at June 30, 2017, is as follows:

<u>Governmental activities</u>	
Capital Acquisition Fund	\$ 163,554,506
Acquisition and Management of Open Space Fund	12,971,051
Urban Enhancement Fund	7,993,977
Total	<u>\$ 184,519,534</u>
<u>Business-type activities</u>	
Airport Fund	\$ 101,990,808
Refuse Disposal Fund	6,607,143
Transit Fund	3,216,966
Nonmajor enterprise funds	4,761,029
Total	<u>\$ 116,575,946</u>



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**G. Short-term and long-term obligations**

Governmental activities:

Short-term obligations - On April 11, 2017, the City issued \$11,257,000 of Short-Term General Obligation Bonds, Series 2017B. These bonds bear interest at the daily rate on the date of issuance by the State Treasurer of New Mexico. The interest rate in effect for Series 2017B was 1.201%. The bond proceeds will be used to fund a portion of the City's CIP projects. The bonds mature on July 1, 2017. The change in short-term obligations of the governmental activities for the year ended June 30, 2017, is as follows:

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
Short-term General Obligation Bonds	\$ 6,870,000	\$ 11,257,000	\$ 6,870,000	\$ 11,257,000
State Infrastructure Bank Loan	800,000	-	800,000	-
	<u>\$ 7,670,000</u>	<u>\$ 11,257,000</u>	<u>\$ 7,670,000</u>	<u>\$ 11,257,000</u>

Long-term obligations - Bonded obligations of the City consist of various issues of general obligation, revenue, and special assessment bonds. Also included in long-term obligations are notes payable, claims and judgments, net pension obligation - PERA, deferred credits, other post-employment benefits, and accrued vacation and sick leave. The City has complied with all revenue bond ordinances and bond covenants requirements for maintaining specific reserves for future debt service as of June 30, 2017.

The changes in the long-term obligations of the governmental activities for the year ended June 30, 2017, are as follows:

	July 1, 2016	Additions	Deductions	Outstanding June 30, 2017	Payable in one year
General obligation bonds	\$ 420,744,000	\$ 22,850,000	\$ 46,755,000	\$ 396,839,000	\$ 47,463,000
Gross receipts tax revenue bonds	226,650,000	17,750,000	8,870,000	235,530,000	10,665,000
Fire fund loan	1,152,657	-	62,407	1,090,250	-
Special assessment bonds and notes with governmental commitment	20,604,815	-	1,717,068	18,887,747	1,717,068
Accrued vacation and sick leave	30,557,711	22,700,185	20,342,252	32,915,644	23,526,871
Claims	92,444,541	3,273,719	23,792,180	71,926,080	24,840,000
Net pension obligation - PERA	435,261,170	241,944,953	49,272,271	627,933,852	-
Other post employment obligation	3,211,962	128,717	867	3,339,812	-
Other liabilities	790,853	10,350	-	801,203	-
Other:					
Unamortized bond premiums	34,246,426	5,375,431	8,518,768	31,103,089	-
	<u>1,265,664,135</u>	<u>314,033,355</u>	<u>159,330,813</u>	<u>1,420,366,677</u>	<u>108,211,939</u>
Current portion of long-term obligations	<u>(104,361,226)</u>	<u>-</u>	<u>3,850,713</u>	<u>(108,211,939)</u>	<u>-</u>
Total	<u>\$1,161,302,909</u>	<u>\$314,033,355</u>	<u>\$163,181,526</u>	<u>\$1,312,154,738</u>	<u>\$108,211,939</u>

Total interest cost incurred for governmental activities for the year ended June 30, 2017, was \$26,350,815 all of which was charged to expense.

General Obligation bonds are direct obligations of the City for which its full faith and credit are pledged and are payable from taxes levied on property located within the City. The accrued sick leave and vacation obligations are being liquidated primarily by the General Fund. Limited amounts are being liquidated by other funds. The City's Risk Management Fund (an internal service fund) liquidates all claims payable.

The Constitution of the State of New Mexico limits the amount of general-purpose general obligation bonds that may be issued by a municipality to four percent of the taxable valuation of property located within the City. At June 30, 2017, based on the

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most recent assessed taxable valuation of \$12,809,839,299 the City may issue an additional \$145,653,572 of general-purpose general obligation bonds. Included in the general obligation bonds outstanding at June 30, 2017, are Storm Sewer bonds in the amount of \$41,356,000 that are not subject to the legal debt limit.

On April 11, 2017, the City issued \$22,850,000 of General Obligation Bonds, Series 2017A with an average coupon rate of 4.30%. The proceeds of these bonds were deposited into the Capital Acquisition Fund to be used to finance certain City projects relating to public safety, senior, family, community center and community enhancement projects, energy conservation, public facilities, and system modernization, libraries, and streets. The bonds require annual principal payments and semi-annual interest payments through July 1, 2030.

General obligation bonds outstanding at June 30, 2017, are as follows:

Issue	Face Value of Bonds	Amount Outstanding	Interest Rate	Final Maturity	Call Provisions
June 26, 2008 A General Purpose	\$39,000,000	\$ 800,000	3.25/4.00%	July 1, 2016	100% beginning July 1, 2016
June 26, 2008 B Storm Sewer	4,000,000	4,000,000	4.50%	July 1, 2017	100% beginning July 1, 2016
June 24, 2009 A General Purpose	54,970,000	12,200,000	2.00/4.00%	July 1, 2018	Non-callable 100% beginning July 1, 2020
February 24, 2011 A General Purpose	35,000,000	74,900,000	3.00/4.375%	July 1, 2023	100% beginning July 1, 2020
May 22, 2012 A General Purpose	61,760,000	43,345,000	2.00/5.00%	July 1, 2024	100% beginning July 1, 2020
May 22, 2012 B Storm Sewer	8,035,000	8,035,000	3.00/4.00%	July 1, 2025	100% beginning July 1, 2020
May 8, 2013 A General Purpose	70,040,000	55,465,000	2.50/4.00%	July 1, 2026	100% beginning July 1, 2021
May 8, 2013 B Storm Sewer	4,980,000	4,980,000	2.80%	July 1, 2026	100% beginning July 1, 2021
May 28, 2014 A General Purpose	57,060,000	47,450,000	2.25/5.00%	July 1, 2026	100% beginning July 1, 2022
May 28, 2014 B Storm Sewer	5,375,000	5,375,000	3.50/3.75%	July 1, 2027	100% beginning July 1, 2022
June 10, 2015 A General Purpose	37,970,000	34,690,000	2.75/5.00%	July 1, 2027	100% beginning July 1, 2023
June 10, 2015 B Storm Sewer	4,726,000	4,726,000	3.00/3.50%	July 1, 2028	100% beginning July 1, 2023
March 24, 2016 A General Purpose	71,523,000	71,523,000	2.5/5.00%	July 1, 2028	100% beginning July 1, 2025
March 24, 2016 B Storm Sewer	6,500,000	6,500,000	3.00%	July 1, 2029	100% beginning July 1, 2025
April 11, 2017A General Purpose	<u>22,850,000</u>	<u>22,850,000</u>	3.00/5.00%	July 1, 2030	100% beginning July 1, 2026
Total long-term outstanding	<u>83,789,000</u>	<u>96,839,000</u>			
April 11, 2017 B GP/SS	<u>\$11,257,000</u>	<u>\$11,257,000</u>	1.20%	July 3, 2018	Non-callable
Total general obligation bonds outstanding	<u>\$95,046,000</u>	<u>\$08,096,000</u>			

Sales Tax Revenue Bonds and Notes of the City are secured by a pledge of up to 1.225% of State Shared Gross Receipts Tax (sales tax) revenues. Additionally, the City can pledge up to 50% of the Lodgers' and Hospitality Tax revenues for payment of these bonds and notes. Net revenue for the year was \$176,884,365 for State Shared Gross Receipts and \$14,672,705 for Lodgers' and Hospitality Tax. Total debt service expenditures for the year were \$9,550,941.

On September 8, 2016, the City issued \$17,750,000 of Gross Receipts Tax Improvement Revenue Bonds, Series 2016C. The Series 2016C bonds are being issued for the purpose of funding a regional sports complex, redevelopment, visitor center, arts building, library, pool, community center, lighting, and streets. The bonds have an average coupon rate of 3.83% and require

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semi-annual interest payments until the bonds mature on July 1, 2034.

Sales tax revenue bonds and notes outstanding at June 30, 2017, are as follows:

Issue	Face Value of Bonds	Amount	Interest Rate	Final Maturity	Call Provisions
October 6, 2004 B Refunding	\$ 28,915,000	\$ 26,315,000	2.39/4.90%	July 1, 2036	100% beginning October 6, 2004
July 22, 2009 A Refunding	10,535,000	9,820,000	3.00/5.00%	July 1, 2025	100% beginning July 1, 2019
July 22, 2009 B Refunding	28,305,000	19,445,000	3.00/5.00%	July 1, 2022	100% beginning July 1, 2019
September 1, 2011 A Refunding	22,600,000	13,760,000	2.00/4.00%	July 1, 2028	100% beginning July 1, 2021
April 9, 2013 Improvement	42,030,000	38,355,000	1.50/5.00%	July 1, 2035	100% beginning July 1, 2023
June 10, 2014 A Refunding	36,960,000	36,645,000	2.00/4.00%	July 1, 2037	100% beginning July 1, 2023
May 27, 2015 A Improvement	39,085,000	38,820,000	2.00/5.00%	July 1, 2038	100% beginning July 1, 2025
May 27, 2015 B Improvement	10,110,000	8,990,000	0.55/2.95%	July 1, 2023	Non-callable
December 8, 2015 C State Shared	2,080,000	2,080,000	1.75%	July 1, 2026	100% beginning July 1, 2021
February 16, 2016 Improvement	24,000,000	23,550,000	3.00/3.90%	July 1, 2038	100% beginning July 1, 2025
September 8, 2016C Improvement	<u>17,750,000</u>	<u>17,750,000</u>	2.00/5.00%	July 1, 2014	100% beginning July 1, 2026
	<u>\$262,370,000</u>	<u>\$235,530,000</u>			

Fire Fund Loan - On January 28, 2011, the City closed on a loan with New Mexico Finance Authority (NMFA) for \$1,441,625 with an average interest rate of 3.417%. The proceeds were used to design, construct, equip, and furnish Fire Station #7. The terms of the loan require annual principal payments and semi-annual interest payments beginning November 1, 2011, and maturing May 1, 2031. As part of the agreement, the City also entered into an intercept agreement with NMFA whereby the principal and interest payment required will be from annual distributions made to the City's Fire Fund by the State Treasurer pursuant to Section 59A-53-7, NMSA 1978. The State Treasurer will reduce the annual distribution to the City by \$100,926 beginning July 1, 2011, and then \$101,043 thereafter. The funds will be remitted directly to NMFA and held by NMFA until the November/May due dates. The balance due at June 30, 2017 is \$1,090,250.

Special Assessment Debt and Notes Payable is secured by pledges of revenues from special assessments levied. Special assessment debt is callable at 100% on any semi-annual interest payment date.

On October 30, 2012, the City executed a loan agreement with Banc of America Public Capital Corp for Special Assessment District No. 228. The tax-exempt loan payable for \$22,743,479 has a coupon rate of 3.0% and matures on January 1, 2028. The proceeds are being used to finance the construction of streets, storm and sanitary sewer lines, and water lines. The balance outstanding at June 30, 2017 was \$18,887,747.

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Business-type activities:

Long-term obligations - The changes in the business-type activities obligations for the year ended June 30, 2017, are as follows:

	Outstanding			June 30, 2017	Payable in one year
	July 1, 2016	Additions	Deductions		
Revenue bonds	\$ 61,712,083	\$ 1,305,000	\$ 13,107,083	\$ 49,910,000	\$ 10,350,000
Accrued vacation and sick leave	6,429,102	5,023,759	4,714,798	6,738,063	5,103,096
Landfill closure costs	2,917,444	1,926,409	-	4,843,853	-
Net pension obligation - PERA	58,442,584	31,607,115	-	90,049,699	-
Other post employment obligation	802,992	1,314	46,930	757,376	-
Other liabilities	158,588	-	1,365	157,223	-
Other:					
Unamortized bond premiums	242,725	-	130,148	112,577	-
Unamortized bond discounts	(8,963)	3,383	-	(5,580)	-
Subtotal	<u>130,696,555</u>	<u>39,866,980</u>	<u>18,000,324</u>	<u>152,563,211</u>	<u>15,453,096</u>
Current portion	<u>(17,936,371)</u>	<u>-</u>	<u>(2,483,275)</u>	<u>(15,453,096)</u>	<u>-</u>
Business-type activity long-term obligations	<u>\$112,760,184</u>	<u>\$ 39,866,980</u>	<u>\$ 15,517,049</u>	<u>\$137,110,115</u>	<u>\$ 15,453,096</u>

Total interest cost incurred for business-type activities for the year ended June 30, 2017, was \$1,764,995 of which \$701,616 was capitalized and \$1,063,379 was charged to expense.

Airport Revenue Bonds are secured by pledges of net revenues of the airport. Airport Revenue bonds outstanding at June 30, 2017, are as follows:

Issue	Face Value of Bonds		Interest Rate	Final Maturity	Call Provisions
	Amount	Amount			
March 23, 2004 A, Refunding	\$ 20,610,000	\$ 3,770,000	1.63% to 5.11%	July 1, 2018	100% beginning July 1, 2005
March 11, 2008 A, Refunding	13,640,000	4,490,000	3.00% to 5.00%	July 1, 2018	Non-callable
May 14, 2008 C, Refunding	5,170,000	1,870,000	3.50% to 4.375%	July 1, 2020	100% beginning July 1, 2018
November 12, 2009 A, Refunding	26,080,000	8,985,000	3.00% to 4.50%	July 1, 2019	Non-callable
April 8, 2014 A, Refunding	<u>15,375,000</u>	<u>13,200,000</u>	2.60%	July 1, 2024	Non-callable
Total outstanding	80,875,000	32,315,000			
Unamortized:					
Premiums (discounts)		111,780			
Deferred loss on refunding		<u>(91,023)</u>			
Net outstanding		<u>\$ 32,335,757</u>			

Apartments Revenue Bonds - On April 21, 2016, the City issued \$8,430,000 Gross Receipts Tax Refunding Revenue Bonds (Beach, Bluewater and Manzano Vista Projects) Series 2016B to partially refund the Series 2008B Bonds. This debt constitutes a limited obligation of the City and is payable solely from the resources of the Apartments. Respective revenues derived from them are pledged for the repayment of these bonds. The Series 2016B Gross Receipts Tax Refunding Revenue Bonds mature on July 1, 2030, and bear a 2.3% coupon interest rate. The Series 2016B bonds are subject to optional generally at par (unless long-term interest rates are in effect). The Apartments debt in the amount of \$9,320,000 is outstanding for the year ended June 30, 2017.

Stadium Loans are secured by pledges of net revenues of the Albuquerque baseball stadium. Revenue in fiscal year 2016 totaled \$1.8 million. The annual debt service payment including interest for fiscal year 2016 was \$1.0 million. On September 1, 2011, the City issued Gross Receipts Tax/Stadium Revenues Refunding Revenue Bonds, Taxable Series 2011B in the amount of \$11,650,000. The bonds have an average coupon rate of 3.23% and require annual principal payments and semi-annual interest

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payments through July 1, 2026. The Stadium debt in the amount of \$8,275,000 is outstanding at June 30, 2017.

Summary of Annual Debt Service Requirements - The annual debt service requirements on bonds outstanding at June 30, 2017, are as follows:

Year ending June 30, 2017	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2018	\$ 70,575,748	\$ 25,049,570	\$ 10,350,000	\$ 1,550,216
2019	57,377,155	22,848,587	10,495,000	1,118,975
2020	51,988,717	20,521,605	6,675,000	780,087
2021	52,605,484	18,236,600	3,550,000	605,706
2022	53,157,488	15,912,515	6,615,000	508,508
2023-2027	208,109,276	51,514,816	9,155,000	1,242,932
2028-2032	92,655,129	22,952,427	3,070,000	143,175
2033-2037	61,845,000	9,477,922	-	-
2038-2042	15,290,000	475,169	-	-
Total	<u>\$ 663,603,997</u>	<u>\$ 186,989,211</u>	<u>\$ 49,910,000</u>	<u>\$ 5,949,599</u>

**Arbitrage** - Section 148 of the Internal Revenue Code generally provides that bonds issued by a municipality will be "arbitrage bonds", if any portion of the proceeds of the bonds are reasonably expected to be invested in obligations with a yield that is "materially higher" than the yield on the bonds. While municipalities are entitled to earn a certain amount of positive arbitrage during the period the bonds are outstanding, Section 148(f) generally requires that these earnings be paid to the Internal Revenue Service (IRS) at least every five years. As of June 30, 2017, the City has set aside \$801,203 in arbitrage interest due the IRS in connection with future filings and payments to the IRS. This amount is included in other liabilities in the Statement of Net Position. For fiscal year 2017, no payment is due to the IRS.

**Discretely presented component unit**

	Outstanding				Amount due within one year
	July 1, 2016	Additions	Deductions	June 30, 2017	
Loans and notes payable	\$ -	\$ 3,500,000	\$ -	\$ 3,500,000	\$ -
Tenant security deposits (including pet deposits)	221,621	18,142	-	239,763	-
HUD payable	169,035	-	26,412	142,623	21,129
Accrued vacation and sick leave	153,664	268,835	250,797	171,702	70,322
Capital lease	-	4,000,000	-	4,000,000	-
Net pension obligation - PERA	-	4,764,231	-	4,764,231	-
	<u>\$ 544,320</u>	<u>\$ 12,551,208</u>	<u>\$ 277,209</u>	<u>\$ 12,818,319</u>	<u>\$ 91,451</u>

**H. Refunded bonds**

The City has refunded various bond issues by issuing refunding bonds, the proceeds of which have been placed in escrow and used to purchase securities of the United States Government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. These assets are administered by trustees and are restricted to use for retirement of the refunded debt. The liability for the refunded bonds and the related securities and escrow accounts are not included in the accompanying general purpose financial statements as the City satisfied its obligation for payment of the refunded debt upon completion of the refunding transactions. Refunded debt outstanding at June 30, 2017, is as follows:

Gross Receipts Tax Revenue Bonds	\$ 36,325,000
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**I. Conduit bonds**

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

Industrial Revenue Bonds - As of June 30, 2017, there were nineteen series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for the seventeen series issued after July 1, 1995, is \$335.8.1 million. The aggregate principal amount payable for the two series issued prior to July 1, 1995, could not be determined; however, the original amount issued totaled \$28.9 million.

**J. Derivative Fuel Hedge Instruments**

The City of Albuquerque did not enter into a commodity forward fuel hedging contract for fiscal year 2018. As a result, no disclosure is required.

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**K. Segment information**

Significant financial data of major enterprise funds are reported in the statements for enterprise funds in the basic financial statements section. Significant financial data of nonmajor enterprise funds as of and for the year ended June 30, 2017, is as follows:

(in thousands of dollars)

CONDENSED STATEMENT OF NET POSITION	Golf Course Fund	Apartments Fund	Parking Facilities Fund	Stadium Fund	Total
<b>Assets</b>					
Current assets	\$ 881	\$ 3,136	\$ 951	\$ 369	\$ 5,337
Restricted assets	90	1,495	2,550	626	4,761
Capital assets	4,376	10,900	31,312	12,340	58,928
Total assets	<u>\$ 5,347</u>	<u>\$ 15,531</u>	<u>\$ 34,813</u>	<u>\$ 13,335</u>	<u>\$ 69,026</u>
<b>Deferred outflows of resources</b>					
Deferred gain/loss on bond refunding	\$ -	\$ 552	\$ -	\$ 47	\$ 599
Deferred outflows related to pension activity	832	-	717	55	1,604
Total deferred outflows of resources	<u>\$ 832</u>	<u>\$ 552</u>	<u>\$ 717</u>	<u>\$ 102</u>	<u>\$ 2,203</u>
<b>Liabilities</b>					
Current liabilities	492	761	203	908	2,364
Liabilities payable from restricted assets	-	157	-	-	157
Bonds, notes payable, and other long-term liabilities	-	8,885	-	7,560	16,445
Accrued vacation and sick leave	2,559	-	2,272	164	4,995
Total liabilities	<u>3,051</u>	<u>9,803</u>	<u>2,475</u>	<u>8,632</u>	<u>23,961</u>
<b>Deferred Inflows of Resources</b>					
Deferred inflows related to pension activity	31	-	27	2	60
Total deferred inflows of resources	<u>31</u>	<u>-</u>	<u>27</u>	<u>2</u>	<u>60</u>
<b>Net Position (Deficit)</b>					
Invested in capital assets	4,376	1,580	31,312	4,070	41,338
Restricted					
Debt service	47	2,558	7	938	3,550
Construction in progress	43	-	2,540	-	2,583
Unrestricted	(1,368)	2,140	(830)	(205)	(263)
Total net position	<u>\$ 3,098</u>	<u>\$ 6,278</u>	<u>\$ 33,029</u>	<u>\$ 4,803</u>	<u>\$ 47,208</u>

CONDENSED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (in thousands)	Golf Course Fund	Apartments Fund	Parking Facilities Fund	Stadium Fund	Total
Operating revenues	\$ 3,811	\$ 4,070	\$ 4,595	\$ 1,751	\$ 14,227
Depreciation	(330)	(518)	(1,692)	(356)	(2,896)
Other operating expenses	(5,128)	(2,748)	(4,021)	(951)	(12,848)
Operating income (loss)	<u>(1,647)</u>	<u>804</u>	<u>(1,118)</u>	<u>444</u>	<u>(1,517)</u>
<b>Nonoperating revenues (expenses):</b>					
Interest on investments	3	20	20	7	50
Interest expense	-	(271)	-	(315)	(586)
Other	(48)	(96)	(74)	(117)	(335)
Capital contribution	-	858	16,032	-	16,890
Transfers in	1,550	-	-	205	1,755
Transfers out	(74)	(73)	(120)	-	(267)
Change in net position	(216)	1,242	14,740	224	15,990
Beginning net position	3,314	5,036	18,289	4,579	31,218
Ending net position	<u>\$ 3,098</u>	<u>\$ 6,278</u>	<u>\$ 33,029</u>	<u>\$ 4,803</u>	<u>\$ 47,208</u>

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CONDENSED STATEMENT OF CASH FLOWS (in thousands)	Golf Course Fund	Apartments Fund	Parking Facilities Fund	Stadium Fund	Total
Net cash provided (used) by:					
Operating activities	\$ (1,382)	\$ 1,388	\$ 445	\$ 641	\$ 1,092
Noncapital financing activities	1,548	(73)	(92)	205	1,588
Capital and related financing activities	-	(634)	(1,518)	(1,013)	(3,165)
Investing activities	3	20	20	6	49
Net increase (decrease)	169	701	(1,145)	(161)	(436)
Beginning cash and cash equivalents	752	3,909	2,812	856	8,329
Ending cash and cash equivalents	<u>\$ 921</u>	<u>\$ 4,610</u>	<u>\$ 1,667</u>	<u>\$ 695</u>	<u>\$ 7,893</u>

The Golf Course Fund charges a greens fee for the use of the City's golf courses. The Apartments Fund charges rental on housing for persons who meet eligibility requirements based on the level of income earned. The Stadium Fund provides a baseball stadium that is being used by an AAA class baseball team. The Parking Fund charges fees for the use of City-owned parking facilities.

**L. Defined benefit pension plan**

***General Information about the Pension Plan***

*Plan description.* Substantially all of the City's full-time employees participate in a public employee retirement system authorized under the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). The Public Employees Retirement Association (PERA) is the administrator of the plan, which is a cost-sharing multiple-employer defined benefit retirement plan. 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.nmpera.org/for-employers/gasb-information>.

*Benefits provided.* The plan provides for retirement benefits, disability benefits, survivor benefits and cost-of-living adjustments to plan members and beneficiaries. Effective July 1, 2013, new legislation enabled two benefit tiers under each PERA coverage plan. The coverage plans include Municipal General, Municipal Police and Municipal Fire Plans. Members are eligible to retire when they meet the age and service credit requirement for the plan they participate in. Plan members are required to contribute between 7.75%-18.15% of their gross salary, depending on the specific plan type. The City is required to contribute between 7.40%-21.65% of the gross covered salary, depending on the specific plan type.

*Contributions.* The following are the plans covered by the City and the contribution requirements (in thousands of dollars) for the year ended June 30, 2017:

Group Covered	Employee		Employer	
	Percent	Amount	Percent	Amount
General, Management, and Bus Drivers	14.16 %	\$ 23,825	9.55 %	\$ 15,542
Temporary Employees	7.75 %	60	7.40 %	63
J-Series 20 Year	18.15 %	197	17.05 %	185
Police	17.80 %	10,295	18.90 %	10,931
Fire	17.70 %	7,076	21.65 %	8,655
		<u>\$ 41,453</u>		<u>\$ 35,376</u>

The contribution requirements of plan members and the City are established in State statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. In accordance with Chapter 10, Article 11, Section 5 NMSA 1978, the City has elected to make a percentage of the employees' contributions. The percentage of the employees' contributions paid by the City varies according to the specific plan type. The City's required contributions to PERA for the



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years ending June 30, 2017, 2016, and 2015 were \$35,376,597, \$33,311,341, and \$32,575,247, respectively. The City's total contributions to PERA, including the employer required contributions and the portion the City pays for the employees for the years ending June 30, 2017, 2016, and 2015 were \$63,864,670, \$60,217,368, and \$58,202,765, respectively.

***Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

As of June 30, 2017, The City of Albuquerque reported a net pension liability of \$717,983,547 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The liability amounts for Albuquerque Metropolitan Arroyo Flood Control Authority (AMAFCA), and Mid-Region Council of Governments of New Mexico (MRCOG) were removed from the City's liability in fiscal year 2016 by PERA. However they were removed from the City of Albuquerque's liability through the deferred inflows in the PERA report and added into AMAFCA and MRCOG's liability through their deferred outflows. Since these two entities had previously reported their portion of the liability, a difference between PERA's reported deferred inflows for the City and deferred outflows for AMAFCA and MRCOG will exist until the amounts are fully amortized. This resulted in a difference in the City of Albuquerque's and PERA's reported deferred inflows of \$ 6,115,537.

The City of Albuquerque's proportion of the net pension liability was based on the City's share of contributions to the pension plan by type for fiscal year 2016. As June 30, 2016, the City of Albuquerque's proportional share was 18.48% of the Municipal General Division, 27.66% of the Municipal Police Division, and 32.77% of the Municipal Fire Division.

For the year ended June 30, 2017, the City recognized its proportional share of the pension contribution expense of \$88,020,897. PERA's reported pension expense for the City of Albuquerque totaled \$86,007,587. The difference is the adjustment made by PERA for AMAFCA and MRCOG. The proportional share of the pension contribution expense by plan type is as follows:

	Pension Contribution Expense
Municipal General	\$ 33,621,140
Municipal Police	\$ 26,229,308
Municipal Fire	\$ 28,170,449

At June 30, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Inflows of Resources	Deferred Outflows of Resources
City of Albuquerque - Overall		
Differences between expected and actual experience	\$ 39,636,556	\$ (2,881,996)
Change in assumptions	42,396,411	(3,729,800)
Net difference between projected and actual earnings on pension plan investments	104,820,682	-
Changes in proportion and differences between City contributions and proportionate share of contributions	3,013,501	(8,177,915)
City contributions subsequent to the measurement date	35,469,966	-
Total	\$ 225,337,116	\$ (14,789,711)

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	Deferred Inflows of Resources	Deferred Outflows of Resources
General Municipal		
Differences between expected and actual experience	\$ 14,754,616	\$ (2,881,996)
Change in assumptions	17,316,124	(49,105)
Net difference between projected and actual earnings on pension plan investments	54,335,399	-
Changes in proportion and differences between City contributions and proportionate share of contributions	-	(907,012)
City contributions subsequent to the measurement date	15,972,867	-
Total	\$ 102,379,006	\$ (3,838,113)

	Deferred Inflows of Resources	Deferred Outflows of Resources
General Police Division		
Differences between expected and actual experience	\$ 14,983,095	\$ -
Change in assumptions	13,517,704	(3,680,695)
Net difference between projected and actual earnings on pension plan investments	32,277,828	-
Changes in proportion and differences between City contributions and proportionate share of contributions	458,988	(4,857,826)
City contributions subsequent to the measurement date	10,909,380	-
Total	\$ 72,146,995	\$ (8,538,521)

	Deferred Inflows of Resources	Deferred Outflows of Resources
General Fire Division		
Differences between expected and actual experience	\$ 9,898,845	\$ -
Change in assumptions	11,562,583	-
Net difference between projected and actual earnings on pension plan investments	18,207,455	-
Changes in proportion and differences between City contributions and proportionate share of contributions	2,554,513	(2,413,077)
City contributions subsequent to the measurement date	8,587,719	-
Total	\$ 50,811,115	\$ (2,413,077)

The amount of contributions related to fiscal year 2017 have been reported as deferred outflows of resources related to pensions and will be recognized as a reduction of the net pension liability in fiscal year 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Fiscal Year Ended June 30:	City Overall	General Municipal Division	General Police Division	General Fire Division
2018	\$ 40,799,939	\$ 17,804,951	\$ 12,262,885	\$ 10,732,103
2019	\$ 40,799,940	\$ 17,804,951	\$ 12,262,886	\$ 10,732,103
2020	\$ 66,825,037	\$ 33,212,165	\$ 20,056,849	\$ 13,556,023
2021	\$ 26,652,521	\$ 13,745,957	\$ 8,116,474	\$ 4,790,090

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*Actuarial assumptions.* The total pension liability in the June 30, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods including the measurement:

Actuarial Methods	
Actuarial valuation date	June 30, 2015
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Pay
	Solved for based on statutory rates
Amortization period	rates
Asset valuation method	Fair Value

Actuarial Assumptions	
Investment rate of return	7.48% annual rate, net of investment
Payroll Growth	2.75% annual rate, then 3.25% annual rate
Projected salary increases	2.75% to 14.00% annual rate
Inflation assumption	2.25% annual rate first 10 years, 2.75% all other years

The long-term expected rate of return on pension plan investments was determined using statistical analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

	Long-Term Expected Real Rate of Return	
ALL FUNDS - Asset Class	Target Allocation	Rate of Return
Global Equity	44.0 %	7.39 %
Risk Reduction and Mitigation	22.0 %	1.79 %
Credit Oriented Fixed Income	15.0 %	5.77 %
Real Assets	20.0 %	7.35 %
	100.0 %	

*Discount rate.* The rate is 7.25% for the first 10 years (select period) and 7.75% for all other years (ultimate). The equivalent blended rate is 7.48% and will be used to measure the total pension liability. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with statutory rates. On this basis, the pension plan's fiduciary net position together with the expected future contributions are sufficient to provide all projected future benefit payments of current plan members as determined in accordance with GASB 67. Therefore, the 7.48% assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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*Sensitivity of the City of Albuquerque's proportionate share of the net pension liability to changes in the discount rate.* The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.48 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percent lower (6.48 percent) or 1-percent higher (8.48 percent) than the current rate:

Plan	1% Decrease (6.48%)	Current Discount Rate (7.48%)	1% Increase (8.48%)
City of Albuquerque, Overall	\$ 1,026,452,900	\$ 717,983,552	\$ 463,778,348
Municipal General	\$ 440,272,201	\$ 295,301,839	\$ 175,060,334
Municipal Police	\$ 300,265,396	\$ 204,091,170	\$ 125,427,734
Municipal Fire	\$ 285,915,303	\$ 218,590,542	\$ 163,290,281

*Pension plan fiduciary net position.* Detailed information about the pension plan's fiduciary net position is available in the separately issued PERA Financial Report.

***Payables to the Pension Plan***

As of June 30, 2017, there was a \$4,517,301 PERA contributions payable of which \$3,061,213 was for pay period June 23, 2017 and \$1,456,088 was for the accrual through June 30, 2017.

**M. Post-employment benefits**

In addition to providing pension benefits described in Note L, the City provides certain health care and life insurance benefits for retired employees. Substantially all of the City's employees may become eligible for those benefits if they reach the normal retirement eligibility conditions while working for the City.

**Postemployment Life Insurance Benefits**

**Plan Description** - The City's Life Insurance Benefit Plan (Plan) is a cost sharing multiple-employer plan administered as a formal trust by the City of Albuquerque. The Plan includes coverage for all City employees. The Plan also includes coverage for the employees of the Albuquerque Bernalillo County Water Authority (a separate legal entity, formerly a component unit of the City). The Albuquerque Pooled OPEB Trust Plan issues a separate report that can be obtained from the Accounting Division at P.O. Box 1293, Room 8010, 8<sup>th</sup> Floor, Albuquerque, NM 87103. The Water Utility Authority and the City have different benefit rules. Insurance benefits are authorized by the City's Merit System Ordinance and Personnel Rules and Regulations. Upon retirement with the City, an employee will continue to be covered by the City's plan at no cost to the employee. Coverage will be one-half of the coverage reflected on the most recent annual life insurance adjustment report immediately prior to retirement up to a maximum of \$25,000. Effective July 1, 2008 the minimum amount of coverage per retiree is \$12,500. The number of retired employees covered under the life insurance benefit was 5,099 at June 30, 2017, and the amount of life insurance coverage for these retired employees was \$113,725,000.

**Funding Policy** - In fiscal year 2014, the City of Albuquerque and the Water Utility Authority created a City of Albuquerque Pooled OPEB Trust Fund. Prior to July 1, 2013, the City had been contributing only the amount required to pay retiree life insurance premiums each year. The City has set the contribution rate each year based on an actuarial valuation. The contributions are expected to match or exceed the annual required contribution (ARC) calculated in the actuarial study in accordance with in the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities of the plan for the remainder of the 30 year closed period. Total contributions made for fiscal year ending June 30, 2017 exceeded the annual required contribution. Monthly invoices for retiree life insurance premiums are paid out of the trust. When expected benefit claims exceed retiree premiums, the City is allowed to treat the implicit subsidy as a contribution towards the OPEB liability. The City's total contributions to the trust for the year ending June 30, 2017 were \$2,930,123.

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

Net OPEB obligation at beginning of year	\$ 4,014,951
Plus: Projected annual OPEB costs	
Interest on net OPEB obligation at beginning of year	221,604
Annual required contribution (ARC) for current fiscal year	3,057,536
ARC adjustment for current fiscal year	(266,780)
	3,012,360
Less: Employer contribution	(1,860,129)
Implicit subsidy	(1,069,994)
Net OPEB obligation at end of year	\$ 4,097,188

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for 2017 and the three preceding years were as follows:

Fiscal Year-ended	OPEB Contributions	Annual Required Contribution	Percentage Contributed
6/30/2014	\$ 11,141,759	\$ 3,259,587	341.82 %
6/30/2015	\$ 3,188,537	\$ 2,867,370	111.20 %
6/30/2016	\$ 3,371,247	\$ 2,954,164	114.12 %
6/30/2017	\$ 2,930,123	\$ 3,057,536	95.83 %

Funding Status and Funding Progress - As of June 30, 2017 the Plan was 30.51% funded using the criteria established by GASBS 45. The actuarial accrued liability for benefits was \$52,979,715. Plan assets as of June 30, 2017 was \$16,166,507. The covered payroll (annual payroll of active employees covered by the Plan) was \$262,468,178 and the ratio of the Unfunded Actuarial Accrued Liability (UAAL) to the covered payroll was 14.03%. The ARC as a percent of payroll is 1.2% of which 0.25% is the normal cost as a percent of payroll. The ARC per active employee is \$555. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events of events far into the future. Examples include assumptions about future employment, mortality, and changes in life expectancies. Amounts determined regarding the funded status of the Plan and the annual required contributions of the City are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress is presented as required supplementary information following the notes to the financial statements.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the Plan as understood by the City and the Plan members and include the types of benefits provided at the time of each valuation and the City's historical pattern of paying for the Plan. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the June 30, 2015, actuarial valuation, the Entry Age Normal (EAN) funding method was used where, for each plan member, the actuarial present value of benefits is levelly spread over the Plan member's earnings or service from entry age to assumed exit age. The EAN cost method is generally regarded by actuaries as the most stable of the funding methods. The goal of GASBS 45 is to match recognition of retiree life expense with the periods during which the benefit is earned and the City's actuary believe that EAN funding method effectively meets that goal in most circumstances. Another important issue in these calculations is the treatment of implicit subsidies where retiree coverage is subsidized by active employee costs. The City pays the same insurance premium rates for both active and retired employees, because the retired employees are on average older than active employees, there is an implicit subsidy of retiree coverage by

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active employee costs, which GASBS 45 generally requires be attributed to the retiree liability. The actuarial assumptions included a 5.0 percent investment rate of return on expected long-term returns on the City's Trust investments calculated on the funded level of the Plan at the valuation date. As of June 30, 2017, the City contributed \$1,860,129, excluding the implicit subsidy. Taxable interest and dividends earned during the year was \$377,752. Realized losses were (\$386,467). The City intends to amortize the UAAL over a thirty-year period under the level percentage of pay method. The remaining amortization period at June 30, 2017, was 22 years. The ARC was based on a 5.0 percent discount rate.

Retiree Health Care Act Contributions

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

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

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

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

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers are 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 who are members of an enhanced retirement plan (state police and adult correctional officer coverage plan 1; municipal police member coverage plans 3, 4 and 5; municipal fire member coverage plan 3, 4 and 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act [10-12B-1 NMSA 1978]), during the fiscal year ended June 30, 2015, 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, 2015, 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's contributions to the RHCA for the years ended June 30, 2017, 2016, and 2015 were \$5,743,608, \$5,526,285, and \$5,394,698, respectively, which equal the required contributions for each year.

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**N. Landfill closure and post-closure care costs**

Federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports a portion of these closure and post-closure care costs in the Refuse Disposal Fund as an operating expense in each period based on landfill capacity used as of each balance sheet date. The \$4,843,853 reported as accrued landfill closure costs from restricted assets at June 30, 2017, represents the cumulative amount reported to date based on the use of 31.1% of the estimated capacity of the Cerro Colorado Landfill.

The City will recognize the remaining estimated cost of closure and post-closure care of \$10,713,403 as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and post-closure care in 2017. The City expects to close the landfill in the year 2075. Actual cost may be higher due to inflation, change in technology, or change in regulations. The City has set aside \$5,399,656 for future post-closure costs. This amount is reported as a restricted asset on the balance sheet. The City expects that future inflation costs will be paid from interest earnings on these annual contributions. However, if interest earnings are inadequate, or additional post-closure care requirements are determined (due to change in technology or applicable laws or regulations, for example); these costs may need to be covered by charges to future landfill users or from future tax revenue.

Annually the City files a financial assurance report for closure and post-closure costs with the New Mexico Department of Environmental Quality as required by 20.9.5.16 NMAC. CDM Smith, an engineering and consulting firm, provides the Solid Waste Department with an Airspace Depletion Analysis report and the analytical data from the report is used to determine the estimated Landfill closure and post-closure care costs.

**O. Risk management**

The City is exposed to various risks of loss related to torts and civil rights claims (including law enforcement and employment related exposures); theft, damage and destruction of its real and personal assets; workers compensation losses; errors and omissions of City officers and officials; and natural disasters. The City uses the Risk Management Fund to account for and finance its uninsured risks of loss. Under this program, the Risk Management Fund provides coverage for up to a maximum of \$2,000,000 for public safety employees and \$1,500,000 for all other employees for each workers' compensation incident, \$1,050,000 for each tort liability claim, and \$50,000 for each City real and contents damage claim. Losses in other categories and catastrophic losses in the mentioned categories are the subject of insurance and/or actuarially reviewed retentions. Whenever a risk exposure is insured, the City continues to benefit from case coverage on claims that were incurred during the insured claim year.

The Risk Management Fund tracks claims on a fund by fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. The claims liabilities reported in the Risk Management Fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends (including frequency and amount of pay-outs), and other economic factors. The estimate of the claims liability also includes amounts for incremental claim adjustments expenses related to specific claims and other claim adjustment expenses regardless of whether allocated to specific claims. Estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate.

In the fiscal year 2013, the City conducted a review of both its philosophy for reserving funds and the tools used to analyze the reported claims liability. As a result of this review, and based on information pertaining to existing claims, the City determined that a higher claims liability was needed. Beginning in fiscal year 2015, the City instituted a "Risk Recovery" plan through an allocation to the respective departments. The original goal was to recover \$36.3 million over ten years. In fiscal years 2015,

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2016 and 2017, \$8.3 million was collected under the plan. In fiscal year 2017 the Recovery Plan was funded at \$3.6 million. Since the initiation of the Recovery Plan the City’s claim experience has benefited from decreased frequency and severity of new claims as well as a positive settlements of older claims. The amount of money needed to achieve the goal of the Recovery Plan now stands at \$13.1 million, a substantial reduction from the original deficit. It is projected that if the current trend for claims development continues and the Recovery Plan is funded annually at the rate of \$3.6 million as originally proposed, the goal can be reached in less than 4 years. This would eliminate the negative net position of \$13.1 million and would ensure that the Risk Fund has sufficient current assets to attain a 65% confidence level of funding. It should be noted that these contributions to the Risk Recovery Plan are subject to annual appropriations by the City Council.

The amounts and change in the Fund’s claims liability in fiscal year 2017 and 2016 were:

	2017	2016
Claims liability at July 1	\$ 92,444,541	\$ 89,542,251
Current year claims and change in estimates	8,128,372	39,911,548
Claims liquidated	(28,646,833)	(37,009,258)
Claims liability at June 30	71,926,080	92,444,541
The components of the claims liability at June 30 are:		
Current portion	24,840,000	23,856,422
Noncurrent portion	47,086,080	68,588,119
Total claims liability	\$ 71,926,080	\$ 92,444,541

**P. Albuquerque Housing Authority – Component Unit**

The Authority reports the following blended component units:

*AHA Rio Vista, LLC* – Created on September 14, 2016, AHA Rio Vista, LLC was organized as a New Mexico single member limited liability company for the purpose of ownership and management of real estate for affordable housing and to engage in activities of providing affordable housing to community members.

AHA Rio Developer, LLC – Created on September 28, 2016, AHA Rio Developer, LLC was organized as a single member limited liability company for the purpose of development and improvement of real estate for affordable housing.

The Authority reports the following discrete component units:

Los Lobos Realty LLC – Created on October 3, 2016, Los Lobos Realty LLC was organized as a New Mexico limited liability company to serve as the general partner of Rio Housing Associates LLLP in connection with the acquisition, development and ownership and operation of an affordable housing development known as Rio Vista Apartments. AHA Rio Vista LLC, a blended component unit of the Authority, is a 51% member of Los Lobos Realty LLC. The financial data for Los Lobos Realty LLC is insignificant and therefore the financial statements for Los Lobos Realty LLC are not presented in the accompanying financial statements.

Rio Housing Associates LLLP – Created on November 10, 2016, Rio Housing Associates LLLP was organized as a New Mexico limited liability limited partnership to acquire and rehabilitate Rio Vista Apartments. Rio Vista Apartments is a 75 unit apartment complex located in Albuquerque, New Mexico that qualify as low income housing units. The acquisition and rehabilitation will be completed as part of a low income tax credit partnership. Los Lobos Realty LLC is the general partner and owns a 0.01% interest in the partnership. Rio Housing Associates LLLP is presented as a discrete component unit in the accompanying financial statements. Rio Housing Associates LLLP follows all applicable FASB standards. Since it does not follow governmental accounting, for presentation purposes, certain transactions may be reflected differently in these financial statements than in its separately issued financial statements in order for it to conform to the presentation of the accompanying financial statements.



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**Q. Commitments and contingencies**

Encumbrances for purchase orders, contracts, and other commitments for expenditures are recorded in memorandum accounts of the City’s governmental funds. Encumbrances lapse for budgetary purposes at the end of each fiscal year and the subsequent year’s appropriations provide authority to complete these transactions. For the General Fund and other operating funds, large non-recurring encumbrances are re-appropriated to the following fiscal year so that the commitment does not cause expenses to exceed appropriations.

Outstanding encumbrances as of June 30, 2017 are reported in the table below.

Government activities:	
Major Funds:	
General Fund	\$ 2,204,375
Capital Acquisition Fund	45,613,271
Nonmajor government funds	<u>21,410,196</u>
Total governmental activities	<u>\$ 69,227,842</u>

In addition, the business-type funds have uncompleted construction and other commitments for construction, improvements and replacements or from operating revenues:

Business-type activities:	
Major Funds:	
Airport Fund	\$ 80,712,884
Refuse Disposal Fund	15,362,619
Transit Fund	36,311,081
Nonmajor business-type funds	<u>2,583,542</u>
Total business-type activities	<u>\$134,970,126</u>

In the normal course of business, the City is subject to certain contingent liabilities and unasserted claims. These contingencies are evaluated in light of their probability of being asserted and the estimatability of the claims. Those claims that are probable and estimable have been accrued in the accompanying financial statements. Claims that are possible and/or not estimable are disclosed herein. Remote claims are monitored until such time as they are resolved, disclosed, or accrued. Except as discussed in the following paragraphs, it is the opinion of City management that the ultimate resolution of other litigation will not have a material effect on the financial position of the City.

The City is a defendant in a legal proceeding that does not fall under the New Mexico Tort Claims Act; this legal proceeding alleges that certain time incurred by some of the City of Albuquerque's Fire Department, Transit Department and other employees are subject to overtime compensation. The ultimate outcome of these legal proceedings cannot presently be determined; the case is currently awaiting the Courts consideration on how the calculations are to be determined. Accordingly, no provision for any additional liability that may result upon the ultimate outcome has been recognized in the accompanying financial statements and schedules.

The City has received a number of Federal and State grants for specific purposes. These grants are subject to audit and may result in requests for reimbursements to granting agencies for expenditures disallowed under the terms of the grants. Based on prior experience, City management believes that such discrepancies, if any, will not be material.

**R. Budget violations**

The City’s spending was in compliance with appropriated budget at all fund levels. The City produces quarterly expenditure reports and provides the information to City Departments in an effort to stay in compliance with budgetary amounts.

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**S. Albuquerque pooled OPEB trust**

The Albuquerque Pooled OPEB Trust Plan (Plan) is a multiple-employer defined benefit OPEB plan administered by the City of Albuquerque. The Plan includes coverage for all City employees. The Plan also includes coverage for employees of the Albuquerque Bernalillo County Water Authority that have been grandfathered into the plan. Albuquerque Bernalillo County Water Authority is a separate legal entity that was formerly a component unit of the City.

The Plan implemented GASB Statement No. 74 in fiscal year 2017. As of June 30, 2017, the Plan reported a Total OPEB Liability of \$54,933,587, Net Fiduciary Position of \$17,016,571 and a Net OPEB liability of \$37,978,359. A detailed explanation of the plan, investments, actuarial assumptions, discount rate, and net OPEB liability are included in the Plan's separately issued report. A separate report is issued for the Plan and can be obtained from the Accounting Division at P.O. Box 1293, Room 8010, 8th Floor, Albuquerque, NM 87103.

**T. Service concession arrangements**

At the end of the current year, the City of Albuquerque entered into a development agreement with the One Central Operating Associates, LLC (developer), under which the City of Albuquerque will manage, collect, and retain revenues for the parking facility for a term of three hundred (300) months. The City of Albuquerque paid the developer a lump-sum payment of \$17.5 million and is required to operate and maintain the parking facility in accordance with the executed contract. The operating agreement will include an irrevocable option to purchase the Parking Facility from the developer commencing with the 120<sup>th</sup> month following the Certificate of Occupancy. The City of Albuquerque entered into this agreement to enhance the development of the downtown area and increase parking revenues. The City of Albuquerque has recognized an intangible asset in the amount of \$17.5 million at year-end pursuant to the development agreement.

**U. Tax abatements**

*Facts and assumptions*

The City of Albuquerque negotiates property tax abatements on an individual basis. The City has tax abatement agreements with eleven entities as of June 30, 2017. Each agreement was negotiated under the State of New Mexico Article 32, Industrial Revenue Bonds (IRB's) allowing local municipal governments to abate property taxes and other state taxes such as investment tax credits (ITC's) for a variety of economic development purposes. The abatement for real property tax is based on the total value of the property which is determined and reported by the County Assessor. Taxable value is 1/3 of this amount and the rate for the City of Albuquerque is reported. Personal property tax abatement for equipment purchased with the IRB's is reported by the recipient. None of the firms receiving abatement were in direct competition with other firms. It was the assumption that the abatements would provide additional revenues through gross receipts tax through the hiring of employees. The estimate offset the loss in property tax revenue. Most of the equipment has been fully depreciated. Where the City of Albuquerque could identify personal property an estimate was made based on the current payment in lieu of taxes calculations. Other governments were affected by the abatements. All entities affected by the abatements were provided the required documentation. Information related to the reduction of property tax abatements affecting the City of Albuquerque for the fiscal year ended June 30, 2017 is:

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Agency number	6004	6004	6004
Agency name	City of Albuquerque, NM	City of Albuquerque, NM	City of Albuquerque, NM
Agency type	Municipal Government	Municipal Government	Municipal Government
Tax abatement agreement name	CVI Laser IRB	El Encanto/Bueno Foods IRB	General Mills IRB
Recipient(s) of tax abatement	CVI Laser	El Encanto/Bueno Foods	General Mills
Parent company(ies) of recipient(s) of tax abatement			
Tax abatement program	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-1998-15	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-1996-47	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-2008-64
Program continued	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)
Specific taxes being abated	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of prop	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax
Legal authority under which tax abatement agreement was entered into	Reduction in assessed value, Compensating tax and ITC	Reduction in assessed value, Compensating tax and ITC	Reduction in assessed value, Compensating tax and ITC
Criteria that make a recipient eligible to receive a tax abatement	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depr
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)			
How is the amount of the tax abatement determined?	No	No	Yes
Are there provisions for recapturing abated taxes? (Y or N)			PILOT- Based on 4% of abatement and in 2017 was \$ 33,202
Provisions for recapturing abated taxes, including the conditions under which abated taxes become eligible for recapture			\$33,202
PILOT Amount			
List each specific commitment made by the recipient of the abatement.	Hiring of employees	Hiring of employees	Hiring of employees
Accrued gross dollar amount by which the government's tax revenues were reduced	\$13,750	\$21,447	\$199,460
Payments in Lieu of Taxes (PILOTs), authority and payment, including the agency that is supposed to receive the payment	N/A	N/A	PILOT-Based on 4% of abatement
Payments in Lieu of Taxes (PILOTs) payments received in FY2017	N/A	N/A	\$33,202
Payments in Lieu of Taxes (PILOTs), name of the agency and amount of payments received in the current fiscal year	N/A	N/A	N/A
Specific commitment made other than the tax abatement (by City or other Govts)	N/A	N/A	N/A
Any other governments affected by this tax abatement agreement? (Y or N)	Yes	Yes	Yes
Legal basis for omission of any information required by GASB 77 or SAO.	N/A	N/A	N/A

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Agency number	6004	6004	6004
Agency name	City of Albuquerque, NM	City of Albuquerque, NM	City of Albuquerque, NM
Agency type	Municipal Government	Municipal Government	Municipal Government
Tax abatement agreement name	General Tech IRB	Hotel Andaluz IRB	Hotel Parq IRB
Recipient(s) of tax abatement	General Tech	Hotel Andaluz	Hotel Parq
Parent company(ies) of recipient(s) of tax abatement			
Tax abatement program	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-1998-49	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-2007-62	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-2008-61
Program continued	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)
Specific taxes being abated	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax
Legal authority under which tax abatement agreement was entered into	Reduction in assessed value, Compensating tax and ITC	Reduction in assessed value, Compensating tax and ITC	Reduction in assessed value, Compensating tax and ITC
Criteria that make a recipient eligible to receive a tax abatement	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully dep
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)			
How is the amount of the tax abatement determined?			
Are there provisions for recapturing abated taxes? (Y or N)	No	Yes	Yes
Provisions for recapturing abated taxes, including the conditions under which abated taxes become eligible for recapture		PILOT- Based on 2.5% of tax abatement And in 2017 was \$6,177.94	PILOT- Based on 3.5% of abatement and in 2017 was \$ 5,936
PILOT Amount		\$6,178	\$5,936
List each specific commitment made by the recipient of the abatement.	Hiring of employees	Hiring of employees	Hiring of employees
Accrued gross dollar amount by which the government's tax revenues were reduced	\$16,113	\$60,196	\$40,755
Payments in Lieu of Taxes (PILOTs), authority and payment, including the agency that is supposed to receive the payment	N/A	PILOT-Based on 2.5% of abatement	PILOT-Based on 3.5% of abatement
Payments in Lieu of Taxes (PILOTs) payments received in FY2017	N/A	\$6,178	\$5,936
Payments in Lieu of Taxes (PILOTs), name of the agency and amount of payments received in the current fiscal year	N/A	N/A	N/A
Specific commitment made other than the tax abatement (by City or other Govts)	N/A	N/A	N/A
Any other governments affected by this tax abatement agreement? (Y or N)	Yes	Yes	Yes
Legal basis for omission of any information required by GASB 77 or SAO.	N/A	N/A	N/A

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Agency number	6004	6004	6004
Agency name	City of Albuquerque, NM	City of Albuquerque, NM	City of Albuquerque, NM
Agency type	Municipal Government	Municipal Government	Municipal Government
Tax abatement agreement name	Karsten IRB	Ktech (currently owned by Raytheon) IRB	MCT IRB
Recipient(s) of tax abatement	Karsten	Ktech (currently owned by Raytheon)	MCT
Parent company(ies) of recipient(s) of tax abatement			
Tax abatement program	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-1997-41	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-2001-47 2005-110 & 108	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS
Program continued	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)
Specific taxes being abated	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax
Legal authority under which tax abatement agreement was entered into	Reduction in assessed value, Compensating tax and ITC	Reduction in assessed value, Compensating tax and ITC	Reduction in assessed value, Compensating tax and ITC
Criteria that make a recipient eligible to receive a tax abatement	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)			
How is the amount of the tax abatement determined? Are there provisions for recapturing abated taxes? (Y or N)	No	No	No
Provisions for recapturing abated taxes, including the conditions under which abated taxes become eligible for recapture			
PILOT Amount			
List each specific commitment made by the recipient of the abatement.	Hiring of employees	Hiring of employees	Hiring of employees
Accrued gross dollar amount by which the government's tax revenues were reduced	\$23,319	\$44,736	\$23,520
Payments in Lieu of Taxes (PILOTs), authority and payment, including the agency that is supposed to receive the payment	N/A	N/A	N/A
Payments in Lieu of Taxes (PILOTs) payments received in FY2017	N/A	N/A	N/A
Payments in Lieu of Taxes (PILOTs), name of the agency and amount of payments received in the current fiscal year	N/A	N/A	N/A
Specific commitment made other than the tax abatement (by City or other Govts)	N/A	N/A	N/A
Any other governments affected by this tax abatement agreement? (Y or N)	Yes	Yes	Yes
Legal basis for omission of any information required by GASB 77 or SAO.	N/A	N/A	N/A

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Agency number	6004	6004
Agency name	City of Albuquerque, NM	City of Albuquerque, NM
Agency type	Municipal Government	Municipal Government
Tax abatement agreement name	Sun Healthcare IRB	T-Mobile IRB
Recipient(s) of tax abatement	Sun Healthcare	T-Mobile
Parent company(ies) of recipient(s) of tax abatement		
Tax abatement program	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-1997-83	NM State Statute Article 32 IRB COA Ordinance § 3-2-15 IRB PROJECTS O-1997-9
Program continued	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)
Specific taxes being abated	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax
Legal authority under which tax abatement agreement was entered into	Reduction in assessed value, Compensating tax and ITC Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Reduction in assessed value, Compensating tax and ITC Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated
Criteria that make a recipient eligible to receive a tax abatement		
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)		
How is the amount of the tax abatement determined?		
Are there provisions for recapturing abated taxes? (Y or N)	No	No
Provisions for recapturing abated taxes, including the conditions under which abated taxes become eligible for recapture		
PILOT Amount		
List each specific commitment made by the recipient of the abatement.	Hiring of employees	Hiring of employees
Accrued gross dollar amount by which the government's tax revenues were reduced	\$52,365	\$22,738
Payments in Lieu of Taxes (PILOTs), authority and payment, including the agency that is supposed to receive the payment	N/A	N/A
Payments in Lieu of Taxes (PILOTs) payments received in FY2017	N/A	N/A
Payments in Lieu of Taxes (PILOTs), name of the agency and amount of payments received in the current fiscal year	N/A	N/A
Specific commitment made other than the tax abatement (by City or other Govts)	N/A	N/A
Any other governments affected by this tax abatement agreement? (Y or N)	Yes	Yes
Legal basis for omission of any information required by GASB 77 or SAO.	N/A	N/A

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Agency number	6004	6004
Agency name	City of Albuquerque, NM	City of Albuquerque, NM
Agency type	Municipal Government	Municipal Government
Tax abatement agreement name	Roses Southwest Papers IRB	Emcore IRB
Recipient(s) of tax abatement	Roses Southwest Papers	Emcore
Parent company(ies) of recipient(s) of tax abatement		
Tax abatement program	NM State Statute Article 32 IRB	NM State Statute Article 32 IRB
Program continued	COA Ordinance § 3-2-15 IRB PROJECTS	COA Ordinance § 3-2-15 IRB PROJECTS O-1998-15 & O-2008-36
Specific taxes being abated	Property Tax, Other State Taxes (ITC"S)	Property Tax, Other State Taxes (ITC"S)
Legal authority under which tax abatement agreement was entered into	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax	Article VII state statutes property tax Not in direct competition, generated GRT through hiring of employees, expected to offset loss of property tax
Criteria that make a recipient eligible to receive a tax abatement	Reduction in assessed value, Compensating tax and ITC	Reduction in assessed value, Compensating tax and ITC
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated	Property Tax: Taxable value * 1/3 * tax rate. IRB is reported by recipient, equipment fully depreciated
How is the amount of the tax abatement determined?		
Are there provisions for recapturing abated taxes? (Y or N)	No	No
Provisions for recapturing abated taxes, including the conditions under which abated taxes become eligible for recapture		
PILOT Amount		
List each specific commitment made by the recipient of the abatement.	Hiring of employees	Hiring of employees
Accrued gross dollar amount by which the government's tax revenues were reduced	\$16,758	\$55,921
Payments in Lieu of Taxes (PILOTs), authority and payment, including the agency that is supposed to receive the payment	N/A	N/A
Payments in Lieu of Taxes (PILOTs) payments received in FY2017	N/A	N/A
Payments in Lieu of Taxes (PILOTs), name of the agency and amount of payments received in the current fiscal year	N/A	N/A
Specific commitment made other than the tax abatement (by City or other Govts)	N/A	N/A
Any other governments affected by this tax abatement agreement? (Y or N)	Yes	Yes
Legal basis for omission of any information required by GASB 77 or SAO.	N/A	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**  
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The City of Albuquerque is subject to tax abatements granted by other agencies. Information related to the reduction of taxes affecting the City of Albuquerque for fiscal year ended June 30, 2017 is:

Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	Desert Willow Apartments Project	SBS Technologies, Inc. Corporate Headquarters Project	West Publishing Corporation Project
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	Desert Willow Limited Partnership	Brunacini Development LTD. CO.	West Publishing Corporation, Southwest Tiburon LLC
Tax abatement program (name and brief description)	Multifamily Housing Refunding Revenue Bonds Series 2008), replacing Series 1998.	Taxable Industrial Revenue Bonds (Series 2004) Real Property, Personal Property, Gross Receipts/Compensating Tax	Taxable Industrial Revenue Bonds (Series 2004A) Real Property, Personal Property, Gross Receipts/Compensating Tax
Specific tax(es) being abated	Real Property tax		
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$35,526.68	\$27,525.21	\$24,531.69
Total amount abated-real property	\$35,526.68	\$27,525.21	\$24,531.69
Total amount abated-personal property			
Total amount abated- GRT			
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A



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Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	Sennheiser New Mexico LLC Project	Verizon Wireless (VAW) LLC Facilities Project	New Mexico Food Distributors, Inc. Project
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	Sennheiser New Mexico LLC	Verizon Wireless (VAW) LLC, Coors/Central Realty LLC	New Mexico Food Distributors, Inc.
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2004) Real Property, Personal Property, Gross Receipts/Compensating Tax	Taxable Industrial Revenue Bonds (Series 2006A) Real Property, Personal Property, Gross Receipts/Compensating Tax	Taxable Industrial Revenue Bonds (Series 2006A) Real Property, Personal Property Tax
Specific tax(es) being abated			
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	N/A	\$77,539.55	\$12,438.36
Total amount abated-real property	-	\$77,539.55	\$7,939.17
Total amount abated-personal property			\$4,499.19
Total amount abated- GRT			
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**  
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Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	CFV Solar Test Laboratory, Inc. Project	US Foods, Inc. Project	Vitality Works, Inc. Project
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	CFV Solar Test Laboratory, Inc.	US Foods, Inc.	Vitality Works, Inc.
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2010)	Taxable Industrial Revenue Bonds (Series 2011)	Taxable Industrial Revenue Bonds (Series 2011)
Specific tax(es) being abated	Real Property, Personal Property Tax	Real Property, Personal Property, Gross Receipts/Compensating Tax	Real Property, Personal Property, Gross Receipts/Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	N/A	N/A	\$27,148.38
Total amount abated-real property	-	-	\$27,148.38
Total amount abated-personal property			
Total amount abated- GRT			
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**  
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Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	Geestamp Solar North America Project	Admiral Beverage Corporation Project	Silver Moon Lodge Project
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	Emcore Solar New Mexico LLC	Admiral Beverage Corporation	Silver Moon Lodge LLLP
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2013)	Taxable Industrial Revenue Bonds (Series 2012) Real Property, Personal Property, Gross Receipts/Compensating Tax	New Mexico Multifamily Housing Revenue Bonds (Series 2013A and 2013B)
Specific tax(es) being abated	Gross Receipts Tax		Real Property tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$3,766.07	\$1,380.91	\$31,624.89
Total amount abated-real property	-		\$31,624.89
Total amount abated-personal property		\$1,380.91	
Total amount abated- GRT	\$3,766.07		
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

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Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	Glenrio LLLP	Flagship Food Group North America LLC	United Poly Systems Project dated 2014)
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	Glenrio LLLP	Flagship Food Group North America LLC	Gold Mesa Investments
Tax abatement program (name and brief description)	New Mexico Multifamily Housing Revenue Bonds (Series 2013)	Taxable Industrial Revenue Bonds (Series 2014)	Taxable Industrial Revenue Bonds Real Property, Personal Property, Gross Receipts/Compensating Tax
Specific tax(es) being abated	Real Property tax	Gross Receipts Tax	
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$468.05	\$39,809.11	\$1,725.79
Total amount abated-real property	\$468.05	-	\$1,725.79
Total amount abated-personal property			
Total amount abated- GRT		\$39,809.11	
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

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Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	The Tortilla Building, LLC Project	Hotel Chaco Project	NM Food Distributors Project (dated 12/29/2015)
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	The Tortilla Building, LLC (lessee) and Flagship Food Group North America LLC (sublessee)	Hotel Chaco, LLC	NM Food Distributors inc
Tax abatement program (name and brief description)	Industrial Development Project Real Property, Personal Property, Gross Receipts/Compensating Tax	Taxable Industrial Revenue Bonds (Series 2015A) Real Property, Personal Property, Gross Receipts/Compensating Tax	Taxable Industrial Revenue Bonds (Series 2015) Real Property, Personal Property, Gross Receipts/Compensating Tax
Specific tax(es) being abated			
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$15,123.87	\$24,884.63	\$10,243.71
Total amount abated-real property	\$15,123.87	\$2,569.09	\$10,243.71
Total amount abated-personal property			
Total amount abated- GRT		\$22,315.54	
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	Vista Plaza Revitalization Project (dated 11/1/2015)	Harrington Project 2015	Rio Bravo Brewing Project dated 2/1/2016)
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	HB Construction and Harrington Properties	Harrington Properties	DRB Properties and Rio Bravo Brewing Co
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2015)	Taxable Industrial Revenue Bonds	Taxable Industrial Revenue Bonds (Series 2016)
Specific tax(es) being abated	Gross Receipts Tax	Real Property tax	Personal Property, Gross Receipts/Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$10,238.25	\$4,693.55	\$1,900.00
Total amount abated-real property	-	\$4,693.55	-
Total amount abated-personal property			
Total amount abated- GRT	\$10,238.25		\$1,900.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

Agency number for agency making the disclosure (abating agency)	5001	5001	5001
Abating agency name	Bernalillo County	Bernalillo County	Bernalillo County
Abating agency type	County	County	County
Tax abatement agreement name	Los Poblanos Project (dated 3/1/2016)	General Mills Operations Project (dated 11/1/2016)	Valencia Retirement Apartments Project (1/1/2000)
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	Rembe Family, LLC	General Mills Operations LLC	Valencia Limited Partnership
Tax abatement program (name and brief description)	Taxable Industrial Revenue Bonds (Series 2016)	Taxable Industrial Revenue Bonds (Series 2016)	Multi-Family Refunding Revenue Bonds (Senior Series 2001A) and MFRR Bonds (Jr Subord Series 2001C)
Specific tax(es) being abated	Personal Property, Gross Receipts/Compensating Tax	Personal Property, Gross Receipts/Compensating Tax	Real and Personal Property Tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$1,167.15	\$19,756.68	\$40,957.34
Total amount abated-real property	-		\$40,957.34
Total amount abated-personal property			
Total amount abated- GRT	\$1,167.15	\$19,756.68	
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2017**

Agency number for agency making the disclosure (abating agency)	5001	452	452
Abating agency name	Bernalillo County	New Mexico Hospital Equipment Loan Council	New Mexico Hospital Equipment Loan Council
Abating agency type	County	State Agency	County
Tax abatement agreement name	Cottonwood Apartment Project	(New Mexico Hospital Equipment Loan Council/Lovelace Health System, Inc. 10/1/2011; 'Lovelace Heart Hospital')	New Mexico Hospital Equipment Loan Council/Lovelace Health System, Inc. 12/1/2007; 'Lovelace Women's Hospital Project'
Name of agency affected by abatement agreement (affected agency)	City of Albuquerque	City of Albuquerque	City of Albuquerque
Agency number of affected agency	6004	6004	6004
Agency type of affected agency	Municipality	Municipality	Municipality
Recipient(s) of tax abatement	GSL Properties Multi-Family Refunding Revenue Bonds (Series 2006A) and Taxable Multi-Family Housing Revenue Bonds	Lovelace Health System, Inc. New Mexico Hospital Equipment Loan Act (New Mexico Statue 58-23-29 )	Lovelace Health System, Inc. New Mexico Hospital Equipment Loan Act (New Mexico Statue 58-23-29 )
Tax abatement program (name and brief description)			
Specific tax(es) being abated	Real and Personal Property Tax	Property Tax	Property Tax
Authority under which abated tax would have been paid to Affected Agency	NMSA §7-37-6	NMSA §7-37-6	NMSA §7-37-6
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$50,130.25	\$73,546.95	N/A
Total amount abated-real property	\$50,130.25	\$73,546.95	-
Total amount abated-personal property			
Total amount abated- GRT			
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the affected agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A	N/A	N/A
If the abating agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A	N/A	N/A



**FINANCIAL SECTION**  
**REQUIRED SUPPLEMENTARY INFORMATION**



**CITY OF ALBUQUERQUE, NEW MEXICO**  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULE OF FUNDING PROCESS PROGRESS FOR LIFE INSURANCE BENEFIT PLAN  
 ALBUQUERQUE POOLED OPEB TRUST FUND  
 YEAR ENDED JUNE 30, 2017

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age Normal	UAAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
6/30/2014	\$ 10,705,827	\$ 47,303,392	\$ 36,597,565	22.63%	\$ 243,300,781	15.04%
6/30/2015	\$ 12,634,569	\$ 50,560,421	\$ 37,925,852	24.99%	\$ 269,614,080	14.07%
6/30/2016	\$ 14,692,095	\$ 51,574,420	\$ 36,882,325	28.49%	\$ 281,349,614	13.11%
6/30/2017	\$ 16,166,507	\$ 52,979,715	\$ 36,813,208	30.51%	\$ 262,468,178	14.03%

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF PENSION CONTRIBUTIONS**  
**PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) OF NEW MEXICO**  
**LAST FISCAL YEAR\***

	Fiscal Year		
	2014	2015	2016
<b>GENERAL MUNICIPAL PLAN</b>			
Contractually required contribution	\$ 14,418,788	\$ 15,235,019	\$ 15,116,693
Contribution in relation to the contractually required contribution	<u>(14,418,788)</u>	<u>(15,235,019)</u>	<u>(15,116,693)</u>
Covered employee payroll	\$ 151,191,059	\$ 166,682,259	\$ 164,738,621
Contributions as a percentage of covered-employee payroll	9.5 %	9.1 %	9.2 %
<b>Police Plan</b>			
Contractually required contribution	\$ 10,278,610	\$ 10,753,611	\$ 10,397,810
Contribution in relation to the contractually required contribution	<u>(10,278,610)</u>	<u>(10,753,611)</u>	<u>(10,397,810)</u>
Covered employee payroll	\$ 55,812,821	\$ 68,877,124	\$ 57,730,969
Contributions as a percentage of covered-employee payroll	18.4 %	15.6 %	18.0 %
<b>Fire Plan</b>			
Contractually required contribution	\$ 7,825,934	\$ 7,909,259	\$ 8,269,385
Contribution in relation to the contractually required contribution	<u>(7,825,934)</u>	<u>(7,909,259)</u>	<u>(8,269,385)</u>
Covered employee payroll	\$ 37,118,229	\$ 43,510,526	\$ 39,998,588
Contributions as a percentage of covered-employee payroll	21.1 %	18.2 %	20.7 %

\* Contribution amounts are reported by PERA. Amounts reported by PERA and the City will differ because of timing differences. Adjustments were made to fiscal year 2014 to reflect required contributions (excludes the amount paid on behalf of the employee)

\*A Full 10-year schedule will be displayed as it becomes available.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABILITY**  
**PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) OF NEW MEXICO**  
**LAST FISCAL YEAR\***

	Fiscal Year		
	2014	2015	2016
<b>GENERAL MUNICIPAL PLAN</b>			
Proportion of the net pension liability (asset)	18.0 %	18.5 %	18.5 %
Proportionate share of the net pension liability (asset)	143,197,639	188,570,318	295,304,139
Covered employee payroll	151,191,059	166,682,259	164,738,624
Proportionate share of the net pension liability (asset)	94.7 %	113.1 %	179.3 %
<b>Police Plan</b>			
Proportion of the net pension liability (asset)	28.0 %	29.0 %	27.7 %
Proportionate share of the net pension liability (asset)	94,045,917	139,610,198	204,088,874
Covered employee payroll	55,812,821	68,877,124	57,730,969
Proportionate share of the net pension liability (asset)	168.5 %	202.7 %	353.5 %
<b>Fire Plan</b>			
Proportion of the net pension liability (asset)	33.0 %	32.1 %	32.8 %
Proportionate share of the net pension liability (asset)	138,010,181	165,523,236	218,590,539
Covered employee payroll	37,118,229	43,510,526	39,998,588
Proportionate share of the net pension liability (asset)	371.8 %	380.4 %	546.5 %
Plan fiduciary net position as a percentage of the total pension liability **	81.3 %	77.0 %	69.2 %

\* Amounts presented for each fiscal year were determined as of fiscal year ended June 30, 2016. A Full 10-year schedule will be displayed as it becomes available.

\*\* This percentage will be the same for all plans

**CITY OF ALBUQUERQUE, NEW MEXICO**  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION RELATAED TO PENSION ACTIVITY  
FOR THE YEAR ENDED JUNE 30, 2017

*Change of benefit terms:* There were no changes to the benefit terms which impact the measurements provided in the Public Employees Retirement Association GASB 67 Supplement Report.

*Change in assumptions:* Actuarial assumptions were changed during the fiscal year. The new actuarial assumptions are contained in Appendix A the Public Employees Retirement Association GASB 67 Supplement Report and are the basis used for the calculations of the TPL contained in the supplemental report. Assumption changes effective June 30, 2015 primarily include lower rate of inflation, changes to rates of mortality, retirement, withdrawal, disability, and salary increases.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GENERAL OBLIGATION BOND DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Budgeted Amounts</u>			Variance with Final Budget- Over/Under
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
<b>REVENUES:</b>				
Taxes	\$ 63,201,000	\$ 63,201,000	\$ 63,842,388	\$ 641,388
Investment earnings	219,000	219,000	556,045	337,045
Total revenues	<u>63,420,000</u>	<u>63,420,000</u>	<u>64,398,433</u>	<u>978,433</u>
<b>EXPENDITURES:</b>				
Debt service:				
Principal retirement	47,391,000	-	-	-
Interest	15,668,000	16,182,000	16,181,729	271
Fiscal agent fees and other fees	500,000	728,000	727,488	512
Total expenditures	<u>63,559,000</u>	<u>16,910,000</u>	<u>16,909,217</u>	<u>783</u>
Excess (Deficiency) of Revenues Over (Under)				
Expenses	<u>(139,000)</u>	<u>46,510,000</u>	<u>47,489,216</u>	<u>979,216</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Premiums on bonds issued	-	613,000	2,547,892	1,934,892
Total other financing sources (uses):	<u>-</u>	<u>613,000</u>	<u>2,547,892</u>	<u>1,934,892</u>
Net change in fund balance	(139,000)	47,123,000	50,037,108	2,914,108
Fund balance, July 1	<u>9,087,409</u>	<u>4,453,409</u>	<u>14,286,280</u>	<u>9,832,871</u>
Fund balance, June 30	<u>\$ 8,948,409</u>	<u>\$ 51,576,409</u>	<u>\$ 64,323,388</u>	<u>\$ 12,746,979</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE**  
**BUDGET AND ACTUAL - CAPITAL ACQUISITION FUND**  
**YEAR ENDED JUNE 30, 2017**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2016	Current Year Actual	Project Budget Remaining June 30, 2017
<u>Capital Acquisition Fund</u>					
Capital Outlay and Other:					
Bosque	\$ 1,000,000	\$ 1,000,086	\$ (86)	\$ -	\$ (86)
City building	7,424,800	7,756,474	(331,674)	-	(331,674)
Community services	71,282,649	49,079,135	22,203,514	5,573,925	16,629,589
Convention Center	25,722,943	24,774,089	948,854	512,162	436,692
Environmental improvements	3,413,214	2,877,629	535,585	199,960	335,625
Facilities and Equipment	133,724,720	84,504,453	49,220,267	24,739,029	24,481,238
Libraries	44,245,431	26,144,349	18,101,082	8,552,264	9,548,818
Miscellaneous capital projects	58,384,162	26,341,506	32,042,656	19,192,232	12,850,424
Museum	18,036,877	10,613,374	7,423,503	1,492,322	5,931,181
Open Space	6,935,515	6,876,419	59,096	-	59,096
Parks and recreation	210,174,537	161,968,224	48,206,313	21,687,116	26,519,197
Planning	13,586,903	13,165,684	421,219	61,588	359,631
Public Safety	131,530,568	110,063,508	21,467,060	12,698,482	8,768,578
Rio Grande Zoo	31,811,319	27,492,125	4,319,194	2,617,396	1,701,798
Senior citizens facility	76,988,239	52,380,526	24,607,713	5,297,288	19,310,425
Storm Sewer	56,644,030	28,361,563	28,282,467	8,300,311	19,982,156
Street improvements	426,990,485	324,034,923	102,955,562	31,942,997	71,012,565
Trails	212,977	132,538	80,439	46,790	33,649
Transit	21,152,344	31,442,617	(10,290,273)	(59,231)	(10,231,042)
Total capital acquisition fund	<u>\$ 1,339,261,713</u>	<u>\$ 989,009,222</u>	<u>\$ 350,252,491</u>	<u>\$ 142,854,631</u>	<u>\$ 207,397,860</u>



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**CITY OF ALBUQUERQUE, NEW MEXICO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE  
CAPITAL ACQUISITION FUND  
YEAR ENDED JUNE 30, 2017

	<u>Bosque</u>	<u>City Building</u>	<u>Community Services</u>	<u>Convention Center</u>
<b>REVENUES:</b>				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Total taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Intergovernmental:				
Grants:				
Federal Highway Administration	-	-	-	-
State Highway Department	-	-	-	-
State Agency of Aging	-	-	-	-
State Dept of Finance & Administration	-	-	173,519	-
State Community Schools	-	-	-	-
Total intergovernmental	<u>-</u>	<u>-</u>	<u>173,519</u>	<u>-</u>
Interest on investments	-	11,349	233,291	7,632
Miscellaneous:				
Sales of real property	-	-	-	-
Contributions in aid of construction/Other Contrib	-	-	9,167	-
Other revenue (expenditure)	-	-	5,221	-
Total miscellaneous	<u>-</u>	<u>-</u>	<u>14,388</u>	<u>-</u>
Total revenues	<u>-</u>	<u>11,349</u>	<u>421,198</u>	<u>7,632</u>
<b>EXPENDITURES</b>				
Capital Outlay	<u>-</u>	<u>-</u>	<u>5,573,925</u>	<u>512,162</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>5,573,925</u>	<u>512,162</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>11,349</u>	<u>(5,152,727)</u>	<u>(504,530)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in from other funds	-	-	-	116,000
Transfers out to other funds	-	-	-	-
Internal transfers in	-	-	130,291	-
Internal transfers out	-	-	(115,849)	-
Proceeds of notes payable and bonds issued	-	-	4,625,000	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>4,639,442</u>	<u>116,000</u>
Net change in fund balances	<u>-</u>	<u>11,349</u>	<u>(513,285)</u>	<u>(388,530)</u>
Fund balances, July 1	<u>145,677</u>	<u>1,296,489</u>	<u>12,667,727</u>	<u>882,073</u>
Fund balances, June 30	<u>\$ 145,677</u>	<u>\$ 1,307,838</u>	<u>\$ 12,154,442</u>	<u>\$ 493,543</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE  
CAPITAL ACQUISITION FUND  
YEAR ENDED JUNE 30, 2017

<u>Environmental Improvements</u>	<u>Facilities &amp; Equipment</u>	<u>Libraries</u>	<u>Miscellaneous Capital Projects</u>	<u>Museum</u>	<u>Open Space</u>	<u>Parks &amp; Recreation</u>
\$ -	\$ -	\$ -	\$ 391,799	\$ -	\$ -	\$ -
-	-	-	391,799	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	1,466,956	546,698	1,136,374	-	1,878,690
-	-	-	-	-	-	512
-	-	1,466,956	546,698	1,136,374	-	1,879,202
-	418,451	51,664	759,348	12,169	(153)	194,605
-	-	-	96,404	-	-	-
-	104,420	-	300,000	-	-	5,000
-	17,703	899,999	-	1,000,000	-	-
-	122,123	899,999	396,404	1,000,000	-	5,000
-	540,574	2,418,619	2,094,249	2,148,543	(153)	2,078,807
199,960	24,739,029	8,552,264	6,192,232	1,492,322	-	21,687,116
199,960	24,739,029	8,552,264	6,192,232	1,492,322	-	21,687,116
(199,960)	(24,198,455)	(6,133,645)	(4,097,983)	656,221	(153)	(19,608,309)
-	250,000	-	-	-	-	1,746,840
-	-	-	(13,000,000)	-	-	-
-	104,610	46,153	15,891	11,128	-	511,872
-	(129,107)	(54,966)	(15,000)	(10,000)	-	(483,895)
100,000	5,605,000	4,110,000	15,250,038	1,900,000	-	13,660,000
100,000	5,830,503	4,101,187	2,250,929	1,901,128	-	15,434,817
(99,960)	(18,367,952)	(2,032,458)	(1,847,054)	2,557,349	(153)	(4,173,492)
(1,411,357)	45,021,830	28,426,889	54,488,381	405,745	(749,149)	24,961,732
\$ (1,511,317)	\$ 26,653,878	\$ 26,394,431	\$ 52,641,327	\$ 2,963,094	\$ (749,302)	\$ 20,788,240

**CITY OF ALBUQUERQUE, NEW MEXICO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE  
CAPITAL ACQUISITION FUND  
YEAR ENDED JUNE 30, 2017

	<u>Planning</u>	<u>Public Safety</u>	<u>Rio Grande Zoo</u>	<u>Senior Citizen Facility</u>
<b>REVENUES:</b>				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Total taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Intergovernmental:				
Grants:				
Federal Highway Administration	-	-	-	-
State Highway Department	75,287	-	-	-
State Agency of Aging	-	-	-	506,526
State Dept of Finance & Administration	(80,000)	5,695	595,497	384,895
State Community Schools	-	-	-	-
Total intergovernmental	<u>(4,713)</u>	<u>5,695</u>	<u>595,497</u>	<u>891,421</u>
Interest on investments	(886,881)	51,366	41,162	165,755
Miscellaneous:				
Sales of real property	-	-	-	-
Contributions in aid of construction/Other Contrib	-	-	-	-
Other revenue (expenditure)	-	369,423	-	-
Total miscellaneous	<u>-</u>	<u>369,423</u>	<u>-</u>	<u>-</u>
Total revenues	<u>(891,594)</u>	<u>426,484</u>	<u>636,659</u>	<u>1,057,176</u>
<b>EXPENDITURES</b>				
Capital Outlay	61,588	12,698,482	2,617,396	5,297,288
Total expenditures	<u>61,588</u>	<u>12,698,482</u>	<u>2,617,396</u>	<u>5,297,288</u>
Excess (deficiency) of revenues over expenditures	<u>(953,182)</u>	<u>(12,271,998)</u>	<u>(1,980,737)</u>	<u>(4,240,112)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in from other funds	-	900,000	-	-
Transfers out to other funds	-	-	-	-
Internal transfers in	105	54,428	40,000	40,942
Internal transfers out	-	(27,529)	(50,576)	(69,103)
Proceeds of notes payable and bonds issued	-	6,160,000	40,000	3,600,000
Total other financing sources (uses)	<u>105</u>	<u>7,086,899</u>	<u>29,424</u>	<u>3,571,839</u>
Net change in fund balances	<u>(953,077)</u>	<u>(5,185,099)</u>	<u>(1,951,313)</u>	<u>(668,273)</u>
Fund balances, July 1	<u>761,934</u>	<u>36,836,602</u>	<u>(8,399,961)</u>	<u>15,758,982</u>
Fund balances, June 30	<u>\$ (191,143)</u>	<u>\$ 31,651,503</u>	<u>\$ (10,351,274)</u>	<u>\$ 15,090,709</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE**  
**CAPITAL ACQUISITION FUND**  
**YEAR ENDED JUNE 30, 2017**

Storm Sewer	Street Improvements	Trails	Transit	Total
\$ -	\$ -	\$ -	\$ -	\$ 391,799
-	-	-	-	391,799
-	(674,039)	-	-	(674,039)
708	5,239,144	-	-	5,315,139
-	-	-	-	506,526
-	-	45,850	-	6,154,174
-	-	-	-	512
708	4,565,105	45,850	-	11,302,312
260,237	811,239	-	111,968	2,243,202
-	120,349	-	-	216,753
-	924,015	-	-	1,342,602
-	79,446	-	-	2,371,792
-	1,123,810	-	-	3,931,147
260,945	6,500,154	45,850	111,968	17,868,460
8,300,311	31,942,997	46,790	(2,859,522)	127,054,340
8,300,311	31,942,997	46,790	(2,859,522)	127,054,340
(8,039,366)	(25,442,843)	(940)	2,971,490	(109,185,880)
-	(250,000)	-	-	2,762,840
-	-	-	(2,800,291)	(15,800,291)
1,435	631,617	1,650	120,000	1,710,122
-	(634,097)	-	(120,000)	(1,710,122)
7,740,000	4,675,000	-	(12,783,000)	54,682,038
7,741,435	4,422,520	1,650	(15,583,291)	41,644,587
(297,931)	(21,020,323)	710	(12,611,801)	(67,541,293)
22,844,039	38,026,491	25,071	6,461,085	278,450,280
\$ 22,546,108	\$ 17,006,168	\$ 25,781	\$ (6,150,716)	\$ 210,908,987

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# CITY OF ALBUQUERQUE, NEW MEXICO

## DESCRIPTION OF NONMAJOR GOVERNMENTAL FUNDS

### SPECIAL REVENUE FUNDS

- COMMUNITY DEVELOPMENT FUND - To account for the sources and uses of Development Block Grants. (7-1-6.11 NMSA 1978)
- FIRE FUND - To account for the proceeds of the City's share of taxes on fire insurance premiums collected by the state, which are required to be used for equipment, maintenance of equipment, or training. (59A-53-5 NMSA 1978)
- LODGERS' TAX FUND - To account for the proceeds of the Lodger's Tax which are required to be used for promotional activities and the acquisition or construction of certain facilities. (3-38-21 NMSA 1978)
- HOSPITALITY TAX FUND - To account for the proceeds of the hospitality Tax of which fifty percent are required to be used for the purpose of purchasing advertising to publicize and promote tourist-related attractions, facilities, and events. The other fifty percent are required to be used to equip and furnish the City of Albuquerque Convention Center. (3-38A NMSA 1978)
- CULTURE AND RECREATION PROJECTS FUND - To account for contributions and donations earmarked for specific projects of Culture and Recreation Department. (Enactment No. 51-1997, R-97-189-12<sup>th</sup> Council)
- ALBUQUERQUE BIOLOGICAL PARK PROJECTS FUND - To account for contributions and donations earmarked for specific projects of the Biological Park. (Enactment No. 51-1997, R-97-182-12<sup>th</sup> Council)
- CITY HOUSING FUND - To account for the revenues and expenditures incurred for the repair and replacement of the City operated subsidized housing. (Enactment No. 110-1984, R-84-112-6<sup>th</sup> Council)
- AIR QUALITY FUND - To account for the operation of the City's Air Pollution Control Program. (9-5-1-13 RO 1994)
- HEART ORDINANCE FUND - To account for license and permit fees dedicated exclusively to programs for free microchipping and free spay and neutering of Companion Animals for Low Income Persons, moderate income persons, seniors, and when possible, the general public. (Enactment No. 18-2006)
- SENIOR SERVICES PROVIDER FUND - To account for costs related to the Area Agency on Aging program operations. (Enactment No. R-2014-024)
- OPERATING GRANTS FUND - To account for various grants from federal and state agencies and other sources which are restricted by the granting agency to expenditures for specified purposes. (Enactment No. 51-1979, 0-79-64-3<sup>rd</sup> Council)
- METROPOLITAN REDEVELOPMENT FUND - To account for the revenues and expenditures incurred in connection with the rehabilitation of historical buildings. Financing is provided by certain property taxes in accordance with the State of New Mexico Metropolitan Redevelopment Code. (3-60A-6 NMSA 1978)
- HOUSING AND NEIGHBORHOOD ECONOMIC DEVELOPMENT FUND - To account for the use of proceeds from repayment of Urban Development Action Grant loans. The proceeds will be used for housing and economic development in pverty regions within the City. (4-2-2 RO 1994)
- LAW ENFORCEMENT PROTECTION FUND - To account for certain state taxes and fees required to be used for law enforcement services. (29-13-6 NMSA 1978)
- GAS ROAD TAX FUND - To account for the proceeds of the City's share of the state shared Gas Tax revenues required to be used for street maintenance. (7-1-6.9 NMSA 1978)
- CITY/COUNTY FACILITIES FUND - To account for rental income and costs of operating City/County facilities. (1984 Joint Powers Agreement)
- ACQUISITION & MANAGEMENT OF OPEN SPACE EXPENDITURES FUND - To account for the investment earnings of the Acquisition and Management of Open Space Permanent Fund that is transferred to this fund and the related expenditures. (Enactment NO. 41-1982, R-82-67-5<sup>th</sup> Council)
- URBAN ENHANCEMENT EXPENDITURES FUND - To account for the investment earnings of the Urban Enhancement Permanent Fund that is transferred to this fund and the related expenditures. (Enactment No. 79-1983,0-83-170-5<sup>th</sup> Council)

# CITY OF ALBUQUERQUE, NEW MEXICO

## DESCRIPTION OF NONMAJOR GOVERNMENTAL FUNDS

### **CAPITAL PROJECTS FUNDS**

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

BIOPARK GROSS RECEIPTS TAX CAPITAL FUND - To account for capital projects for which financing is provided by the BioPark gross receipts tax, grants, and other miscellaneous revenues.

INFRASTRUCTURE TAX FUND - To account for capital projects for which financing is provided by the municipal infrastructure gross receipts, tax, grants, and other miscellaneous revenues.

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

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

### **DEBT SERVICE FUNDS**

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

FIRE DEBT SERVICE FUND - To accumulate monies for payment of principal and interest of debt secured by pledges of revenues from State Fire Protection Fund distributions.

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

### **PERMANENT FUNDS**

ACQUISITION AND MANAGEMENT OF OPEN SPACE PERMANENT FUND - To account for proceeds from the sale of certain properties. The principal of this fund is to be retained intact. The investment earnings are to be used for the acquisition and management of open space land. (Enactment No. 41-1982, R-82-67-5<sup>th</sup> Council)

URBAN ENHANCEMENT PERMANENT FUND - To account for the principal of the Urban Enhancement Fund. The principal of the fund is to remain intact. The investment earnings are to be used to enhance or enrich the appearance and culture of the City. (Enactment No. 69-1983, 0-83-170-5<sup>th</sup> Council)



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	Special Revenue					
	Community Development Fund	Fire Fund	Lodgers Tax Fund	Hospitality Tax Fund	Cultural And Recreation Projects Fund	Albuquerque Biological Park Projects Fund
<b>ASSETS</b>						
Cash, investments, and accrued interest	\$ 3,140	\$ 1,505,318	\$ 950,736	\$ 94,333	\$ 616	\$ 311,356
Cash held by others	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes receivable	-	-	1,302,714	262,305	-	-
Accounts receivable	-	-	-	-	-	202,297
Notes receivable	-	-	-	-	-	-
Rehabilitation loans	2,000,789	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Due from other government units	2,315,360	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	171
Land held for sale	-	-	-	-	-	-
Restricted assets:						
Total assets	<u>\$ 4,319,289</u>	<u>\$ 1,505,318</u>	<u>\$ 2,253,450</u>	<u>\$ 356,638</u>	<u>\$ 616</u>	<u>\$ 513,824</u>
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 243,344	\$ 68,109	\$ 358,012	\$ 44,999	\$ 37,073	\$ 139,743
Contracts and other payable	-	-	-	-	900	-
Accrued employee compensation and benefits	11,075	-	-	-	805	5,653
Current - claims and judgments	-	-	-	-	-	-
Due to other funds	1,725,337	-	-	-	216	-
Unearned revenue	2,275,528	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	<u>4,255,284</u>	<u>68,109</u>	<u>358,012</u>	<u>44,999</u>	<u>38,994</u>	<u>145,396</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred revenue - gasoline taxes	-	-	-	-	-	-
Deferred revenue - hospitality taxes	-	-	-	15,260	-	-
Deferred revenue - lodgers' taxes	-	-	76,298	-	-	-
Deferred revenue - infrastructure taxes	-	-	-	-	-	-
Deferred revenue - special assessments	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>76,298</u>	<u>15,260</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES (DEFICIT)</b>						
Nonspendable	-	-	-	-	-	-
Restricted	64,005	1,437,209	1,819,140	296,379	-	-
Committed	-	-	-	-	-	368,428
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	(38,378)	-
Total fund balances (deficit)	<u>64,005</u>	<u>1,437,209</u>	<u>1,819,140</u>	<u>296,379</u>	<u>(38,378)</u>	<u>368,428</u>
Total liabilities, deferred inflows and net position	<u>\$ 4,319,289</u>	<u>\$ 1,505,318</u>	<u>\$ 2,253,450</u>	<u>\$ 356,638</u>	<u>\$ 616</u>	<u>\$ 513,824</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	Special Revenue						
	City Housing Fund	Air Quality Fund	Heart Ordinance Fund	Senior Services Provider Fund	Operating Grants Fund	Metropolitan Redevelopment Fund	Housing and Economic Development Fund
<b>ASSETS</b>							
Cash, investments, and accrued interest	\$ 2,137,088	\$ 3,504,977	\$ (1)	\$ 563,681	\$ -	\$ 3,838,420	\$ 5,756,720
Cash held by others	252,422	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:							
Taxes receivable	-	-	-	-	-	-	-
Accounts receivable	50,000	1,655	-	-	(101,546)	-	-
Notes receivable	-	-	-	-	-	660,486	-
Rehabilitation loans	-	-	-	-	1,738,897	-	-
Developer loans	-	-	-	-	519,485	925,494	1,233,990
Special Assessments	-	-	-	-	-	-	-
Due from other government units	-	-	-	-	7,033,795	-	-
Due from other funds	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	9,556	-	-
Land held for sale	-	-	-	-	-	-	-
Restricted assets:							
Total assets	<u>\$ 2,439,510</u>	<u>\$ 3,506,632</u>	<u>\$ (1)</u>	<u>\$ 563,681</u>	<u>\$ 9,200,187</u>	<u>\$ 5,424,400</u>	<u>\$ 6,990,710</u>
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>							
<b>LIABILITIES</b>							
Accounts payable	\$ 112,117	\$ 68,089	\$ -	\$ 106,649	\$ 2,989,525	\$ 107,010	\$ 9,243
Contracts and other payable	-	-	-	-	-	-	-
Accrued employee compensation and benefits	-	32,958	-	74,301	115,955	-	-
Current - claims and judgments	-	206,799	-	-	-	-	-
Due to other funds	-	5,191	28	16,485	656,281	-	-
Unearned revenue	50,000	-	-	-	4,717,929	1,585,980	1,233,990
Matured interest payable	-	-	-	-	-	-	-
Total liabilities	<u>162,117</u>	<u>313,037</u>	<u>28</u>	<u>197,435</u>	<u>8,479,690</u>	<u>1,692,990</u>	<u>1,243,233</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Deferred revenue - gasoline taxes	-	-	-	-	-	-	-
Deferred revenue - hospitality taxes	-	-	-	-	-	-	-
Deferred revenue - lodgers' taxes	-	-	-	-	-	-	-
Deferred revenue - infrastructure taxes	-	-	-	-	-	-	-
Deferred revenue - special assessments	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES (DEFICIT)</b>							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	3,193,595	-	366,246	720,497	3,731,410	-
Committed	2,277,393	-	-	-	-	-	5,747,477
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	(29)	-	-	-	-
Total fund balances (deficit)	<u>2,277,393</u>	<u>3,193,595</u>	<u>(29)</u>	<u>366,246</u>	<u>720,497</u>	<u>3,731,410</u>	<u>5,747,477</u>
Total liabilities, deferred inflows and net position	<u>\$ 2,439,510</u>	<u>\$ 3,506,632</u>	<u>\$ (1)</u>	<u>\$ 563,681</u>	<u>\$ 9,200,187</u>	<u>\$ 5,424,400</u>	<u>\$ 6,990,710</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	Special Revenue				
	Law Enforcement Protection Fund	Gas Tax Road Fund	City/County Facilities Fund	Urban Enhancement Expenditures Fund	Special Revenue Total
<b>ASSETS</b>					
Cash, investments, and accrued interest	\$ 697,267	\$ 231,837	\$ 756,245	\$ 876,702	\$ 21,228,435
Cash held by others	-	-	-	-	252,422
Receivables, net of allowance for uncollectible:					
Taxes receivable	-	777,976	-	-	2,342,995
Accounts receivable	-	-	91,350	-	243,756
Notes receivable	-	-	-	-	660,486
Rehabilitation loans	-	-	-	-	3,739,686
Developer loans	-	-	-	-	2,678,969
Special Assessments	-	-	-	-	-
Due from other government units	-	-	-	-	9,349,155
Due from other funds	-	-	-	31,174	31,174
Prepaid items	41,618	-	-	-	51,345
Land held for sale	-	-	-	-	-
Restricted assets:					
Total assets	<u>\$ 738,885</u>	<u>\$ 1,009,813</u>	<u>\$ 847,595</u>	<u>\$ 907,876</u>	<u>\$ 40,578,423</u>
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>					
<b>LIABILITIES</b>					
Accounts payable	\$ 49,572	\$ 73,031	\$ 432,685	\$ 28,494	\$ 4,867,695
Contracts and other payable	-	-	-	-	900
Accrued employee compensation and benefits	376	63,757	13,324	-	318,204
Current - claims and judgments	-	-	-	-	206,799
Due to other funds	6	12,061	2,759	-	2,418,364
Unearned revenue	-	-	-	-	9,863,427
Matured interest payable	-	-	-	-	-
Total liabilities	<u>49,954</u>	<u>148,849</u>	<u>448,768</u>	<u>28,494</u>	<u>17,675,389</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Deferred revenue - gasoline taxes	-	397,652	-	-	397,652
Deferred revenue - hospitality taxes	-	-	-	-	15,260
Deferred revenue - lodgers' taxes	-	-	-	-	76,298
Deferred revenue - infrastructure taxes	-	-	-	-	-
Deferred revenue - special assessments	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>397,652</u>	<u>-</u>	<u>-</u>	<u>489,210</u>
<b>FUND BALANCES (DEFICIT)</b>					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	11,628,481
Committed	688,931	-	394,602	879,382	10,356,213
Assigned	-	463,312	4,225	-	467,537
Unassigned	-	-	-	-	(38,407)
Total fund balances (deficit)	<u>688,931</u>	<u>463,312</u>	<u>398,827</u>	<u>879,382</u>	<u>22,413,824</u>
Total liabilities, deferred inflows and net position	<u>\$ 738,885</u>	<u>\$ 1,009,813</u>	<u>\$ 847,595</u>	<u>\$ 907,876</u>	<u>\$ 40,578,423</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	Capital Projects					
	Special Assessments Capital Fund	BioPark GRT Capital Fund	Infrastructure Tax Fund	Impact Fees Construction Fund	Vehicle and Equipment Replacement Fund	Capital Projects Total
<b>ASSETS</b>						
Cash, investments, and accrued interest	\$ 1,010,515	\$ 10,205,187	\$ 51,595,235	\$ 9,527,747	\$ 1,249,479	\$ 73,588,163
Cash held by others	-	-	-	-	-	-
Receivables, net of allowance for uncollectible:						
Taxes receivable	-	-	6,759,245	-	-	6,759,245
Accounts receivable	-	-	64,129	-	-	64,129
Notes receivable	-	-	-	-	-	-
Rehabilitation loans	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-
Due from other government units	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-
Land held for sale	-	-	-	-	-	-
Restricted assets:						
Total assets	<u>\$ 1,010,515</u>	<u>\$ 10,205,187</u>	<u>\$ 58,418,609</u>	<u>\$ 9,527,747</u>	<u>\$ 1,249,479</u>	<u>\$ 80,411,537</u>
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 632	\$ 112,548	\$ 1,755,200	\$ 205,434	\$ 14,397	\$ 2,088,211
Contracts and other payable	-	-	1,054,483	44,618	-	1,099,101
Accrued employee compensation and benefits	-	-	29,672	-	-	29,672
Current - claims and judgments	-	-	-	-	-	-
Due to other funds	-	-	1,158,636	-	-	1,158,636
Unearned revenue	-	-	-	9,249,166	-	9,249,166
Matured interest payable	-	-	-	-	-	-
Total liabilities	<u>632</u>	<u>112,548</u>	<u>3,997,991</u>	<u>9,499,218</u>	<u>14,397</u>	<u>13,624,786</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Deferred revenue - gasoline taxes	-	-	-	-	-	-
Deferred revenue - hospitality taxes	-	-	-	-	-	-
Deferred revenue - lodgers' taxes	-	-	-	-	-	-
Deferred revenue - infrastructure taxes	-	-	3,556,342	-	-	3,556,342
Deferred revenue - special assessments	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>3,556,342</u>	<u>-</u>	<u>-</u>	<u>3,556,342</u>
<b>FUND BALANCES (DEFICIT)</b>						
Nonspendable	-	-	-	-	-	-
Restricted	-	10,092,639	50,856,905	28,529	-	60,978,073
Committed	1,009,883	-	-	-	-	1,009,883
Assigned	-	-	7,371	-	1,235,082	1,242,453
Unassigned	-	-	-	-	-	-
Total fund balances (deficit)	<u>1,009,883</u>	<u>10,092,639</u>	<u>50,864,276</u>	<u>28,529</u>	<u>1,235,082</u>	<u>63,230,409</u>
Total liabilities, deferred inflows and net position	<u>\$ 1,010,515</u>	<u>\$ 10,205,187</u>	<u>\$ 58,418,609</u>	<u>\$ 9,527,747</u>	<u>\$ 1,249,479</u>	<u>\$ 80,411,537</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2017**

	Debt Service				Permanent Funds			Total Nonmajor Governmental Funds
	Sales Tax Refunding Fund	Fire Debt Service Fund	Special Assessments Debt Service Fund	Debt Service Total	Open Space Trust Fund	Urban Enhancement Fund	Permanent Fund Total	
<b>ASSETS</b>								
Cash, investments, and accrued interest	\$ 17,589,550	\$ 4,970	\$ 6,285,219	\$ 23,879,739	\$ 10,683,745	\$ 7,993,977	\$ 18,677,722	\$ 137,374,059
Cash held by others	-	-	-	-	-	-	-	252,422
Receivables, net of allowance for uncollectible:								
Taxes receivable	-	-	-	-	-	-	-	9,102,240
Accounts receivable	-	-	40,552	40,552	-	-	-	348,437
Notes receivable	-	-	-	-	-	-	-	660,486
Rehabilitation loans	-	-	-	-	-	-	-	3,739,686
Developer loans	-	-	-	-	-	-	-	2,678,969
Special Assessments	-	-	14,912,481	14,912,481	-	-	-	14,912,481
Due from other government units	-	-	-	-	-	-	-	9,349,155
Due from other funds	-	-	-	-	-	-	-	31,174
Prepaid items	-	423	-	423	-	-	-	51,768
Land held for sale	-	-	-	-	2,287,306	-	2,287,306	2,287,306
Restricted assets:								
Total assets	<u>\$ 17,589,550</u>	<u>\$ 5,393</u>	<u>\$ 21,238,252</u>	<u>\$ 38,833,195</u>	<u>\$ 12,971,051</u>	<u>\$ 7,993,977</u>	<u>\$ 20,965,028</u>	<u>\$ 180,788,183</u>
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>								
<b>LIABILITIES</b>								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,955,906
Contracts and other payable	-	-	-	-	-	-	-	1,100,001
Accrued employee compensation and benefits	-	-	-	-	-	-	-	347,876
Current - claims and judgments	-	-	-	-	-	-	-	206,799
Due to other funds	-	-	-	-	-	31,174	31,174	3,608,174
Unearned revenue	-	-	-	-	-	-	-	19,112,593
Matured interest payable	4,840,053	-	283,316	5,123,369	-	-	-	5,123,369
Total liabilities	<u>4,840,053</u>	<u>-</u>	<u>283,316</u>	<u>5,123,369</u>	<u>-</u>	<u>31,174</u>	<u>31,174</u>	<u>36,454,718</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Deferred revenue - gasoline taxes	-	-	-	-	-	-	-	397,652
Deferred revenue - hospitality taxes	-	-	-	-	-	-	-	15,260
Deferred revenue - lodgers' taxes	-	-	-	-	-	-	-	76,298
Deferred revenue - infrastructure taxes	-	-	-	-	-	-	-	3,556,342
Deferred revenue - special assessments	-	-	13,297,567	13,297,567	-	-	-	13,297,567
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>13,297,567</u>	<u>13,297,567</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,343,119</u>
<b>FUND BALANCES (DEFICIT)</b>								
Nonspendable	-	-	-	-	12,971,051	7,962,803	20,933,854	20,933,854
Restricted	12,749,497	5,393	7,549,272	20,304,162	-	-	-	92,910,716
Committed	-	-	108,097	108,097	-	-	-	11,474,193
Assigned	-	-	-	-	-	-	-	1,709,990
Unassigned	-	-	-	-	-	-	-	(38,407)
Total fund balances (deficit)	<u>12,749,497</u>	<u>5,393</u>	<u>7,657,369</u>	<u>20,412,259</u>	<u>12,971,051</u>	<u>7,962,803</u>	<u>20,933,854</u>	<u>126,990,346</u>
Total liabilities, deferred inflows and net position	<u>\$ 17,589,550</u>	<u>\$ 5,393</u>	<u>\$ 21,238,252</u>	<u>\$ 38,833,195</u>	<u>\$ 12,971,051</u>	<u>\$ 7,993,977</u>	<u>\$ 20,965,028</u>	<u>\$ 180,788,183</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	Special Revenue					
	Community Development Fund	Fire Fund	Lodgers Tax Fund	Hospitality Tax Fund	Cultural And Recreation Projects Fund	Albuquerque Biological Park Projects Fund
<b>REVENUES</b>						
Taxes:						
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	12,227,254	2,445,451	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental federal	1,907,296	-	-	-	-	-
Intergovernmental - state	-	2,136,740	-	-	-	-
Charges for services	-	2,497	-	-	514,826	130,958
Fines and forfeitures	-	-	-	-	-	-
Investment earnings	2,357	33,875	9,408	2,514	6,414	79
Special assessments	-	-	-	-	-	-
Miscellaneous	(31,568)	13,987	-	-	421,210	1,904,382
Total revenues	<u>1,878,085</u>	<u>2,187,099</u>	<u>12,236,662</u>	<u>2,447,965</u>	<u>942,450</u>	<u>2,035,419</u>
<b>EXPENDITURES</b>						
Current:						
General government	-	-	5,671,910	1,311,973	-	-
Public Safety	-	2,172,822	-	-	-	-
Culture and recreation	244,171	-	-	-	1,284,997	1,687,778
Public works	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health	-	-	-	-	-	-
Human services	991,441	-	-	-	-	-
Housing	834,800	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	245,554	-	-	49,165	28,458
Total expenditures	<u>2,070,412</u>	<u>2,418,376</u>	<u>5,671,910</u>	<u>1,311,973</u>	<u>1,334,162</u>	<u>1,716,236</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(192,327)</u>	<u>(231,277)</u>	<u>6,564,752</u>	<u>1,135,992</u>	<u>(391,712)</u>	<u>319,183</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	-	-
Transfers out	-	(102,000)	(7,023,000)	(1,312,000)	(1,208,000)	-
Gain (loss) on investments	-	-	-	-	-	-
Premiums on bonds issued	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(102,000)</u>	<u>(7,023,000)</u>	<u>(1,312,000)</u>	<u>(1,208,000)</u>	<u>-</u>
Net change in fund balance	<u>(192,327)</u>	<u>(333,277)</u>	<u>(458,248)</u>	<u>(176,008)</u>	<u>(1,599,712)</u>	<u>319,183</u>
Fund balance (deficit), July 1	<u>256,332</u>	<u>1,770,486</u>	<u>2,277,388</u>	<u>472,387</u>	<u>1,561,334</u>	<u>49,245</u>
Fund balance (deficit), June 30	<u>\$ 64,005</u>	<u>\$ 1,437,209</u>	<u>\$ 1,819,140</u>	<u>\$ 296,379</u>	<u>\$ (38,378)</u>	<u>\$ 368,428</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	Special Revenue						
	City Housing Fund	Air Quality Fund	Heart Ordinance Fund	Senior Services Provider Fund	Operating Grants Fund	Metropolitan Redevelopment Fund	Housing and Economic Development Fund
<b>REVENUES</b>							
Taxes:							
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	-	-	-
Licenses and permits	-	3,130,587	106,982	-	-	-	-
Intergovernmental federal	-	-	-	-	21,454,444	-	-
Intergovernmental - state	-	-	-	371,174	385,601	75,000	-
Charges for services	-	-	-	5,918,834	-	48,303	-
Fines and forfeitures	-	-	-	-	-	-	-
Investment earnings	19,126	44,785	(19)	(195)	(9,506)	27,982	59,523
Special assessments	-	-	-	-	-	-	-
Miscellaneous	157,534	223	-	183,667	1,695,334	810,867	432,500
Total revenues	<u>176,660</u>	<u>3,175,595</u>	<u>106,963</u>	<u>6,473,480</u>	<u>23,525,873</u>	<u>962,152</u>	<u>492,023</u>
<b>EXPENDITURES</b>							
Current:							
General government	-	-	-	-	2,034,968	526,286	-
Public Safety	-	-	-	-	3,105,901	-	-
Culture and recreation	-	-	-	-	186,054	-	-
Public works	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health	-	2,911,334	106,982	-	1,786,930	-	-
Human services	-	-	-	6,435,452	21,663,010	-	-
Housing	2,660,366	-	-	-	-	-	232,454
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay	-	40,223	-	250,000	346,757	437,280	-
Total expenditures	<u>2,660,366</u>	<u>2,951,557</u>	<u>106,982</u>	<u>6,685,452</u>	<u>29,123,620</u>	<u>963,566</u>	<u>232,454</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,483,706)</u>	<u>224,038</u>	<u>(19)</u>	<u>(211,972)</u>	<u>(5,597,747)</u>	<u>(1,414)</u>	<u>259,569</u>
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers in	73,027	-	-	-	5,661,028	470,000	-
Transfers out	-	-	-	-	-	-	-
Gain (loss) on investments	-	-	-	-	-	-	-
Premiums on bonds issued	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>73,027</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,661,028</u>	<u>470,000</u>	<u>-</u>
Net change in fund balance	<u>(2,410,679)</u>	<u>224,038</u>	<u>(19)</u>	<u>(211,972)</u>	<u>63,281</u>	<u>468,586</u>	<u>259,569</u>
Fund balance (deficit), July 1	<u>4,688,072</u>	<u>2,969,557</u>	<u>(10)</u>	<u>578,218</u>	<u>657,216</u>	<u>3,262,824</u>	<u>5,487,908</u>
Fund balance (deficit), June 30	<u>\$ 2,277,393</u>	<u>\$ 3,193,595</u>	<u>\$ (29)</u>	<u>\$ 366,246</u>	<u>\$ 720,497</u>	<u>\$ 3,731,410</u>	<u>\$ 5,747,477</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	Special Revenue				Special Revenue Total
	Law Enforcement Protection Fund	Gas Tax Road Fund	City/County Facilities Fund	Urban Enhancement Expenditures Fund	
<b>REVENUES</b>					
Taxes:					
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	14,672,705
Licenses and permits	-	-	-	-	3,237,569
Intergovernmental federal	-	-	-	-	23,361,740
Intergovernmental - state	568,000	4,402,551	-	-	7,939,066
Charges for services	53,976	-	1,006,017	-	7,675,411
Fines and forfeitures	619,781	-	-	-	619,781
Investment earnings	15,143	5,233	4,225	8,645	229,589
Special assessments	-	-	-	-	-
Miscellaneous	294,764	3,353	-	-	5,886,253
Total revenues	<u>1,551,664</u>	<u>4,411,137</u>	<u>1,010,242</u>	<u>8,645</u>	<u>63,622,114</u>
<b>EXPENDITURES</b>					
Current:					
General government	-	-	3,136,135	-	12,681,272
Public Safety	1,533,491	-	-	-	6,812,214
Culture and recreation	-	-	-	147,984	3,550,984
Public works	-	-	-	-	-
Highways and streets	-	5,637,902	-	-	5,637,902
Health	-	-	-	-	4,805,246
Human services	-	-	-	-	29,089,903
Housing	-	-	-	-	3,727,620
Debt service:					
Principal retirement	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	10,951	-	1,408,388
Total expenditures	<u>1,533,491</u>	<u>5,637,902</u>	<u>3,147,086</u>	<u>147,984</u>	<u>67,713,529</u>
Excess (deficiency) of revenues over (under) expenditures	<u>18,173</u>	<u>(1,226,765)</u>	<u>(2,136,844)</u>	<u>(139,339)</u>	<u>(4,091,415)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers in	-	704,000	2,247,000	180,200	9,335,255
Transfers out	(726,000)	-	-	-	(10,371,000)
Gain (loss) on investments	-	-	-	-	-
Premiums on bonds issued	-	-	-	-	-
Total other financing sources (uses)	<u>(726,000)</u>	<u>704,000</u>	<u>2,247,000</u>	<u>180,200</u>	<u>(1,035,745)</u>
Net change in fund balance	<u>(707,827)</u>	<u>(522,765)</u>	<u>110,156</u>	<u>40,861</u>	<u>(5,127,160)</u>
Fund balance (deficit), July 1	<u>1,396,758</u>	<u>986,077</u>	<u>288,671</u>	<u>838,521</u>	<u>27,540,984</u>
Fund balance (deficit), June 30	<u>\$ 688,931</u>	<u>\$ 463,312</u>	<u>\$ 398,827</u>	<u>\$ 879,382</u>	<u>\$ 22,413,824</u>

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



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	Capital Projects					Capital Projects Total
	Special Assessments Capital Fund	BioPark GRT Capital Fund	Infrastructure Tax Fund	Impact Fees Construction Fund	Vehicle and Equipment Replacement Fund	
<b>REVENUES</b>						
Taxes:						
Gross receipts taxes, local option	\$ -	\$ 14,113,357	\$ 38,153,991	\$ -	\$ -	\$ 52,267,348
Lodgers' and hospitality taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental federal	-	-	-	-	-	-
Intergovernmental - state	-	-	-	-	-	-
Charges for services	-	-	-	878,723	-	878,723
Fines and forfeitures	-	-	-	-	-	-
Investment earnings	9,536	101,588	535,402	75,194	15,355	737,075
Special assessments	-	-	-	-	-	-
Miscellaneous	-	30,000	71,750	-	5,707	107,457
Total revenues	<u>9,536</u>	<u>14,244,945</u>	<u>38,761,143</u>	<u>953,917</u>	<u>21,062</u>	<u>53,990,603</u>
<b>EXPENDITURES</b>						
Current:						
General government	-	-	-	144,717	872,987	1,017,704
Public Safety	-	-	-	79,076	-	79,076
Culture and recreation	-	260,985	65,163	21,181	-	347,329
Public works	-	-	-	121,608	-	121,608
Highways and streets	-	-	2,668,277	6,776	-	2,675,053
Health	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	13,365	3,891,321	15,851,042	600,758	-	20,356,486
Total expenditures	<u>13,365</u>	<u>4,152,306</u>	<u>18,584,482</u>	<u>974,116</u>	<u>872,987</u>	<u>24,597,256</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,829)</u>	<u>10,092,639</u>	<u>20,176,661</u>	<u>(20,199)</u>	<u>(851,925)</u>	<u>29,393,347</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	-	-	-	-	500,000	500,000
Transfers out	-	-	(17,991,332)	-	-	(17,991,332)
Gain (loss) on investments	-	-	-	-	-	-
Premiums on bonds issued	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(17,991,332)</u>	<u>-</u>	<u>500,000</u>	<u>(17,491,332)</u>
Net change in fund balance	<u>(3,829)</u>	<u>10,092,639</u>	<u>2,185,329</u>	<u>(20,199)</u>	<u>(351,925)</u>	<u>11,902,015</u>
Fund balance (deficit), July 1	1,013,712	-	48,678,947	48,728	1,587,007	51,328,394
Fund balance (deficit), June 30	<u>\$ 1,009,883</u>	<u>\$ 10,092,639</u>	<u>\$ 50,864,276</u>	<u>\$ 28,529</u>	<u>\$ 1,235,082</u>	<u>\$ 63,230,409</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	Debt Service				Permanent Funds			Total Nonmajor Governmental Funds
	Sales Tax Refunding Fund	Fire Debt Service Fund	Special Assessments Debt Service Fund	Debt Service Total	Open Space Trust Fund	Urban Enhancement Fund	Permanent Fund Total	
<b>REVENUES</b>								
Taxes:								
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 52,267,348
Lodgers' and hospitality taxes	-	-	-	-	-	-	-	14,672,705
Licenses and permits	-	-	-	-	-	-	-	3,237,569
Intergovernmental federal	-	-	-	-	-	-	-	23,361,740
Intergovernmental - state	-	-	-	-	-	-	-	7,939,066
Charges for services	-	-	100,760	100,760	-	-	-	8,654,894
Fines and forfeitures	-	-	-	-	-	-	-	619,781
Investment earnings	196,494	(412)	85,667	281,749	(16,040)	(57,227)	(73,267)	1,175,146
Special assessments	-	-	3,654,787	3,654,787	-	-	-	3,654,787
Miscellaneous	-	-	-	-	-	-	-	5,993,710
Total revenues	<u>196,494</u>	<u>(412)</u>	<u>3,841,214</u>	<u>4,037,296</u>	<u>(16,040)</u>	<u>(57,227)</u>	<u>(73,267)</u>	<u>121,576,746</u>
<b>EXPENDITURES</b>								
Current:								
General government	-	-	134,791	134,791	13,516	-	13,516	13,847,283
Public Safety	-	-	-	-	-	-	-	6,891,290
Culture and recreation	-	-	-	-	-	-	-	3,898,313
Public works	-	-	-	-	-	-	-	121,608
Highways and streets	-	-	-	-	-	-	-	8,312,955
Health	-	-	-	-	-	-	-	4,805,246
Human services	-	-	-	-	-	-	-	29,089,903
Housing	-	-	-	-	-	-	-	3,727,620
Debt service:								
Principal retirement	-	62,407	858,534	920,941	-	-	-	920,941
Interest	9,550,941	38,636	579,510	10,169,087	-	-	-	10,169,087
Capital outlay	-	-	-	-	-	-	-	21,764,874
Total expenditures	<u>9,550,941</u>	<u>101,043</u>	<u>1,572,835</u>	<u>11,224,819</u>	<u>13,516</u>	<u>-</u>	<u>13,516</u>	<u>103,549,120</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,354,447)</u>	<u>(101,455)</u>	<u>2,268,379</u>	<u>(7,187,523)</u>	<u>(29,556)</u>	<u>(57,227)</u>	<u>(86,783)</u>	<u>18,027,626</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers in	19,698,000	102,000	-	19,800,000	-	-	-	29,635,255
Transfers out	-	-	-	-	(146,840)	(180,200)	(327,040)	(28,689,372)
Gain (loss) on investments	-	-	-	-	(4,291,785)	-	(4,291,785)	(4,291,785)
Premiums on bonds issued	2,502	-	-	2,502	-	-	-	2,502
Total other financing sources (uses)	<u>19,700,502</u>	<u>102,000</u>	<u>-</u>	<u>19,802,502</u>	<u>(4,438,625)</u>	<u>(180,200)</u>	<u>(4,618,825)</u>	<u>(3,343,400)</u>
Net change in fund balance	<u>10,346,055</u>	<u>545</u>	<u>2,268,379</u>	<u>12,614,979</u>	<u>(4,468,181)</u>	<u>(237,427)</u>	<u>(4,705,608)</u>	<u>14,684,226</u>
Fund balance (deficit), July 1	<u>2,403,442</u>	<u>4,848</u>	<u>5,388,990</u>	<u>7,797,280</u>	<u>17,439,232</u>	<u>8,200,230</u>	<u>25,639,462</u>	<u>112,306,120</u>
Fund balance (deficit), June 30	<u>\$ 12,749,497</u>	<u>\$ 5,393</u>	<u>\$ 7,657,369</u>	<u>\$ 20,412,259</u>	<u>\$ 12,971,051</u>	<u>\$ 7,962,803</u>	<u>\$ 20,933,854</u>	<u>\$ 126,990,346</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
U.S. Dept. of Housing & Urban Development	\$ 53,341,053	\$ 42,691,117	\$ 10,649,936	\$ 1,907,296	\$ 8,742,640
N.M. Board of Finance	7,000,000	5,274,090	1,725,910	-	1,725,910
Interest:					
Investment earnings	-	44	(44)	2,357	(2,401)
Miscellaneous:					
Liens and recoveries	1,849,654	4,822,616	(2,972,962)	97,095	(3,070,057)
Other miscellaneous	-	867,379	(867,379)	(128,663)	(738,716)
Total revenues	<u>62,190,707</u>	<u>53,655,246</u>	<u>8,535,461</u>	<u>1,878,085</u>	<u>6,657,376</u>
<b>EXPENDITURES:</b>					
Current:					
Community recreation	14,347,676	12,323,609	2,024,067	121,648	1,902,419
Health & social services	14,883,816	10,791,285	4,092,531	991,441	3,101,090
Accounting	12,719,838	11,180,575	1,539,263	122,523	1,416,740
Affordable housing	21,138,813	19,204,436	1,934,377	834,800	1,099,577
Total expenditures	<u>63,090,143</u>	<u>53,499,905</u>	<u>9,590,238</u>	<u>2,070,412</u>	<u>7,519,826</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(899,436)</u>	<u>155,341</u>	<u>(1,054,777)</u>	<u>(192,327)</u>	<u>(862,450)</u>
Net change in fund balance	<u>\$ (899,436)</u>	<u>\$ 155,341</u>	<u>\$ (1,054,777)</u>	<u>(192,327)</u>	<u>\$ (862,450)</u>
Fund balance, July 1				<u>256,332</u>	
Fund balance, June 30				<u>\$ 64,005</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - FIRE FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Intergovernmental - state	\$ 1,987,642	\$ 1,987,642	\$ 2,136,740	\$ 149,098
Charges for services	-	-	2,497	2,497
Interest:				
Investment earnings	5,000	5,000	33,875	28,875
Miscellaneous	-	-	13,987	13,987
Total revenues	<u>1,992,642</u>	<u>1,992,642</u>	<u>2,187,099</u>	<u>194,457</u>
<b>EXPENDITURES:</b>				
Current:				
Public safety:				
Fire special improvements	1,781,000	2,419,000	2,418,376	624
Total expenditures	<u>1,781,000</u>	<u>2,419,000</u>	<u>2,418,376</u>	<u>624</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>211,642</u>	<u>(426,358)</u>	<u>(231,277)</u>	<u>195,081</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	<u>(102,000)</u>	<u>(102,000)</u>	<u>(102,000)</u>	-
Total other financing sources (uses)	<u>(102,000)</u>	<u>(102,000)</u>	<u>(102,000)</u>	-
Net change in fund balance	109,642	(528,358)	(333,277)	195,081
Fund balance, July 1	<u>437,460</u>	<u>(489,540)</u>	<u>1,770,486</u>	<u>(2,260,026)</u>
Fund balance, June 30	<u>\$ 547,102</u>	<u>\$ (1,017,898)</u>	<u>\$ 1,437,209</u>	<u>\$ (2,064,945)</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - LODGERS TAX FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Lodgers' tax	\$ 12,009,000	\$ 12,009,000	\$ 12,227,254	\$ 218,254
Interest:				
Investment earnings	1,000	1,000	9,408	8,408
Total revenues	<u>12,010,000</u>	<u>12,010,000</u>	<u>12,236,662</u>	<u>226,662</u>
<b>EXPENDITURES:</b>				
Current:				
General government				
Lodger's promotion	5,273,000	5,674,000	5,671,910	2,090
Total expenditures	<u>5,273,000</u>	<u>5,674,000</u>	<u>5,671,910</u>	<u>2,090</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>6,737,000</u>	<u>6,336,000</u>	<u>6,564,752</u>	<u>228,752</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfer to Sales Tax Debt Service Fund	(6,513,000)	(6,538,000)	(6,538,000)	-
Transfer to General Fund	(485,000)	(485,000)	(485,000)	-
Total other financing sources (uses)	<u>(6,998,000)</u>	<u>(7,023,000)</u>	<u>(7,023,000)</u>	<u>-</u>
Net change in fund balance	(261,000)	(687,000)	(458,248)	228,752
Fund balance, July 1	851,549	1,366,993	2,277,388	910,395
Fund balance, June 30	<u>\$ 590,549</u>	<u>\$ 679,993</u>	<u>\$ 1,819,140</u>	<u>\$ 1,139,147</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - HOSPITALITY TAX FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Hospitality tax	\$ 2,402,000	\$ 2,402,000	\$ 2,445,451	\$ 43,451
Interest:				
Investment earnings	1,000	1,000	2,514	1,514
Total revenues	<u>2,403,000</u>	<u>2,403,000</u>	<u>2,447,965</u>	<u>44,965</u>
<b>EXPENDITURES:</b>				
Current:				
General government				
Lodger's promotion	1,267,000	1,312,000	1,311,973	27
Total expenditures	<u>1,267,000</u>	<u>1,312,000</u>	<u>1,311,973</u>	<u>27</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,136,000	1,091,000	1,135,992	44,992
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	<u>(1,312,000)</u>	<u>(1,312,000)</u>	<u>(1,312,000)</u>	-
Total other financing sources (uses)	<u>(1,312,000)</u>	<u>(1,312,000)</u>	<u>(1,312,000)</u>	-
Net change in fund balance	(176,000)	(221,000)	(176,008)	44,992
Fund balance, July 1	<u>249,216</u>	<u>385,892</u>	<u>472,387</u>	<u>86,495</u>
Fund balance, June 30	<u>\$ 73,216</u>	<u>\$ 164,892</u>	<u>\$ 296,379</u>	<u>\$ 131,487</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - CULTURAL AND RECREATION PROJECTS FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Charges for services	\$ 7,179,529	\$ 6,806,638	\$ 372,891	\$ 514,826	\$ (141,935)
Interest					
Investment earnings	465,870	583,270	(117,400)	6,414	(123,814)
Miscellaneous	6,817,943	7,109,218	(291,275)	258,289	(549,564)
Contributions	2,743,125	3,056,437	(313,312)	162,921	(476,233)
Total revenues	<u>17,206,467</u>	<u>17,555,563</u>	<u>(349,096)</u>	<u>942,450</u>	<u>(1,291,546)</u>
<b>EXPENDITURES:</b>					
Culture and recreation	<u>17,374,467</u>	<u>15,617,446</u>	<u>1,757,021</u>	<u>1,334,162</u>	<u>422,859</u>
Total expenditures	<u>17,374,467</u>	<u>15,617,446</u>	<u>1,757,021</u>	<u>1,334,162</u>	<u>422,859</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(168,000)</u>	<u>1,938,117</u>	<u>(2,106,117)</u>	<u>(391,712)</u>	<u>(1,714,405)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	355,000	403,401	(48,401)	-	(48,401)
Transfers out	(2,255,000)	(1,047,000)	(1,208,000)	(1,208,000)	-
Insurance recovery	-	257,733	(257,733)	-	(257,733)
Total other financing sources (uses)	<u>(1,900,000)</u>	<u>(385,866)</u>	<u>(1,514,134)</u>	<u>(1,208,000)</u>	<u>(306,134)</u>
Net change in fund balance	<u>\$ (2,068,000)</u>	<u>\$ 1,552,251</u>	<u>\$ (3,620,251)</u>	<u>(1,599,712)</u>	<u>\$ (2,020,539)</u>
Fund balance, July 1				<u>1,561,334</u>	
Fund balance, June 30				<u>\$ (38,378)</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - ALBUQUERQUE BIOLOGICAL PARK PROJECTS FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Charges for services	\$ 2,737,000	\$ 2,505,766	\$ 231,234	\$ 130,958	\$ 100,276
Intergovernmental - state	-	6,234	(6,234)	-	(6,234)
Investment earnings	260,500	218,283	42,217	79	42,138
Miscellaneous	27,453,713	25,325,541	2,128,172	1,904,382	223,790
Total revenues	<u>30,451,213</u>	<u>28,055,824</u>	<u>2,395,389</u>	<u>2,035,419</u>	<u>359,970</u>
<b>EXPENDITURES:</b>					
Culture and recreation	<u>29,187,255</u>	<u>26,686,252</u>	<u>2,501,003</u>	<u>1,716,236</u>	<u>784,767</u>
Total expenditures	<u>29,187,255</u>	<u>26,686,252</u>	<u>2,501,003</u>	<u>1,716,236</u>	<u>784,767</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,263,958</u>	<u>1,369,572</u>	<u>(105,614)</u>	<u>319,183</u>	<u>(424,797)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	83,000	199,585	(116,585)	-	(116,585)
Transfers out	<u>(1,522,000)</u>	<u>(1,522,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(1,439,000)</u>	<u>(1,322,415)</u>	<u>(116,585)</u>	<u>-</u>	<u>(116,585)</u>
Net change in fund balance	<u>\$ (175,042)</u>	<u>\$ 47,157</u>	<u>\$ (222,199)</u>	<u>319,183</u>	<u>\$ (541,382)</u>
Fund balance, July 1				<u>49,245</u>	
Fund balance, June 30				<u>\$ 368,428</u>	



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - CITY HOUSING FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Investment earnings	\$ 1,059,000	\$ 1,365,780	\$ (306,780)	\$ 19,126	\$ (325,906)
Miscellaneous	11,082,467	14,251,655	(3,169,188)	157,534	(3,326,722)
Total revenues	<u>12,141,467</u>	<u>15,617,435</u>	<u>(3,475,968)</u>	<u>176,660</u>	<u>(3,652,628)</u>
<b>EXPENDITURES:</b>					
Current:					
Housing	<u>12,019,780</u>	<u>12,105,391</u>	<u>(85,611)</u>	<u>2,660,366</u>	<u>(2,745,977)</u>
Total expenditures	<u>12,019,780</u>	<u>12,105,391</u>	<u>(85,611)</u>	<u>2,660,366</u>	<u>(2,745,977)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>121,687</u>	<u>3,512,044</u>	<u>(3,390,357)</u>	<u>(2,483,706)</u>	<u>(906,651)</u>
<b>OTHER FINANCING SOURCES</b>					
<b>(USES):</b>					
Transfers in	330,000	1,155,923	(825,923)	73,027	(898,950)
Transfers out	(248,398)	(248,398)	-	-	-
Total other financing sources (uses)	<u>81,602</u>	<u>907,525</u>	<u>(825,923)</u>	<u>73,027</u>	<u>(898,950)</u>
Net change in fund balance	<u>\$ 203,289</u>	<u>\$ 4,419,569</u>	<u>\$ (4,216,280)</u>	<u>(2,410,679)</u>	<u>\$ (1,805,601)</u>
Fund balance, July 1				<u>4,688,072</u>	
Fund balance, June 30				<u>\$ 2,277,393</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - AIR QUALITY FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Licenses and permits				
Authorized vehicle inspection fees	\$ 25,000	\$ 25,000	\$ 3,526	\$ (21,474)
Certified vehicle inspection fees	12,000	12,000	6,265	(5,735)
Certified vehicle paper sales	1,146,000	1,146,000	1,056,296	(89,704)
Dust permits	250,000	250,000	319,604	69,604
Title V operating permits	800,000	800,000	844,709	44,709
Air quality permit fees	750,000	750,000	844,270	94,270
Asbestos notification	45,000	45,000	55,917	10,917
Total licenses and permits	<u>3,028,000</u>	<u>3,028,000</u>	<u>3,130,587</u>	<u>102,587</u>
Investment earnings	8,000	8,000	44,785	36,785
Miscellaneous	-	-	223	223
Total revenues	<u>3,036,000</u>	<u>3,036,000</u>	<u>3,175,595</u>	<u>139,595</u>
<b>EXPENDITURES:</b>				
Environmental Health:				
Title V operating permits	1,651,000	1,708,000	1,682,713	25,287
Vehicle inspections	1,325,000	1,340,000	1,033,512	306,488
Indirect overhead	303,000	303,000	235,332	67,668
Total expenditures	<u>3,279,000</u>	<u>3,351,000</u>	<u>2,951,557</u>	<u>399,443</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(243,000)</u>	<u>(315,000)</u>	<u>224,038</u>	<u>539,038</u>
Net change in fund balance	(243,000)	(315,000)	224,038	539,038
Fund balance, July 1	2,969,557	2,969,557	2,969,557	-
Fund balance, June 30	<u>\$ 2,726,557</u>	<u>\$ 2,654,557</u>	<u>\$ 3,193,595</u>	<u>\$ 539,038</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - HEART ORDINANCE FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Licenses and permits	\$ 79,000	\$ 107,000	\$ 106,982	\$ (18)
Investment earnings	-	-	(19)	(19)
Total revenues	<u>79,000</u>	<u>107,000</u>	<u>106,963</u>	<u>(37)</u>
<b>EXPENDITURES:</b>				
Current:				
Health	74,000	102,000	101,982	18
Indirect overhead	5,000	5,000	5,000	-
Total expenditures	<u>79,000</u>	<u>107,000</u>	<u>106,982</u>	<u>18</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(19)	(19)
Net change in fund balance	-	-	(19)	(19)
Fund balance, July 1	12	(24,988)	(10)	24,978
Fund balance, June 30	<u>\$ 12</u>	<u>\$ (24,988)</u>	<u>\$ (29)</u>	<u>\$ 24,959</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - SENIOR SERVICES PROVIDER FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Charges for services	\$ 6,907,689	\$ 6,907,689	\$ 5,918,834	\$ (988,855)
Investment earnings	-	-	(195)	(195)
Intergovernmental - state	-	-	371,174	371,174
Miscellaneous	321,041	321,041	183,667	(137,374)
Total revenues	<u>7,228,730</u>	<u>7,228,730</u>	<u>6,473,480</u>	<u>(755,250)</u>
<b>EXPENDITURES:</b>				
Current:				
Human services	7,220,000	7,220,000	6,413,746	806,254
Indirect overhead	302,000	302,000	271,706	30,294
Total expenditures	<u>7,522,000</u>	<u>7,522,000</u>	<u>6,685,452</u>	<u>836,548</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(293,270)</u>	<u>(293,270)</u>	<u>(211,972)</u>	<u>81,298</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(293,270)	(293,270)	(211,972)	81,298
Fund balance, July 1	-	(279,278)	578,218	857,496
Fund balance, June 30	<u>\$ (293,270)</u>	<u>\$ (572,548)</u>	<u>\$ 366,246</u>	<u>\$ 938,794</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**BUDGET AND ACTUAL - OPERATING GRANTS FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years'</u> <u>Actual</u>	<u>Project Budget</u> <u>Remaining July</u> <u>1, 2016</u>	<u>Current Year</u> <u>Actual</u>	<u>Project Budget</u> <u>Remaining June</u> <u>30, 2017</u>
<b>REVENUES:</b>					
Intergovernmental:					
Grants:					
U.S. Dept. of Housing & Urban Development	\$ 52,193,254	\$ 41,731,721	\$ 10,461,533	\$ 4,375,105	\$ 6,086,428
U.S. Department of Labor	-	1,775	(1,775)	-	(1,775)
U.S. Environmental Protection Agency	1,085,037	1,317,476	(232,439)	598,376	(830,815)
Federal Aviation Administration	-	-	-	6,476,967	(6,476,967)
U.S. Dept. Health and Human Services	25,633,409	25,756,141	(122,732)	2,777,603	(2,900,335)
U.S. Department of Homeland Security	-	593,572	(593,572)	28,927	(622,499)
U.S. Department of the Treasury	50,000	36,212	13,788	43,325	(29,537)
U.S. Department of Justice	8,750,067	2,470,862	6,279,205	566,078	5,713,127
U.S. Dept. of Justice: Drug Enforcement Agency	103,214	127,331	(24,117)	71,673	(95,790)
U.S. Department of the Interior	120,000	100,000	20,000	-	20,000
Urban Mass Transit	1,307,550	2,737,838	(1,430,288)	(4,368)	(1,425,920)
Federal Emergency Management Agency	1,584,000	1,584,000	-	65,594	(65,594)
W.K. Kellogg Foundation	1,193,353	446,438	746,915	163,814	583,101
N.M. Animal Humane Association	30,000	-	30,000	28,783	1,217
Association of Food and Drug Officials	3,000	-	3,000	710	2,290
N.M. Dept. of H Security and Emerg. Mgmt	3,055,264	2,410,416	644,848	292,630	352,218
N.M. Dept. of Health - Social Services	5,805,267	1,156,320	4,648,947	(79,337)	4,728,284
N.M. Department of Public Safety	7,846,999	5,694,581	2,152,418	766,099	1,386,319
N.M. State Library	251,410	251,410	-	73,460	(73,460)
N.M. Department of Transportation	7,272,709	5,309,776	1,962,933	538,142	1,424,791
N.M. State Office on Aging	42,028,865	35,855,788	6,173,077	325,916	5,847,161
N.M. Board of Finance	235,100	361,626	(126,526)	61,226	(187,752)
N.M. Dept. of Economic Development	-	239,384	(239,384)	-	(239,384)
N.M. Energy and Minerals Dept.	20,100	18,386	1,714	-	1,714
N.M. Cultural Office	40,166	65,450	(25,284)	-	(25,284)
N.M. Children, Youth & Families Dept.	18,718,932	10,866,831	7,852,101	3,188,437	4,663,664
N.M. Youth Conservation Corp. Comm.	219,050	209,380	9,670	-	9,670
N.M. HIDTA	1,883,617	1,626,848	256,769	531,581	(274,812)
N.M. Fire Marshall	278,560	237,193	41,367	132,767	(91,400)
N.M. Department of Tourism	151,000	80,000	71,000	75,047	(4,047)
N.M. Department of Workforce Solutions	282,326	219,738	62,588	4,116	58,472
National Community Services	449,396	-	449,396	190	449,206
National Endowment for the Arts	174,000	148,717	25,283	16,816	8,467
Regional Computer Forensics Lab FBI Reimb.	408,828	518,414	(109,586)	74,093	(183,679)
Community Action Agencies	1,283,919	1,534,245	(250,326)	289,457	(539,783)
Detox Treatment Reimbursement	-	3,131,470	(3,131,470)	-	(3,131,470)
Sober House	-	2,246,075	(2,246,075)	-	(2,246,075)
County Other	1,404,876	2,388,699	(983,823)	356,818	(1,340,641)
MRCOG	-	22,510	(22,510)	-	(22,510)
<b>Total intergovernmental</b>	<b><u>183,863,268</u></b>	<b><u>151,496,623</u></b>	<b><u>32,366,645</u></b>	<b><u>21,840,045</u></b>	<b><u>10,526,600</u></b>
Interest:					
Interest on investments	19,800	183,719	(163,919)	(9,506)	(154,413)
Miscellaneous:					
General government	-	157,640	(157,640)	-	(157,640)
Liens and recoveries	2,742,604	2,902,871	(160,267)	1,370,521	(1,530,788)
Contributions and donations	149,300	136,503	12,797	-	12,797
Other miscellaneous	4,086,310	3,691,634	394,676	324,812	69,864
<b>Total miscellaneous</b>	<b><u>6,978,214</u></b>	<b><u>6,888,648</u></b>	<b><u>89,566</u></b>	<b><u>1,695,333</u></b>	<b><u>(1,605,767)</u></b>
<b>Total revenues</b>	<b><u>190,861,282</u></b>	<b><u>158,568,990</u></b>	<b><u>32,292,292</u></b>	<b><u>23,525,872</u></b>	<b><u>8,766,420</u></b>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**BUDGET AND ACTUAL - OPERATING GRANTS FUND**  
**YEAR ENDED JUNE 30, 2017**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2016	Current Year Actual	Project Budget Remaining June 30, 2017
<b>EXPENDITURES:</b>					
General government:					
Planning-historic preservation	43,037	113,922	(70,885)	-	(70,885)
Transit	6,769,756	7,602,211	(832,455)	925,981	(1,758,436)
Finance and administrative services	22,075	142,691	(120,616)	7,847	128,463
Senior affairs	33,843,959	37,086,169	(3,242,210)	992,514	(4,234,724)
Animal welfare	32,880	-	32,880	31,546	1,334
Solid Waste	159,918	114,439	45,479	77,079	(31,600)
Economic development	(643,727)	2,106	(645,833)	-	(645,833)
Total general government	<u>40,227,898</u>	<u>45,061,538</u>	<u>(4,833,640)</u>	<u>2,034,967</u>	<u>(6,611,681)</u>
Public safety:					
Fire prevention	3,091,687	2,937,731	153,956	183,882	(29,926)
Emergency response	3,365,641	8,499,149	(5,133,508)	46,806	(5,180,314)
Police department	23,726,677	14,147,183	9,579,494	3,101,037	6,478,457
Total public safety	<u>30,184,005</u>	<u>25,584,063</u>	<u>4,599,942</u>	<u>3,331,725</u>	<u>1,268,217</u>
Culture and recreation:					
Library	260,823	259,466	1,357	77,976	(76,619)
Parks and recreation - strategic support	948,393	710,352	238,041	120,107	117,934
Total culture and recreation	<u>1,209,216</u>	<u>969,818</u>	<u>239,398</u>	<u>198,083</u>	<u>41,315</u>
Environmental health	2,147,038	3,225,494	(1,078,456)	1,895,834	(2,974,290)
Human services	159,214,235	118,695,112	40,519,123	21,663,010	18,856,113
Total expenditures	<u>232,982,392</u>	<u>193,536,025</u>	<u>39,446,367</u>	<u>29,123,619</u>	<u>10,579,674</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(42,121,110)</u>	<u>(34,967,035)</u>	<u>(7,154,075)</u>	<u>(5,597,747)</u>	<u>(1,813,254)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	41,950,637	35,565,219	6,385,418	5,661,028	724,390
Net change in fund balance	<u>\$ (170,473)</u>	\$ 598,184	\$ (768,657)	63,281	<u>\$ (1,088,864)</u>
Fund balance, July 1				<u>657,216</u>	
Fund balance, June 30				<u>\$ 720,497</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - METROPOLITAN REDEVELOPMENT FUND**  
**YEAR ENDED JUNE 30, 2017**

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2016	Current Year Actual	Project Budget Remaining June 30, 2017
<b>REVENUES:</b>					
Property taxes	\$ 6,905,585	\$ 6,905,585	\$ -	\$ -	\$ -
Intergovernmental federal	1,000,000	1,000,000	-	-	-
Investment earnings	2,853,600	3,035,250	(181,650)	27,982	(209,632)
Miscellaneous					
Rental of City property	749,804	870,035	(120,231)	480,179	(600,410)
Sales of real property	2,399,173	2,370,280	28,893	156,275	(127,382)
Other miscellaneous	569,844	1,586,175	(1,016,331)	297,716	(1,314,047)
Total revenues	<u>14,478,006</u>	<u>15,767,325</u>	<u>(1,289,319)</u>	<u>962,152</u>	<u>(2,251,471)</u>
<b>EXPENDITURES:</b>					
Current:					
General government	16,912,981	14,526,389	2,386,592	963,566	1,423,026
Total expenditures	<u>16,912,981</u>	<u>14,526,389</u>	<u>2,386,592</u>	<u>963,566</u>	<u>1,423,026</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,434,975)</u>	<u>1,240,936</u>	<u>(3,675,911)</u>	<u>(1,414)</u>	<u>(3,674,497)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	2,105,000	1,635,000	470,000	470,000	-
Total other financing sources (uses)	<u>2,105,000</u>	<u>1,635,000</u>	<u>470,000</u>	<u>470,000</u>	<u>-</u>
Net change in fund balance	<u>\$ (329,975)</u>	<u>\$ 2,875,936</u>	<u>\$ (3,205,911)</u>	468,586	<u>\$ (3,674,497)</u>
Fund balance, July 1				<u>3,262,824</u>	
Fund balance, June 30				<u>\$ 3,731,410</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCE BY PURPOSE  
BUDGET AND ACTUAL - HOUSING AND ECONOMIC DEVELOPMENT FUND  
YEAR ENDED JUNE 30, 2017

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Investment earnings	\$ 202,000	\$ 5,821,766	\$ (5,619,766)	\$ 59,523	\$ (5,679,289)
Miscellaneous	11,691,106	11,438,151	252,955	432,500	(179,545)
Total revenues	<u>11,893,106</u>	<u>17,259,917</u>	<u>(5,366,811)</u>	<u>492,023</u>	<u>(5,858,834)</u>
<b>EXPENDITURES:</b>					
Current:					
Housing	11,893,106	11,065,761	827,345	232,454	594,891
Total expenditures	<u>11,893,106</u>	<u>11,065,761</u>	<u>827,345</u>	<u>232,454</u>	<u>594,891</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>6,194,156</u>	<u>(6,194,156)</u>	<u>259,569</u>	<u>(6,453,725)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 6,194,156</u>	<u>\$ (6,194,156)</u>	<u>259,569</u>	<u>\$ (6,453,725)</u>
Fund balance, July 1				<u>5,487,908</u>	
Fund balance, June 30				<u>\$ 5,747,477</u>	



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - LAW ENFORCEMENT PROTECTION FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Charges for services	\$ 1,840,000	\$ 1,573,515	\$ 266,485	\$ 53,976	\$ 212,509
Investment earnings	573,000	689,032	(116,032)	15,143	(131,175)
Miscellaneous	4,231,000	6,977,816	(2,746,816)	294,764	(3,041,580)
Fines and forfeitures	25,488,000	22,004,999	3,483,001	619,781	2,863,220
Insurance department corrections	8,628,200	7,752,746	875,454	568,000	307,454
Total revenues	<u>40,760,200</u>	<u>38,998,108</u>	<u>1,762,092</u>	<u>1,551,664</u>	<u>210,428</u>
<b>EXPENDITURES:</b>					
Current:					
Law enforcement protection funds act	8,628,200	7,595,116	1,033,084	504,974	528,110
Federal forfeitures program	10,428,000	11,247,973	(819,973)	684,425	(1,504,398)
Crime lab program	1,645,000	1,289,408	355,592	12,953	342,639
DWI forfeitures program	13,158,000	11,002,826	2,155,174	331,139	1,824,035
Total expenditures	<u>33,859,200</u>	<u>31,135,323</u>	<u>2,723,877</u>	<u>1,533,491</u>	<u>1,190,386</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,901,000)</u>	<u>7,862,785</u>	<u>(961,785)</u>	<u>18,173</u>	<u>(979,958)</u>
<b>OTHER FINANCING SOURCES</b>					
<b>(USES):</b>					
Transfers in	1,293,000	1,000,508	292,492	-	292,492
Transfers out	(8,194,000)	(7,470,917)	(723,083)	(726,000)	2,917
Total other financing sources (uses)	<u>(6,901,000)</u>	<u>(6,470,409)</u>	<u>(430,591)</u>	<u>(726,000)</u>	<u>295,409</u>
Net change in fund balance	<u>\$ 26,316,000</u>	<u>\$ 23,398,028</u>	<u>\$ 2,917,972</u>	<u>(707,827)</u>	<u>\$ 2,963,521</u>
Fund balance, July 1				<u>1,396,758</u>	
Fund balance, June 30				<u>\$ 688,931</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - GAS TAX ROAD FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Intergovernmental - state	\$ 4,450,000	\$ 4,850,000	\$ 4,402,551	\$ (447,449)
Investment earnings	-	-	5,233	5,233
Miscellaneous	-	-	3,353	3,353
Total revenues	<u>4,450,000</u>	<u>4,850,000</u>	<u>4,411,137</u>	<u>(438,863)</u>
<b>EXPENDITURES:</b>				
Current:				
Highways and streets	5,333,000	5,387,000	5,386,761	239
Indirect overhead	248,000	252,000	251,141	859
Total expenditures	<u>5,581,000</u>	<u>5,639,000</u>	<u>5,637,902</u>	<u>1,098</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,131,000)</u>	<u>(789,000)</u>	<u>(1,226,765)</u>	<u>(437,765)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	704,000	704,000	704,000	-
Total other financing sources (uses)	<u>704,000</u>	<u>704,000</u>	<u>704,000</u>	<u>-</u>
Net change in fund balance	(427,000)	(85,000)	(522,765)	(437,765)
Fund balance, July 1	<u>(96,122)</u>	<u>(145,122)</u>	986,077	1,131,199
Fund balance, June 30	<u>\$ (523,122)</u>	<u>\$ (230,122)</u>	<u>\$ 463,312</u>	<u>\$ 693,434</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - CITY/COUNTY FACILITIES FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Over/Under</u>
<b>REVENUES:</b>				
Charges for services	\$ 1,083,000	\$ 1,083,000	\$ 1,006,017	\$ (76,983)
Investment earnings	-	-	4,225	4,225
Total revenues	<u>1,083,000</u>	<u>1,083,000</u>	<u>1,010,242</u>	<u>(72,758)</u>
<b>EXPENDITURES:</b>				
Current:				
General government				
City/County building	3,251,000	3,251,000	3,061,086	189,914
Indirect overhead	86,000	86,000	86,000	-
Total expenditures	<u>3,337,000</u>	<u>3,337,000</u>	<u>3,147,086</u>	<u>189,914</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,254,000)</u>	<u>(2,254,000)</u>	<u>(2,136,844)</u>	<u>117,156</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	<u>2,247,000</u>	<u>2,247,000</u>	<u>2,247,000</u>	<u>-</u>
Total other financing sources (uses)	<u>2,247,000</u>	<u>2,247,000</u>	<u>2,247,000</u>	<u>-</u>
Net change in fund balance	(7,000)	(7,000)	110,156	117,156
Fund balance, July 1	<u>12,203</u>	<u>(30,797)</u>	<u>288,671</u>	<u>319,468</u>
Fund balance, June 30	<u>\$ 5,203</u>	<u>\$ (37,797)</u>	<u>\$ 398,827</u>	<u>\$ 436,624</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - URBAN ENHANCEMENT EXPENDITURES FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Investment earnings	\$ 378,665	\$ 133,087	\$ 245,578	\$ 8,645	\$ 236,933
Contributions and donations	10,000	10,000	-	-	-
Other miscellaneous	-	8,818	(8,818)	-	(8,818)
Total revenues	<u>388,665</u>	<u>151,905</u>	<u>236,760</u>	<u>8,645</u>	<u>228,115</u>
<b>EXPENDITURES:</b>					
Current:					
Culture and recreation	<u>2,187,447</u>	<u>758,127</u>	<u>1,429,320</u>	<u>147,984</u>	<u>1,281,336</u>
Total expenditures	<u>2,187,447</u>	<u>758,127</u>	<u>1,429,320</u>	<u>147,984</u>	<u>1,281,336</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,798,782)</u>	<u>(606,222)</u>	<u>(1,192,560)</u>	<u>(139,339)</u>	<u>(1,053,221)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	<u>1,798,782</u>	<u>514,909</u>	<u>1,283,873</u>	<u>180,200</u>	<u>1,103,673</u>
Total other financing sources (uses)	<u>1,798,782</u>	<u>514,909</u>	<u>1,283,873</u>	<u>180,200</u>	<u>1,103,673</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ (91,313)</u>	<u>\$ 91,313</u>	<u>\$ 40,861</u>	<u>\$ 50,452</u>
Fund balance, July 1				<u>838,522</u>	
Fund balance, June 30				<u>\$ 879,383</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - SALES TAX REFUNDING FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Investment earnings	\$ 25,000	\$ 25,000	\$ 196,493	\$ 171,493
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>196,493</u>	<u>171,493</u>
<b>EXPENDITURES:</b>				
Debt service:				
Principal retirement	10,075,000	-	-	-
Interest	8,985,000	9,551,000	9,550,941	59
Total expenditures	<u>19,060,000</u>	<u>9,551,000</u>	<u>9,550,941</u>	<u>59</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(19,035,000)</u>	<u>(9,526,000)</u>	<u>(9,354,448)</u>	<u>171,552</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Premiums on bonds issued	-	-	2,502	2,502
Transfers in	21,173,000	19,698,000	19,698,000	-
Total other financing sources (uses)	<u>21,173,000</u>	<u>19,698,000</u>	<u>19,700,502</u>	<u>2,502</u>
Net change in fund balance	2,138,000	10,172,000	10,346,054	174,054
Fund balance, July 1	<u>5,755,937</u>	<u>2,059,937</u>	<u>2,403,443</u>	<u>343,506</u>
Fund balance, June 30	<u>\$ 7,893,937</u>	<u>\$ 12,231,937</u>	<u>\$ 12,749,497</u>	<u>\$ 517,442</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - FIRE DEBT SERVICE FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
<b>REVENUES:</b>				
Investment earnings	\$ -	\$ -	\$ (412)	\$ (412)
Total revenues	<u>-</u>	<u>-</u>	<u>(412)</u>	<u>(412)</u>
<b>EXPENDITURES:</b>				
Debt service:				
Principal retirement	60,000	60,000	62,407	(2,407)
Interest	42,000	42,000	38,636	3,364
Total expenditures	<u>102,000</u>	<u>102,000</u>	<u>101,043</u>	<u>957</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(102,000)</u>	<u>(102,000)</u>	<u>(101,455)</u>	<u>545</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	102,000	102,000	102,000	-
Total other financing sources (uses)	<u>102,000</u>	<u>102,000</u>	<u>102,000</u>	<u>-</u>
Net change in fund balance	-	-	545	545
Fund balance, July 1	673	673	4,848	4,175
Fund balance, June 30	<u>\$ 673</u>	<u>\$ 673</u>	<u>\$ 5,393</u>	<u>\$ 4,720</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL**  
**BUDGET AND ACTUAL - BIOPARK GRT CAPITAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Gross receipts taxes, local option	\$ 31,400,000	\$ -	\$ 31,400,000	\$ 14,113,357	\$ 17,286,643
Investment earnings	357	-	357	101,588	(101,231)
Miscellaneous	-	-	-	30,000	(30,000)
Total revenues	<u>31,400,357</u>	<u>-</u>	<u>31,400,357</u>	<u>14,244,945</u>	<u>17,155,412</u>
<b>EXPENDITURES:</b>					
Culture and recreation	<u>31,400,357</u>	<u>-</u>	<u>31,400,357</u>	<u>4,152,306</u>	<u>27,248,051</u>
Total expenditures	<u>31,400,357</u>	<u>-</u>	<u>31,400,357</u>	<u>4,152,306</u>	<u>27,248,051</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,092,639</u>	<u>(10,092,639)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,092,639</u>	<u>\$ (10,092,639)</u>
Fund balance, July 1				<u>-</u>	
Fund balance, June 30				<u>\$ 10,092,639</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE**  
**BUDGET AND ACTUAL - INFRASTRUCTURE TAX FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<u>Infrastructure Tax Fund</u>					
Capital Outlay and Other:					
Street improvements	\$ 401,612,367	\$ 327,736,802	\$ 73,875,565	\$ 16,243,781	\$ 57,631,784
Trails	24,924,297	19,041,247	5,883,050	2,340,701	3,542,349
Transit	150,484,193	139,695,954	10,788,239	17,991,332	(7,203,093)
Total infrastructure tax fund	<u>\$ 577,020,857</u>	<u>\$ 486,474,003</u>	<u>\$ 90,546,854</u>	<u>\$ 36,575,814</u>	<u>\$ 53,971,040</u>



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL - IMPACT FEES CONSTRUCTION FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Charges for services	\$ 37,126,826	\$ 30,942,511	\$ 6,184,315	\$ 878,726	\$ 5,305,589
Investment earnings	1,967,516	1,634,233	333,283	75,194	258,089
Miscellaneous	-	1,302	(1,302)	-	(1,302)
Total revenues	<u>39,094,342</u>	<u>32,578,046</u>	<u>6,516,296</u>	<u>953,920</u>	<u>5,562,376</u>
<b>EXPENDITURES:</b>					
Capital outlay (governmental)	39,810,304	32,050,837	7,759,467	952,544	6,806,923
Indirect overhead	-	518,307	(518,307)	21,575	(539,882)
Total expenditures	<u>39,810,304</u>	<u>32,569,144</u>	<u>7,241,160</u>	<u>974,119</u>	<u>6,267,041</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(715,962)</u>	<u>8,902</u>	<u>(724,864)</u>	<u>(20,199)</u>	<u>(704,665)</u>
Transfers out	-	(1,039)	1,039	-	1,039
Net change in fund balance	<u>\$ (715,962)</u>	<u>\$ 7,863</u>	<u>\$ (723,825)</u>	<u>\$ (20,199)</u>	<u>\$ (703,626)</u>
Fund balance, July 1				<u>48,728</u>	
Fund balance, June 30				<u>\$ 28,529</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE BY PURPOSE**  
**BUDGET AND ACTUAL - VEHICLE AND EQUIPMENT REPLACEMENT FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2016</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2017</u>
<b>REVENUES:</b>					
Investment earnings	\$ 1,224,744	\$ 1,303,427	\$ (78,683)	\$ 15,355	\$ (94,038)
Other					
Sales of real property	1,099,500	1,110,379	(10,879)	-	(10,879)
Collections from property damage	345,582	361,279	(15,697)	-	(15,697)
Other miscellaneous	980,174	1,034,801	(54,627)	5,707	(60,334)
Total revenues	<u>3,650,000</u>	<u>3,809,886</u>	<u>(159,886)</u>	<u>21,062</u>	<u>(180,948)</u>
<b>EXPENDITURES:</b>					
General government					
Vehicles	3,378,000	3,121,690	256,310	-	256,310
Computers and equipment	6,715,000	5,099,251	1,615,749	872,987	742,762
Total expenditures	<u>10,093,000</u>	<u>8,220,941</u>	<u>1,872,059</u>	<u>872,987</u>	<u>999,072</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,443,000)</u>	<u>(4,411,055)</u>	<u>(2,031,945)</u>	<u>(851,925)</u>	<u>(1,180,020)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	11,449,000	10,949,000	500,000	500,000	-
Transfers out	<u>(5,006,000)</u>	<u>(5,006,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>6,443,000</u>	<u>5,943,000</u>	<u>500,000</u>	<u>500,000</u>	<u>-</u>
Net change in fund balance	<u>\$ 10,012,000</u>	<u>\$ 11,543,945</u>	<u>\$ (1,531,945)</u>	<u>\$ (351,925)</u>	<u>\$ (1,180,020)</u>
Fund balance, July 1				<u>1,587,007</u>	
Fund balance, June 30				<u>\$ 1,235,082</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - AIRPORT FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Charges for services	\$ 52,998,960	\$ 52,998,960	\$ 53,828,708	\$ 829,748
Passenger facility charges	8,500,000	8,500,000	8,916,254	416,254
Other miscellaneous	410,000	410,000	581,097	171,097
Interest on investments	100,000	100,000	377,680	277,680
Transfer from non-restricted cash to cash restricted for debt service	10,500,000	10,500,000	10,500,000	-
Total revenues	<u>72,508,960</u>	<u>72,508,960</u>	<u>74,203,739</u>	<u>1,694,779</u>
<b>EXPENSES:</b>				
Aviation management and prof support	4,748,000	4,312,000	3,690,062	621,938
Aviation operation, maint and security	27,842,000	28,298,000	24,553,872	3,744,128
Transfer from non-restricted cash to cash restricted for capital acquisition	17,000,000	17,000,000	17,000,000	-
Transfer to General Fund	1,768,000	1,768,000	1,537,703	230,297
Transfer from non-restricted cash to cash restricted for debt service.	10,500,000	10,500,000	10,500,000	-
Debt service expense	10,500,000	3,815,000	3,814,724	276
Total expenses	<u>72,358,000</u>	<u>65,693,000</u>	<u>61,096,361</u>	<u>4,596,639</u>
Excess of Revenues over (under) expenses	<u>\$ 150,960</u>	<u>\$ 6,815,960</u>	<u>\$ 13,107,378</u>	<u>\$ 6,291,418</u>
Revenues (expenses) not budgeted:				
Interest on investments			\$ 1,266,993	
Depreciation			(24,125,514)	
Amortization of bond discounts/premiums			22,454	
Gain (loss) on disposition of property and equipment			(854,296)	
OPEB expense			2,788	
Pension contribution expense			(1,438,700)	
Charges to conform to generally accepted accounting principles:				
Principal payment on bonds			2,635,417	
Transfer from non-restricted cash to cash restricted for capital acquisition.			17,000,000	
Capital fund expenditures			(1,020,503)	
Capitalized interest			701,616	
Capital contribution			<u>1,909,803</u>	
Change in net position			<u>\$ 9,207,436</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - REFUSE DISPOSAL FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original	Final	Actual	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Charges for services	\$ 68,983,953	\$ 68,983,953	\$ 71,192,454	\$ 2,208,501
Interest on investments	32,000	32,000	257,019	225,019
Bernalillo County-shared operations	108,000	108,000	108,000	-
Miscellaneous	50,000	50,000	112,228	62,228
Transfer from General Fund	384,000	384,000	384,000	-
Total revenues	69,557,953	69,557,953	72,053,701	2,495,748
<b>EXPENSES:</b>				
Administrative Services	6,655,000	6,683,000	6,470,858	212,142
Maintenance Services	5,115,000	5,239,000	5,076,999	162,001
Collections	23,496,000	23,525,000	20,768,810	2,756,190
Disposal	8,143,000	8,385,000	7,561,821	823,179
Clean City	9,716,000	10,351,000	9,687,089	663,911
Transfer from non-restricted cash to cash: restricted for capital acquisition	14,221,000	14,221,000	14,221,000	-
Transfer to General Fund	5,167,000	5,167,000	5,154,799	12,201
Total expenses	72,513,000	73,571,000	68,941,376	4,629,624
Excess of Revenues over (under) expenses	\$ (2,955,047)	\$ (4,013,047)	\$ 3,112,325	\$ 7,125,372
Revenues (expenses) not budgeted:				
Interest on investments			\$ 172,451	
Landfill closure costs			(1,926,409)	
OPEB expense			6,846	
Pension contribution expense			(1,806,710)	
Gain (loss) on disposition of property and equipment			(215,052)	
Capital contributions			378,308	
Depreciation			(10,209,398)	
Transfer from non-restricted cash to cash restricted for capital acquisition			14,221,000	
Charges to conform to generally accepted accounting principles:				
Capital fund expenditures			(3,255,145)	
Operating fund capital expense			561,966	
Change in net position			\$ 1,040,182	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL**  
**TRANSIT FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original	Final	Actual	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Passenger revenues	\$ 8,727,600	\$ 8,727,600	\$ 8,428,568	\$ (299,032)
Advertising	375,000	375,000	432,922	57,922
Interest on investments	-	-	(7,297)	(7,297)
Transfer from General Fund	21,957,000	23,182,000	23,182,000	-
Transfer from other funds	14,169,000	14,169,000	13,735,437	(433,563)
Bernalillo County-shared operations	2,730,000	2,730,000	2,741,052	11,052
Other miscellaneous	-	-	55,637	55,637
Total revenues	47,958,600	49,183,600	48,568,319	(615,281)
<b>EXPENSES:</b>				
ABQ ride	30,016,000	30,016,000	30,243,479	(227,479)
Paratransit services	5,948,000	5,948,000	5,815,564	132,436
Special events	250,000	250,000	42,236	207,764
Strategic support	3,780,000	3,780,000	3,873,005	(93,005)
Facility maintenance	2,442,000	2,971,000	2,816,793	154,207
Transfer from non-restricted cash to cash restricted for operating grants	450,000	450,000	450,000	-
Transfer to General Fund	5,355,000	5,355,000	5,528,123	(173,123)
Total expenses	48,241,000	48,770,000	48,769,200	800
Excess of Revenues over (under) expenses	<u>\$ (282,400)</u>	<u>\$ 413,600</u>	<u>\$ (200,881)</u>	<u>\$ (614,481)</u>
Revenues (expenses) not budgeted:				
Interest on investments			\$ 64,872	
Depreciation			(8,235,280)	
OPEB expense			(79)	
Pension contribution expense			(1,836,508)	
Operating grant revenue			1,813,501	
Operating grant expenses			(2,420,199)	
Gain (loss) on disposition of property and equipme			(3,361)	
Charges to conform to generally accepted accounting principles:				
Capital contribution			21,359,923	
Capital fund non-capitalized items			(1,597,692)	
Capital expense in operating fund			10,046	
Transfer from non-restricted cash to cash restricted for transit fund operating grants			450,000	
Change in net position			<u>\$ 9,404,342</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY**  
**AIRPORT FUND**  
**JUNE 30, 2017**

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue bonds/Notes			
2018	\$ 9,205,000	\$ 1,017,791	\$ 10,222,791
2019	9,315,000	629,437	9,944,437
2020	5,305,000	331,554	5,636,554
2021	2,140,000	197,180	2,337,180
2022	1,630,000	143,910	1,773,910
2023 - 2026	<u>4,720,000</u>	<u>182,390</u>	<u>4,902,390</u>
Total bonds	<u>\$ 32,315,000</u>	<u>\$ 2,502,262</u>	<u>\$ 34,817,262</u>

## **CITY OF ALBUQUERQUE, NEW MEXICO**

### DESCRIPTION OF NONMAJOR ENTERPRISE FUNDS

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

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

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

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2017**

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
<b>ASSETS</b>		
Current assets:		
Cash, investments, and accrued interest	\$ 830,617	\$ 2,476,157
Cash held by others	-	639,342
Receivables, net of allowance for uncollectible	49,856	9,692
Prepaid items	-	10,261
Restricted assets:		
Total current assets	880,473	3,135,452
Noncurrent assets:		
Restricted assets:		
Cash, investments, and accrued interest	90,213	1,328,972
Accounts receivable-developers-net of allowance for uncollectible	-	-
Escrow deposits	-	165,566
Total restricted assets	90,213	1,494,538
Capital assets:		
Land	828,330	2,042,705
Buildings and improvements	8,676,745	20,025,455
Machinery and equipment	2,175,137	927,337
Intangible assets	-	-
Total capital assets before depreciation/amortization	11,680,212	22,995,497
Less: accumulated depreciation/amortization	7,303,982	12,095,630
Capital assets, net of depreciation/amortization	4,376,230	10,899,867
Total capital assets	4,376,230	10,899,867
Total noncurrent assets	4,466,443	12,394,405
Total assets	\$ 5,346,916	\$ 15,529,857
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred gain/loss on bond refunding	-	551,634
Deferred outflows related to pension activity	832,164	-
Total deferred outflows of resources	\$ 832,164	\$ 551,634

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



Parking Facilities Fund	Stadium Fund	Total
\$ 634,230	\$ 68,723	\$ 4,009,727
-	-	639,342
316,981	300,667	677,196
-	-	10,261
<u>951,211</u>	<u>369,390</u>	<u>5,336,526</u>
1,032,591	626,105	3,077,881
1,517,582	-	1,517,582
-	-	165,566
<u>2,550,173</u>	<u>626,105</u>	<u>4,761,029</u>
2,237,008	-	5,108,043
41,634,644	24,204,033	94,540,877
1,654,867	35,617	4,792,958
17,550,000	-	17,550,000
<u>63,076,519</u>	<u>24,239,650</u>	<u>121,991,878</u>
<u>31,764,541</u>	<u>11,899,397</u>	<u>63,063,550</u>
<u>31,311,978</u>	<u>12,340,253</u>	<u>58,928,328</u>
<u>31,311,978</u>	<u>12,340,253</u>	<u>58,928,328</u>
<u>33,862,151</u>	<u>12,966,358</u>	<u>63,689,357</u>
<u>\$ 34,813,362</u>	<u>\$ 13,335,748</u>	<u>\$ 69,025,883</u>
-	46,869	598,503
717,460	54,489	1,604,113
<u>\$ 717,460</u>	<u>\$ 101,358</u>	<u>\$ 2,202,616</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2017**

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>		
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable	\$ 304,750	\$ 4,982
Accrued employee compensation and benefits	34,921	-
Accrued vacation and sick leave	143,813	-
Deposits	-	-
Unearned revenue	-	67,270
Due to other funds	8,097	134,646
Payable out of restricted assets:		
Current portion - revenue bonds, notes payable, and capital leases	-	435,000
Accrued interest payable	-	119,195
Total current liabilities	491,581	761,093
Noncurrent liabilities:		
Liabilities payable from restricted assets:		
Tenant security deposits	-	157,223
Total liabilities payable from restricted assets	-	157,223
Long-term debt, excluding current portion:		
Revenue bonds, notes payable and capital leases, net of current portion and unamortized discounts	-	8,885,000
Total long-term debt, excluding current portion	-	8,885,000
Other:		
Noncurrent - accrued vacation and sick leave	63,358	-
Net pension obligation PERA	2,472,482	-
OPEB obligation	22,885	-
Total other	2,558,725	-
Total noncurrent liabilities	2,558,725	9,042,223
Total liabilities	3,050,306	9,803,316
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pension activity	30,966	-
Total deferred inflows of resources	30,966	-
NET POSITION (DEFICIT)		
Invested in capital assets	4,376,229	1,579,868
Restricted:		
Debt service	46,702	2,557,776
Construction in progress	43,245	-
Unrestricted	(1,368,368)	2,140,531
Total net position (deficit)	\$ 3,097,808	\$ 6,278,175

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

<u>Parking Facilities Fund</u>	<u>Stadium Fund</u>	<u>Total</u>
\$ 70,814	\$ 25,907	\$ 406,453
31,390	2,138	68,449
74,452	5,680	223,945
20,547	-	20,547
-	6,049	73,319
6,442	412	149,597
-	710,000	1,145,000
-	157,336	276,531
<u>203,645</u>	<u>907,522</u>	<u>2,363,841</u>
-	-	<u>157,223</u>
-	-	<u>157,223</u>
-	7,560,028	16,445,028
-	7,560,028	16,445,028
-	-	63,358
2,251,408	163,060	4,886,950
20,119	1,235	44,239
<u>2,271,527</u>	<u>164,295</u>	<u>4,994,547</u>
<u>2,271,527</u>	<u>7,724,323</u>	<u>21,596,798</u>
<u>2,475,172</u>	<u>8,631,845</u>	<u>23,960,639</u>
<u>26,807</u>	<u>2,086</u>	<u>59,859</u>
<u>26,807</u>	<u>2,086</u>	<u>59,859</u>
31,311,978	4,070,223	41,338,298
6,830	938,329	3,549,637
2,540,297	-	2,583,542
(830,262)	(205,377)	(263,476)
<u>\$ 33,028,843</u>	<u>\$ 4,803,175</u>	<u>\$ 47,208,001</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
 NONMAJOR ENTERPRISE FUNDS  
 YEAR ENDED JUNE 30, 2017

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 3,811,236	\$ 4,069,410
Total operating revenues	<u>3,811,236</u>	<u>4,069,410</u>
<b>OPERATING EXPENDITURES</b>		
Salaries and employee benefits	2,242,346	-
Professional services	42	970,208
Utilities	1,750,372	560,286
Supplies	50,867	-
Travel	470	-
Fuels, repairs and maintenance	457,137	909,252
Contractual services	282,057	309,148
Insurance premiums	120,198	-
Other operating expenses	225,096	-
Depreciation	329,534	518,376
Total operating expenditures	<u>5,458,119</u>	<u>3,267,270</u>
Operating income (loss)	<u>(1,646,883)</u>	<u>802,140</u>
<b>NON-OPERATING REVENUES (EXPENSES):</b>		
Interest on investments	3,166	20,284
Interest expense	-	(271,015)
Gain (loss) on disposition of property and equipment	-	-
Amortization of bond discounts/premiums	-	(94,087)
Fiscal agent fees and other fees	-	(2)
OPEB expense	17,265	-
Pension contribution expense	(137,455)	-
Other	71,682	-
Total non-operating revenues (expenses)	<u>(45,342)</u>	<u>(344,820)</u>
Income (loss) before special items and transfers	(1,692,225)	457,320
Capital contribution	-	857,944
Transfers in	1,550,000	-
Transfers out	<u>(74,396)</u>	<u>(73,027)</u>
Change in net position	(216,621)	1,242,237
Net position, July 1	<u>3,314,429</u>	<u>5,035,938</u>
Net position, June 30	<u>\$ 3,097,808</u>	<u>\$ 6,278,175</u>

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

Parking Facilities Fund	Stadium Fund	Total
\$ 4,595,341	\$ 1,751,056	\$ 14,227,043
<u>4,595,341</u>	<u>1,751,056</u>	<u>14,227,043</u>
1,963,606	126,923	4,332,875
2,806	55,220	1,028,276
345,544	468,762	3,124,964
146,006	3,775	200,648
843	-	1,313
171,151	46,641	1,584,181
475,919	112,216	1,179,340
267,749	87,206	475,153
648,037	48,739	921,872
<u>1,692,068</u>	<u>355,836</u>	<u>2,895,814</u>
<u>5,713,729</u>	<u>1,305,318</u>	<u>15,744,436</u>
<u>(1,118,388)</u>	<u>445,738</u>	<u>(1,517,393)</u>
19,535	6,630	49,615
-	(314,673)	(585,688)
-	(100,904)	(100,904)
-	(5,167)	(99,254)
-	-	(2)
20,031	(1,235)	36,061
(122,002)	(10,823)	(270,280)
<u>28,158</u>	<u>-</u>	<u>99,840</u>
<u>(54,278)</u>	<u>(426,172)</u>	<u>(870,612)</u>
(1,172,666)	19,566	(2,388,005)
16,032,498	-	16,890,442
-	205,000	1,755,000
<u>(119,740)</u>	<u>-</u>	<u>(267,163)</u>
14,740,092	224,566	15,990,274
<u>18,288,751</u>	<u>4,578,609</u>	<u>31,217,727</u>
<u>\$ 33,028,843</u>	<u>\$ 4,803,175</u>	<u>\$ 47,208,001</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**

STATEMENT OF CASH FLOW  
NONMAJOR ENTERPRISE FUNDS  
YEAR ENDED JUNE 30, 2017

	Golf Course Fund	Apartments Fund
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ 3,764,500	\$ 4,118,530
Cash payments to employees for services	(2,288,549)	-
Cash payments to supplies for goods and services	(2,348,406)	(2,864,768)
Cash payments to other funds for goods and services	<u>(509,414)</u>	<u>134,646</u>
Net cash provided (used) by operating activities	<u>(1,381,869)</u>	<u>1,388,408</u>
<b>CASH FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Public surplus receipts	71,681	-
Transfers from other funds	1,550,000	-
Transfers to other funds	<u>(74,396)</u>	<u>(73,027)</u>
Net cash provided (used) by noncapital financing activities	<u>1,547,285</u>	<u>(73,027)</u>
<b>CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Principal paid on bond maturities	-	(415,000)
Interest and other expenses paid on bond maturities	-	(190,059)
Acquisition and construction of capital assets	<u>-</u>	<u>(29,328)</u>
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>(634,387)</u>
<b>CASH FROM INVESTING ACTIVITIES:</b>		
Interest received on investments	<u>3,166</u>	<u>20,284</u>
Net cash provided (used) by investing activities	<u>3,166</u>	<u>20,284</u>
Net increase (decrease) in cash and cash equivalents	168,582	701,278
Cash and cash equivalents, July 1	<u>752,248</u>	<u>3,908,759</u>
Cash and cash equivalents, June 30	<u><u>920,830</u></u>	<u><u>4,610,037</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ (1,646,883)	\$ 802,140
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	329,534	518,376
Decrease (increase) in assets		
Receivables	(46,737)	2,288
Prepaid expenses	-	(1,085)
Increase (decrease) in liabilities		
Accounts payable	43,425	(114,789)
Deposits payable	-	(1,365)
Due to other funds	(15,006)	134,646
Unearned revenue	-	48,197
Accrued employee compensation and benefits	<u>(46,202)</u>	<u>-</u>
Net cash provided (used) by operating activities:	<u><u>\$ (1,381,869)</u></u>	<u><u>\$ 1,388,408</u></u>
<b>SUPPLEMENTAL DATA:</b>		
Increase (decrease) in fair value of investments	\$ (2,359)	\$ 10,157

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

Parking		
Facilities Fund	Stadium Fund	Total
\$ 4,554,021	\$ 1,743,977	\$ 14,181,028
(2,041,351)	(127,536)	(4,457,436)
(1,129,834)	(657,230)	(7,000,238)
<u>(938,323)</u>	<u>(318,677)</u>	<u>(1,631,768)</u>
<u>444,513</u>	<u>640,534</u>	<u>1,091,586</u>
28,158	-	99,839
-	205,000	1,755,000
<u>(119,740)</u>	<u>-</u>	<u>(267,163)</u>
<u>(91,582)</u>	<u>205,000</u>	<u>1,587,676</u>
-	(690,000)	(1,105,000)
-	(323,298)	(513,357)
<u>(1,517,502)</u>	<u>-</u>	<u>(1,546,830)</u>
<u>(1,517,502)</u>	<u>(1,013,298)</u>	<u>(3,165,187)</u>
<u>19,535</u>	<u>6,630</u>	<u>49,615</u>
<u>19,535</u>	<u>6,630</u>	<u>49,615</u>
(1,145,036)	(161,134)	(436,310)
<u>2,811,857</u>	<u>855,962</u>	<u>8,328,826</u>
<u>1,666,821</u>	<u>694,828</u>	<u>7,892,516</u>

\$ (1,118,388)	\$ 445,738	\$ (1,517,393)
1,692,068	355,836	2,895,814
(43,525)	(7,081)	(95,055)
-	-	(1,085)
1,502	(11,365)	(81,227)
2,205	-	840
(11,604)	(141,981)	(33,945)
-	-	48,197
<u>(77,745)</u>	<u>(613)</u>	<u>(124,560)</u>
<u>\$ 444,513</u>	<u>\$ 640,534</u>	<u>\$ 1,091,586</u>

\$ (5,274)	\$ 2,079	\$ 4,603
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The accompanying notes are an integral part of these financial statements.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - GOLF COURSE FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original	Final	Actual	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Charges for services	\$ 3,630,000	\$ 3,890,000	\$ 3,811,236	\$ (78,764)
Interest on investments	-	-	2,235	2,235
Transfer from General Fund	1,000,000	1,550,000	1,550,000	-
Other miscellaneous	88,000	88,000	71,683	(16,317)
Total revenues	4,718,000	5,528,000	5,435,154	(92,846)
<b>EXPENSES:</b>				
Affordable and quality golf	4,711,000	4,971,000	4,996,053	(25,053)
Transfer to General Fund	235,000	235,000	206,929	28,071
Total expenses	4,946,000	5,206,000	5,202,982	3,018
Excess of Revenues over (under) expenses	\$ (228,000)	\$ 322,000	232,172	\$ (89,828)
Revenues (expenses) not budgeted:				
Interest on investments			\$ 931	
Depreciation			(329,534)	
OPEB expense			17,265	
Pension contribution expense			(137,455)	
Change in net position			\$ (216,621)	



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - APARTMENTS FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original	Final	Actual	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Charges for services				
Apartment rents and fees	\$ 3,946,218	\$ 3,946,218	\$ 4,069,410	\$ 123,192
Interest on investments	1,700	1,700	20,282	18,582
Transfers from non-restricted cash to cash restricted for debt service	674,000	674,000	674,000	-
Total revenues	4,621,918	4,621,918	4,763,692	141,774
<b>EXPENSES:</b>				
Apartment operations	2,883,000	2,883,000	2,748,894	134,106
Transfer from non-restricted cash to cash restricted for debt service.	674,000	674,000	674,000	-
Transfer to City Housing Fund	59,000	59,000	73,027	(14,027)
Debt service expense	674,000	120,000	271,015	(151,015)
Total expenses	4,290,000	3,736,000	3,766,936	(30,936)
Excess of Revenues over (under) expenses	\$ 331,918	\$ 885,918	\$ 996,756	\$ 110,838
Revenues (expenses) not budgeted:				
Depreciation			\$ (518,376)	
Amortization of bond discounts/premiums			(94,087)	
Charges to conform to generally accepted accounting principles:				
Capital fund expenditures			857,944	
Change in net position			\$ 1,242,237	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - PARKING FACILITIES FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original	Final	Actual	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Charges for services				
Parking charges	\$ 2,571,000	\$ 2,571,000	\$ 2,706,520	\$ 135,520
Parking meter charges	887,000	887,000	996,035	109,035
Parking fines	757,000	757,000	892,785	135,785
Rental of City property	6,000	6,000	-	(6,000)
Interest on investments	-	-	5,300	5,300
Other miscellaneous	50,000	50,000	28,159	(21,841)
Total revenues	4,271,000	4,271,000	4,628,799	357,799
<b>EXPENSES:</b>				
Parking services	3,443,000	3,447,000	3,452,645	(5,645)
Transfer to General Fund	699,000	699,000	664,700	34,300
Total expenses	4,142,000	4,146,000	4,117,345	28,655
Excess of Revenues over (under) expenses	\$ 129,000	\$ 125,000	\$ 511,454	\$ 386,454
Revenues (expenses) not budgeted:				
Interest on investments			\$ 14,235	
Depreciation			(1,692,068)	
Gain (loss) on disposition of property and equipme			16,032,498	
Capital fund non-capitalized items			(24,056)	
OPEB expense			20,031	
Pension contribution expense			(122,002)	
Charges to conform to generally accepted accounting principles:			\$ 14,740,092	
Change in net position				

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - STADIUM FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Charges for services				
Surcharge Revenues	\$ 1,100,000	\$ 1,100,000	1,061,521	\$ (38,479)
Stadium lease revenues	700,000	700,000	677,535	(22,465)
Rental of City property	-	-	12,000	12,000
Interest on investments	-	-	(3,207)	(3,207)
Transfer from General Fund	198,000	205,000	205,000	-
Transfer from non-restricted cash to cash restricted for debt service.	1,025,000	1,025,000	1,025,000	-
Total revenues	<u>3,023,000</u>	<u>3,030,000</u>	<u>2,977,849</u>	<u>(52,151)</u>
<b>EXPENSES:</b>				
Stadium services	895,000	902,000	901,077	923
Transfer to General Fund	48,000	48,000	48,405	(405)
Transfer from non-restricted cash to cash restricted for debt service.	1,025,000	1,025,000	1,025,000	-
Debt service expense	1,025,000	315,000	314,673	327
Total expenses	<u>2,993,000</u>	<u>2,290,000</u>	<u>2,289,155</u>	<u>845</u>
Excess of Revenues over (under) expenses	<u>\$ 30,000</u>	<u>\$ 740,000</u>	688,694	<u>\$ (51,306)</u>
Revenues (expenses) not budgeted:				
Gain (loss) on disposition of property and equipment:			\$ (100,904)	
Interest on investments			9,837	
Depreciation			(355,836)	
Amortization of bond discounts/premiums			(5,167)	
Pension contribution expense			(10,823)	
OPEB expense			(1,235)	
Changes to conform to generally accepted accounting principles:				
Change in net position			<u>\$ 224,566</u>	

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## **CITY OF ALBUQUERQUE, NEW MEXICO**

### **DESCRIPTION OF INTERNAL SERVICE FUNDS**

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

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

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

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

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**COMBINING STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**JUNE 30, 2017**

	Communications Fund	Employee Insurance Fund
<b>ASSETS</b>		
Current assets:		
Cash, investments, and accrued interest	\$ 1,608,762	\$ 1,528,309
Receivables, net of allowance for uncollectible	170,043	-
Prepaid items	-	52
Flexible spending account	-	474,022
Due from other funds	-	1,065,408
Due from other government units	-	578,049
Inventories	25,717	-
Total current assets	1,804,522	3,645,840
Capital assets:		
Land	-	-
Buildings and improvements	-	-
Improvements other than buildings	-	-
Machinery and equipment	468,461	-
Intangible assets	-	-
Total capital assets before depreciation/amortization	468,461	-
Less: accumulated depreciation/amortization	436,016	-
Total capital assets	32,445	-
Total assets	\$ 1,836,967	\$ 3,645,840
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflows related to pension activity	634,807	372,942
<b>LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>		
Liabilities		
Current liabilities:		
Accounts payable	\$ 403,870	\$ 239,418
Accrued employee compensation and benefits	20,976	14,553
Accrued vacation and sick leave	100,147	33,388
Accrued fuel cleanup costs	-	-
Current portion of judgements	-	-
Due to other funds	3,494	29
Total current liabilities	528,487	287,388
Long-term obligations:		
Noncurrent - claims and judgments	-	-
Noncurrent - accrued vacation and sick leave	1,459	2,595
OPEB obligation	14,465	8,503
Net pension obligation PERA	1,829,951	970,258
Total long-term obligations	1,845,875	981,356
Total liabilities	2,374,362	1,268,744
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows related to pension activity	24,204	14,047
Total deferred inflows of resources	24,204	14,047
<b>NET POSITION (DEFICIT)</b>		
Invested in capital assets	32,445	-
Unrestricted	40,763	2,735,991
Total net position (deficit)	\$ 73,208	\$ 2,735,991

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

<u>Fleet Management Fund</u>	<u>Risk Management Fund</u>	<u>Supplies Inventory Management Fund</u>	<u>Total</u>
\$ 1,649,802	\$ 62,579,937	\$ 1,043,072	\$ 68,409,882
3,841	-	10,970	184,854
-	-	-	52
-	-	-	474,022
-	12,341	-	1,077,749
-	-	-	578,049
434,837	-	1,780,068	2,240,622
<u>2,088,480</u>	<u>62,592,278</u>	<u>2,834,110</u>	<u>72,965,230</u>
255,472	-	28,370	283,842
825,764	-	406,001	1,231,765
-	46,466	-	46,466
330,868	81,236	238,684	1,119,249
-	21,000	-	21,000
<u>1,412,104</u>	<u>148,702</u>	<u>673,055</u>	<u>2,702,322</u>
<u>1,121,079</u>	<u>130,343</u>	<u>616,425</u>	<u>2,303,863</u>
<u>291,025</u>	<u>18,359</u>	<u>56,630</u>	<u>398,459</u>
\$ <u>2,379,505</u>	\$ <u>62,610,637</u>	\$ <u>2,890,740</u>	\$ <u>73,363,689</u>
859,527	1,176,806	178,228	3,222,310
\$ 1,008,170	\$ 1,345,669	\$ 470,761	\$ 3,467,888
36,195	47,891	6,828	126,443
132,132	226,762	17,402	509,831
200,090	-	-	200,090
-	24,840,000	-	24,840,000
6,341	6,442	1,303	17,609
<u>1,382,928</u>	<u>26,466,764</u>	<u>496,294</u>	<u>29,161,861</u>
-	47,086,080	-	47,086,080
-	-	5,757	9,811
23,185	28,726	4,555	79,434
2,766,165	3,327,915	626,742	9,521,031
<u>2,789,350</u>	<u>50,442,721</u>	<u>637,054</u>	<u>56,696,356</u>
<u>4,172,278</u>	<u>76,909,485</u>	<u>1,133,348</u>	<u>85,858,217</u>
<u>32,522</u>	<u>44,117</u>	<u>6,714</u>	<u>121,604</u>
<u>32,522</u>	<u>44,117</u>	<u>6,714</u>	<u>121,604</u>
291,025	18,359	56,630	398,459
(1,256,793)	(13,184,518)	1,872,276	(9,792,281)
\$ <u>(965,768)</u>	\$ <u>(13,166,159)</u>	\$ <u>1,928,906</u>	\$ <u>(9,393,822)</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
 INTERNAL SERVICE FUNDS  
 YEAR ENDED JUNE 30, 2017

	Communications Fund	Employee Insurance Fund
<b>OPERATING REVENUES:</b>		
Charges for services	\$ 8,803,175	\$ 58,288,426
Total operating revenues	8,803,175	58,288,426
<b>OPERATING EXPENSES:</b>		
Salaries and employee benefits	1,407,394	857,486
Professional services	45,076	3,693
Utilities	250,563	8,460
Supplies	213,977	44,751
Travel	-	9,405
Fuels, repairs and maintenance	299,073	11,632
Contractual services	4,004,872	314,071
Claims and judgements	-	-
Insurance premiums	23,901	56,925,303
Other operating expenses	149,272	87,080
Depreciation	21,069	-
Total operating expenses	6,415,197	58,261,881
Operating income (loss)	2,387,978	26,545
<b>NON-OPERATING REVENUES (EXPENSES):</b>		
Interest on investments	12,842	7,905
Gain (loss) on disposition of property and equipment	-	-
OPEB expense	(14,465)	(8,503)
Pension contribution expense	(123,096)	(66,918)
Other	-	237,726
Total non-operating revenues (expenses)	(124,719)	170,210
Income (loss) before capital contributions, special items, and transfers	2,263,259	196,755
Transfers out	(1,495,000)	-
Change in net position	768,259	196,755
Net position, July 1	(695,051)	2,539,236
Net position, June 30	\$ 73,208	\$ 2,735,991

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



<u>Fleet Management Fund</u>	<u>Risk Management Fund</u>	<u>Supplies Inventory Management Fund</u>	<u>Total</u>
\$ 10,891,724	\$ 39,864,500	\$ 571,862	\$ 118,419,687
<u>10,891,724</u>	<u>39,864,500</u>	<u>571,862</u>	<u>118,419,687</u>
2,008,067	2,811,053	411,380	7,495,380
295	1,629,085	-	1,678,149
87,009	24,294	9,088	379,414
1,617,630	75,603	9,064	1,961,025
5,274	12,795	-	27,474
6,008,008	252,808	30,257	6,601,778
143,127	100,830	140,268	4,703,168
-	6,364,394	-	6,364,394
236,884	1,640,165	6,414	58,832,667
518,885	609,503	168,179	1,532,919
9,576	10,597	6,646	47,888
<u>10,634,755</u>	<u>13,531,127</u>	<u>781,296</u>	<u>89,624,256</u>
<u>256,969</u>	<u>26,333,373</u>	<u>(209,434)</u>	<u>28,795,431</u>
7,480	666,618	11,968	706,813
6,675	-	-	6,675
16,965	11,424	(4,555)	866
(158,850)	(204,705)	(32,005)	(585,574)
-	-	4,647	242,373
<u>(127,730)</u>	<u>473,337</u>	<u>(19,945)</u>	<u>371,153</u>
129,239	26,806,710	(229,379)	29,166,584
-	(250,000)	-	(1,745,000)
<u>129,239</u>	<u>26,556,710</u>	<u>(229,379)</u>	<u>27,421,584</u>
<u>(1,095,007)</u>	<u>(39,722,869)</u>	<u>2,158,285</u>	<u>(36,815,406)</u>
\$ <u>(965,768)</u>	\$ <u>(13,166,159)</u>	\$ <u>1,928,906</u>	\$ <u>(9,393,822)</u>

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	<u>Communications</u> <u>Fund</u>	<u>Employee</u> <u>Insurance Fund</u>
<b>CASH FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ 184,964	\$ 1,093,020
Cash received from other funds for goods and services	8,518,815	58,846,120
Cash payments to employees for services	(1,437,360)	(887,766)
Cash payments to supplies for goods and services	(4,411,632)	(57,274,318)
Cash payments to other funds for goods and services	(490,904)	(494,379)
Cash payments to claimants and beneficiaries	<u>-</u>	<u>-</u>
Net cash provided (used) by operating activities	<u>2,363,883</u>	<u>1,282,677</u>
<b>CASH FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Public surplus receipts	-	237,727
Transfers to other funds	<u>(1,495,000)</u>	<u>-</u>
Net cash provided (used) by noncapital financing activities	<u>(1,495,000)</u>	<u>237,727</u>
<b>CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition and construction of capital assets	-	-
Proceeds from sale of property and equipment	<u>-</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>-</u>
<b>CASH FROM INVESTING ACTIVITIES:</b>		
Interest received on investments	<u>12,842</u>	<u>7,905</u>
Net cash provided (used) by investing activities	<u>12,842</u>	<u>7,905</u>
Net increase (decrease) in cash and cash equivalents	881,725	1,528,309
Cash and cash equivalents, July 1	727,037	-
Cash and cash equivalents, June 30	<u>\$ 1,608,762</u>	<u>\$ 1,528,309</u>

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

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ -	\$ -	\$ -	\$ 1,277,984
10,891,724	40,057,354	571,862	118,885,875
(2,057,853)	(2,853,610)	(438,175)	(7,674,764)
(7,240,140)	(3,647,287)	(35,979)	(72,609,356)
(880,096)	(681,828)	(202,588)	(2,749,795)
-	(26,882,855)	-	(26,882,855)
713,635	5,991,774	(104,880)	10,247,089
-	-	-	237,727
-	(250,000)	-	(1,745,000)
-	(250,000)	-	(1,507,273)
-	(8,361)	-	(8,361)
6,679	-	4,647	11,326
6,679	(8,361)	4,647	2,965
7,480	666,618	11,968	706,813
7,480	666,618	11,968	706,813
727,794	6,400,031	(88,265)	9,449,594
922,008	56,179,906	1,131,337	58,960,288
\$ 1,649,802	\$ 62,579,937	\$ 1,043,072	\$ 68,409,882

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

**CITY OF ALBUQUERQUE, NEW MEXICO**

STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

YEAR ENDED JUNE 30, 2017

	<u>Communications</u> <u>Fund</u>	<u>Employee</u> <u>Insurance Fund</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ 2,387,978	\$ 26,545
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	21,069	-
Decrease (increase) in assets		
Receivables	(99,395)	(334,055)
Due from other funds	-	1,984,769
Flexible spending account	-	13,838
Inventories of supplies	2,926	-
Prepaid expenses	-	(52)
Increase (decrease) in liabilities		
Accounts payable	88,684	17,198
Accrued landfill closure and fuel cleanup costs	-	-
Due to other funds	(7,412)	(381,448)
Insurance claims payable	-	-
Accrued employee compensation and benefits	(29,967)	(44,118)
Net cash provided (used) by operating activities:	<u>\$ 2,363,883</u>	<u>\$ 1,282,677</u>
<b>SUPPLEMENTAL DATA:</b>		
Increase (decrease) in fair value of investments	\$ 1,072	\$ (5,214)

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

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ 256,969	\$ 26,333,373	\$ (209,434)	\$ 28,795,431
9,576	10,597	6,646	47,888
(3,399)	-	(10,970)	(447,819)
-	192,854	-	2,177,623
-	-	-	13,838
(73,345)	-	(239,366)	(309,785)
-	-	-	(52)
565,280	27,092	378,002	1,076,256
20,279	-	-	20,279
(11,942)	(11,124)	(2,963)	(414,889)
-	(20,518,461)	-	(20,518,461)
<u>(49,783)</u>	<u>(42,557)</u>	<u>(26,795)</u>	<u>(193,220)</u>
<u>\$ 713,635</u>	<u>\$ 5,991,774</u>	<u>\$ (104,880)</u>	<u>\$ 10,247,089</u>
\$ 710	\$ -	\$ (2,702)	\$ (6,134)

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - COMMUNICATIONS FUND**  
**YEAR ENDED JUNE 30, 2017**

	Original	Final	Actual	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Communications charges	\$ 7,971,922	\$ 7,971,922	\$ 8,566,233	\$ 594,311
Administrative charges to local governments	220,806	220,806	236,942	16,136
Interest on investments	2,000	2,000	12,842	10,842
Total revenues	8,194,728	8,194,728	8,816,017	621,289
<b>EXPENSES:</b>				
City communications	6,297,000	6,453,000	6,245,012	207,988
Transfer to General Fund	168,000	168,000	149,116	18,884
Transfer to Sales Tax Debt Service Fund	1,495,000	1,495,000	1,495,000	-
Total expenses	7,960,000	8,116,000	7,889,128	226,872
Excess of Revenues over (under) expenses	\$ 234,728	\$ 78,728	926,889	\$ 848,161
Revenues (expenses) not budgeted:				
Depreciation			\$ (21,069)	
OPEB expense			(14,465)	
Pension contribution expense			(123,096)	
Changes to conform to generally accepted accounting principles:				
Change in net position			\$ 768,259	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - EMPLOYEE INSURANCE FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Premiums from employers	\$ 56,542,000	\$ 56,542,000	\$ 57,121,426	\$ 579,426
Premiums from other local governments	45,000	45,000	59,180	14,180
Administrative fees	1,035,000	1,035,000	1,107,820	72,820
Miscellaneous	5,000	5,000	251,564	246,564
Interest on investments	25,000	25,000	7,905	(17,095)
Total revenues	<u>57,652,000</u>	<u>57,652,000</u>	<u>58,547,895</u>	<u>895,895</u>
<b>EXPENSES:</b>				
Insurance and administration	59,587,000	59,603,000	58,199,349	1,403,651
Transfer to General Fund	81,000	81,000	76,370	4,630
Total expenses	<u>59,668,000</u>	<u>59,684,000</u>	<u>58,275,719</u>	<u>1,408,281</u>
Excess of Revenues over (under) expenses	<u>\$ (2,016,000)</u>	<u>\$ (2,032,000)</u>	272,176	<u>\$ 2,304,176</u>
Revenues (expenses) not budgeted:				
OPEB expense			\$ (8,503)	
Pension contribution expense			<u>(66,918)</u>	
Change in net position			<u>\$ 196,755</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - FLEET MANAGEMENT FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Over/Under</u>
<b>REVENUES:</b>				
Charges for services	\$ 10,392,670	\$ 11,101,670	\$ 10,891,724	\$ (209,946)
Miscellaneous revenue	-	-	6,678	6,678
Interest on investments	1,000	1,000	7,480	6,480
Total revenues	<u>10,393,670</u>	<u>11,102,670</u>	<u>10,905,882</u>	<u>(196,788)</u>
<b>EXPENSES:</b>				
Fleet management	9,387,000	10,117,000	10,116,178	822
Transfer to General Fund	595,000	595,000	509,004	85,996
Total expenses	<u>9,982,000</u>	<u>10,712,000</u>	<u>10,625,182</u>	<u>86,818</u>
Excess of Revenues over (under) expenses	<u>\$ 411,670</u>	<u>\$ 390,670</u>	280,700	<u>\$ (109,970)</u>
Revenues (expenses) not budgeted:				
Depreciation			\$ (9,576)	
OPEB expense			16,965	
Pension contribution expense			(158,850)	
Changes to conform to generally accepted accounting principles:				
Change in net position			<u>\$ 129,239</u>	



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - RISK MANAGEMENT FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
<b>REVENUES:</b>				
Charges for services	\$ 39,834,640	\$ 39,834,640	\$ 39,864,500	\$ 29,860
Interest on investments	300,000	300,000	666,618	366,618
Total revenues	<u>40,134,640</u>	<u>40,134,640</u>	<u>40,531,118</u>	<u>396,478</u>
<b>EXPENDITURES:</b>				
Safety office	1,876,000	1,930,000	1,659,563	270,437
Tort and other claims	1,718,000	1,718,000	1,463,878	254,122
Workers' compensation claims	2,319,000	2,319,000	2,144,891	174,109
Unemployment compensation	1,117,000	1,120,000	164,849	955,151
Employee equity	139,000	139,000	117,262	21,738
WC/tort and other claims	25,894,000	26,344,000	6,597,120	19,746,880
Fund administration	1,067,000	1,160,000	1,069,006	90,994
Transfer to General Fund	862,000	862,000	853,018	8,982
Total expenditures	<u>34,992,000</u>	<u>35,592,000</u>	<u>14,069,587</u>	<u>21,522,413</u>
Excess of Revenues over (under) expenses	<u>\$ 5,142,640</u>	<u>\$ 4,542,640</u>	26,461,531	<u>\$ 21,918,891</u>
Revenues (expenses) not budgeted:				
Depreciation			\$ (10,597)	
Workers' compensation claims - reserve adjustment			290,697	
OPEB expense			11,424	
Pension contribution expense			(204,705)	
Changes to conform to generally accepted accounting principles:				
Capital expense			<u>8,360</u>	
Change in net position			<u>\$ 26,556,710</u>	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**BUDGET AND ACTUAL - SUPPLIES INVENTORY MANAGEMENT FUND**  
**YEAR ENDED JUNE 30, 2017**

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Over/Under</u>
<b>REVENUES:</b>				
Warehouse and office service charges	\$ 675,000	\$ 675,000	\$ 571,862	\$ (103,138)
Interest on investments	4,000	4,000	11,968	7,968
Miscellaneous revenue	5,000	5,000	4,647	(353)
Total revenues	<u>684,000</u>	<u>684,000</u>	<u>588,477</u>	<u>(95,523)</u>
<b>EXPENDITURES:</b>				
Materials management	668,000	668,000	606,471	61,529
Transfer to General Fund	231,000	231,000	168,179	62,821
Total expenditures	<u>899,000</u>	<u>899,000</u>	<u>774,650</u>	<u>124,350</u>
Excess of Revenues over (under) expenses	<u>\$ (215,000)</u>	<u>\$ (215,000)</u>	(186,173)	<u>\$ 28,827</u>
Revenues (expenses) not budgeted:				
Depreciation			\$ (6,646)	
Pension contribution expense			<u>(36,560)</u>	
Change in net position			<u>\$ (229,379)</u>	

# CITY OF ALBUQUERQUE, NEW MEXICO

## DESCRIPTION OF AGENCY FUND

The City's Agency Fund accounts for monies held by the City in a custodial capacity on behalf of third parties or other agencies.

ED ECLIPSE - To account for monies received from Eclipse Aerospace Inc. to support the continued operation and expansion of operations at a facility for aircraft assembly and administrative operations.

ED CANON ITS - To account for monies received from Canon Information Technology Services Inc. to support the operation of technical support and customer service facility project.

CC OPEN & ETHICAL ELECTIONS - To account for monies moved from the Open and Ethical Elections Fund for providing public funding on elections.

OTTER EXHIBIT - To account for gift received for the construction of the otter exhibit at the Rio Grande Zoological Park.

MUSEUM - To account for donations received for the purchase of Museum artifacts.

NM REGIONAL PPC SHOOTING - To account for monies received for the use of shooting ranges.

BUSINESS IMPROVEMENT DISTRICT - To account for monies received from the assessment on properties located within the Downtown Albuquerque Business Improvement District established by City ordinance No. 38-2000. Monies are to be spent in accordance with Management Committee Improvement district plan.

Q13 FIRE FUND - To account for monies received for the purchase of Thermo Imaging Camera for the AFD.

ABEC PHILIPS CLAWBACK - To account for Philips Corporation Industrial Revenue Bond clawback monies dedicated to the ABEC - Education Program.

LOS DURANES COMMUNITY CENTER - To account for monies received from T-Mobile to support activities and services provided at Los Duranes Community Center.

T&C MGT - 1720 ATRISCO - To account for monies held for the deposit and future disbursement of insurance proceeds for an apartment complex at 1720 Atrisco that were destroyed by a fire in January 2012.

SUMMER ARTS INSTITUTE - To account for monies received for the SAI program.

COMMUNITY CENTERS - To account for monies received from the New Mexico Athletic Commission for the Jack Candelaria Boxing Ring and equipment.

SENIOR MULTI-SERVICE CENTER - To account for monies received to sponsor senior citizens instate trips and events.

ALBUQUERQUE CONFERENCE ON AGING - To account for monies received for the Senior Companion program.

DSA ADVISORY COUNCIL/ADULT FITNESS - To account for monies received to promote adult fitness events.

SA NM VETERANS MEMORIAL - To account for monies received for the cost to construct and install various separate memorials or monuments at the New Mexico Veterans Memorial park.

BARELAS SENIOR CENTER - To account for monies received to sponsor senior citizens instate trips and events.

BEAR CANYON SENIOR CENTER - To account for monies received to sponsor senior citizens instate trips and events.

HIGHLAND SENIOR CENTER - To account for monies received to sponsor senior citizens instate trips and events.

LOS VOLCANES SENIOR CENTER - To account for monies received to sponsor senior citizens instate trips and events.

MANZANO MESA SENIOR CENTER - To account for monies received to sponsor senior citizens instate trips and events.

NORTH VALLEY SENIOR CENTER - To account for monies received to sponsor senior citizens instate trips and events.

PALO DURO SENIOR CENTER - To account for monies received to sponsor senior citizens instate trips and events.

BOSQUE RESTORATION - To account for monies received for the restoration of the Rio Grande Bosque.

ENERGY CONFERENCE - To account for monies received to sponsor an energy conference.

# CITY OF ALBUQUERQUE, NEW MEXICO

## DESCRIPTION OF AGENCY FUND

SPECIAL EVENTS MAYOR - To account for monies generated from sponsorships at special events for the purpose of promoting community family event outings.

ADOPT A PARK - To account for monies received for the purpose of landscape beautification of parks and medians.

TREES AND SHRUBS - To account for monies received from individuals or groups for the purchase of trees and shrubs as memorials.

OUTDOOR RECREATION - To account for monies received for the purchase of equipment for the maintenance of outdoor recreation facilities.

NEW MEXICO GAMES - To account for monies received for the New Mexico Games events sponsored by the City Parks and Recreation Department.

D.A.R.E. - To account for donations received for the Drug Abuse Resistance Education project.

POLICE EVIDENCE UNIT - To account for the recording of funds deposited in the Albuquerque Police Department evidence room.

RECYCLE COUPONS - To account for monies received paid by the Office of Senior Affairs from the City Solid Waste Department for distribution of trash bags.

TRANSIT DEPARTMENT - To account for monies received for the Uptown Sector Plan project and to assist the Uptown Transportation Management Organization.

MISCELLANEOUS - To account for monies received for various miscellaneous purposes.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES**  
**AGENCY FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	Balance June 30, 2016	Additions	Deductions	Balance June 30, 2017
<b>ASSETS</b>				
Cash and cash equivalents	\$ 4,503,610	\$ 4,528,042	\$ 4,490,834	\$ 4,540,818
Other receivables	45,273	3,146	2,023	46,396
Total assets	<u>\$ 4,548,883</u>	<u>\$ 4,531,188</u>	<u>\$ 4,492,857</u>	<u>\$ 4,587,214</u>
<b>LIABILITIES</b>				
Accounts payable	1,327	62,965	63,880	412
Deposits	4,547,556	710,032	670,786	4,586,802
Total liabilities	<u>\$ 4,548,883</u>	<u>\$ 772,997</u>	<u>\$ 734,666</u>	<u>\$ 4,587,214</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CHANGES IN FUNDS HELD FOR OTHERS**  
**AGENCY FUNDS**  
**YEAR ENDED JUNE 30, 2017**

	Balance June 30, 2016	Additions	Deductions	Balance June 30, 2017
ED Eclipse - City Portion	\$ 238,208	\$ -	\$ -	\$ 238,208
ED Eclipse - State Portion	142,876	-	-	142,876
FC-HSSC Tr and Ag-Los Griegos	-	500	-	500
PD-Reward Contributions	-	10,000	8,997	1,003
CC Open & Ethical Elections	2,739,627	576,468	583,430	2,732,665
Otter Exhibit	46,861	567	-	47,428
Museum	55,709	2,543	-	58,252
NM Regional PPC Shooting	131,685	13,105	22,039	122,751
Business Improvement District #1	45,645	1,480	-	47,125
Q13 Fire Fund	10,782	-	-	10,782
ABEC-Philips Clawback	384,852	4,404	9,612	379,644
Los Durances CC-T-Mobile	6,909	-	-	6,909
T&C Mgt - 1720 Atrisco	1,951	-	-	1,951
Summer Arts Institute	2,896	-	-	2,896
Summer Hire Program	5,026	-	-	5,026
Community Centers	6,973	-	-	6,973
HSSC - General	-	18,462	14,821	3,641
HSSC - Alamosa	6,523	-	-	6,523
HSSC - John Marshall	200	150	-	350
Senior Multi-Service Center	46,438	-	154	46,284
ABQ Conf on Aging Trust	11,169	-	26	11,143
DSA Advisory Council/Adult Fitness	52,747	412	-	53,159
SA-NM Memorial	235	-	-	235
SA-Barelas SC	991	661	627	1,025
Bear Canyon Senior Center	6,959	9,402	6,290	10,071
Highland Senior Center	11,489	1,766	419	12,836
Los Volcanes Senior Center	11,109	4,117	1,760	13,466
Manzano Mesa/N Domingo Baca Mul	55,820	10,391	51	66,160
North Valley Senior Center	21,785	4,466	554	25,697
Palo Duro Senior Center	33,243	6,427	2,662	37,008
Bosque Restoration	283	-	-	283
Energy Conference	450	-	-	450
Special Events - Mayor	6,099	-	-	6,099
Adopt-A-Park	61,697	-	-	61,697
Trees and Shrubs	99,059	33,539	28,957	103,641
Outdoor Recreation	233	-	-	233
New Mexico Games	379	-	-	379
D.A.R.E.	7,124	-	-	7,124
Police Evidence Unit	225,091	20,554	-	245,645
Recycle Coupons	1,707	-	-	1,707
Transit Department	54,420	231	-	54,651
Miscellaneous	12,306	-	-	12,306
Total agency funds	<u>\$ 4,547,556</u>	<u>\$ 719,645</u>	<u>\$ 680,399</u>	<u>\$ 4,586,802</u>

**FINANCIAL SECTION**

**OTHER SUPPLEMENTARY SCHEDULES**

**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF TRANSFERS BETWEEN FUNDS**





**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CAPITAL ASSETS AT COST - BY FUND**  
**JUNE 30, 2017**

	2017
<b>CAPITAL ASSETS:</b>	
Land	\$ 321,284,921
Right of Way	1,145,481,026
Buildings	468,074,468
Infrastructure	2,249,395,183
Improvements other than buildings	748,478,569
Equipment	174,055,217
Other	7,721,548
Construction work in progress	23,624,824
Total capital assets	\$ 5,138,115,756
 <b>INVESTMENT IN CAPITAL ASSETS</b>	
<b>FROM:</b>	
Acquisitions prior to July 1, 1985	\$ 58,631,765
Acquisitions after July 1, 1985:	
General Fund	(21,951,143)
Special Revenue Funds	273,681,625
Acquisition and Management of Open Space	
Nonexpendable Trust Fund	6,072,456
Investments from earnings of the Urban	
Enhancement Expendable Trust Fund	76,049
Capital Projects Funds	4,821,623,390
Net transfers from Enterprise Funds	1,131,967
Net transfers to Internal Service Funds	(1,150,353)
Total investment in capital assets	\$ 5,138,115,756

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY**  
**JUNE 30, 2017**

Function and Activity	Land	Right of Way	Infrastructure	Buildings	Improvements Other than Buildings	Equipment	Other	Total
Acquisition prior to July 1, 1985	\$ 47,797,222	\$ 642,294,313	\$ 361,765,688	\$ 32,936,886	\$ 92,799,537	\$ 448,781	\$ -	\$ 1,178,042,427
Total unidentified purposes	189,593,089	-	2,413,864	345,615	3,958,999	-	-	196,311,567
Acquisitions after June 30, 1985:								
General government:								
City clerk/records	-	-	-	-	8,935	73,742	-	82,677
City council	-	-	-	31,718	4,852	55,451	-	92,021
Finance and management	-	-	-	348,113	70,586	8,376,368	7,038,917	15,833,984
Legal services	-	-	-	-	-	1,354,503	-	1,354,503
Mayor/CAO	-	-	-	-	6,500	82,908	-	89,408
Internal audit	-	-	-	-	-	29,217	-	29,217
Personnel	-	-	-	-	-	41,272	-	41,272
Planning	4,473	198,494	1,686,644	919,217	1,190,623	2,315,146	650,631	6,965,228
General services	1,968,070	-	2,567,786	50,662,842	39,063,741	583,277	-	94,845,716
City/county building	-	-	-	1,540,082	2,668,375	1,021,408	-	5,229,865
Total general government	1,972,543	198,494	4,254,430	53,501,972	43,013,612	13,933,292	7,689,548	124,563,891
Public safety:								
Fire	176,442	-	12,168	25,269,737	7,754,150	36,637,343	-	69,849,840
Police	1,537,810	-	110,321	38,772,418	20,898,562	60,471,596	32,000	121,822,707
Total public safety	1,714,252	-	122,489	64,042,155	28,652,712	97,108,939	32,000	191,672,547
Culture and recreation:								
Admin	-	-	-	95,722,066	203,287,176	85,226	-	299,094,468
Library	5,600,083	-	8,180,406	7,012,275	14,348,873	2,557,331	-	37,698,968
Museum	3,188,000	-	(3,993,098)	30,035,119	13,243,293	840,189	-	43,313,503
Parks and recreation	25,534,466	-	11,925,918	24,441,669	189,411,359	14,458,197	-	265,771,609
Open space	7,146,880	-	1,189,810	30,868	2,036,402	2,853,850	-	13,257,810
Zoo/BioPark	-	-	1,217,444	13,545,195	18,831,322	3,475,914	-	37,069,875
Convention center	-	-	-	20,895,072	15,018,532	1,356,851	-	37,270,455
Total culture and recreation	41,469,429	-	18,520,480	191,682,264	456,176,957	25,627,558	-	733,476,688
Public works:								
Redevelopment	222,360	-	-	-	-	-	-	222,360
Municipal development	-	-	-	3,560,286	3,314,653	3,682,266	-	10,557,205
Storm drainage/maintenance	2,670,150	95,279,003	672,613,281	4,259,723	7,614,214	3,461,067	-	785,897,438
Total public works	2,892,510	95,279,003	672,613,281	7,820,009	10,928,867	7,143,333	-	796,677,003
Highways and streets:								
Transportation/Street maint.	19,236,491	407,618,353	1,181,407,295	12,911,954	72,801,627	12,828,979	-	1,706,804,699
Traffic engineering	33,676	-	-	-	6,545,019	2,290,089	-	8,868,784
Total highways and streets	19,270,167	407,618,353	1,181,407,295	12,911,954	79,346,646	15,119,068	-	1,715,673,483
Health:								
Consumer protection	-	-	-	-	-	-	83,935	83,935
Environmental services	-	-	178,594	2,450,912	1,339,005	3,391,903	-	7,360,414
Animal control services	50,000	-	-	-	354,330	1,765,722	-	2,170,052
Environmental health admin.	-	-	-	2,995,861	709,252	375,973	-	4,081,086
Total health	50,000	-	178,594	5,446,773	2,402,587	5,533,598	83,935	13,695,487

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY**  
**JUNE 30, 2017**

Function and Activity	Land	Right of Way	Infrastructure	Buildings	Improvements Other than Buildings	Equipment	Other	Total
Human services:								
Human services	5,974,558	-	1,629,925	44,394,221	12,790,052	4,596,403	-	69,385,159
Office of senior affairs	3,048,530	90,863	1,381,579	36,210,666	13,912,520	4,460,310	-	59,104,468
Housing/community development	7,502,621	-	5,107,558	18,781,953	4,496,080	-	-	35,888,212
Total human services	<u>16,525,709</u>	<u>90,863</u>	<u>8,119,062</u>	<u>99,386,840</u>	<u>31,198,652</u>	<u>9,056,713</u>	<u>-</u>	<u>164,377,839</u>
Total capital assets allocated to functions	<u>83,894,610</u>	<u>503,186,713</u>	<u>1,885,215,631</u>	<u>434,791,967</u>	<u>651,720,033</u>	<u>173,522,501</u>	<u>7,805,483</u>	<u>3,740,136,938</u>
Total capital assets in service	<u>\$ 321,284,921</u>	<u>\$ 1,145,481,026</u>	<u>\$ 2,249,395,183</u>	<u>\$ 468,074,468</u>	<u>\$ 748,478,569</u>	<u>\$ 173,971,282</u>	<u>\$ 7,805,483</u>	<u>\$ 5,114,490,932</u>
Construction work in progress								<u>23,624,824</u>
								<u>\$ 5,138,115,756</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY**  
**YEAR ENDED JUNE 30, 2017**

	Balance June 30, 2016	Additions	Deductions	Balance June 30, 2017
Acquisitions prior to July 1, 1985	\$ 1,178,939,736	\$ -	\$ 897,310	\$ 1,178,042,426
Total unidentified purposes	196,311,567	-	-	196,311,567
Acquisitions after June 30, 1985:				
General government:				
City clerk/records	73,741	8,936	-	82,677
City council	38,303	53,718	-	92,021
Finance and management	16,598,869	694,863	1,459,748	15,833,984
Legal services	1,285,448	69,055	-	1,354,503
Mayor/CAO	157,396	17,836	85,824	89,408
Internal audit	29,217	-	-	29,217
Personnel	42,772	-	1,500	41,272
Planning	4,527,157	2,942,692	504,621	6,965,228
General services	92,732,203	2,137,622	24,110	94,845,715
City/county building	4,285,799	947,335	3,268	5,229,866
Total general government	<u>119,770,905</u>	<u>6,872,057</u>	<u>2,079,071</u>	<u>124,563,891</u>
Public safety:				
Fire	68,962,298	2,604,506	1,716,965	69,849,839
Police	115,507,935	9,466,505	3,151,732	121,822,708
Total public safety	<u>184,470,233</u>	<u>12,071,011</u>	<u>4,868,697</u>	<u>191,672,547</u>
Culture and recreation:				
Administration	299,094,468	-	-	299,094,468
Library	33,099,473	4,896,746	297,249	37,698,970
Museum	43,104,174	209,329	-	43,313,503
Parks and recreation	241,140,310	25,050,566	419,270	265,771,606
Open space	13,949,063	-	691,252	13,257,811
Zoo/BioPark	31,789,573	5,353,655	73,353	37,069,875
Convention center	36,684,990	585,465	-	37,270,455
Total culture and recreation	<u>698,862,051</u>	<u>36,095,761</u>	<u>1,481,124</u>	<u>733,476,688</u>
Public works:				
Redevelopment	222,360	-	-	222,360
Municipal development	7,945,406	2,770,126	158,328	10,557,204
Storm drainage/maintenance	774,801,402	11,205,153	109,116	785,897,439
Total public works	<u>782,969,168</u>	<u>13,975,279</u>	<u>267,444</u>	<u>796,677,003</u>
Highways and streets:				
Transporation/Street maintenance	1,649,683,564	57,815,348	694,214	1,706,804,698
Traffic engineering	8,805,770	135,330	72,315	8,868,785
Total highways and streets	<u>1,658,489,334</u>	<u>57,950,678</u>	<u>766,529</u>	<u>1,715,673,483</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY**  
**YEAR ENDED JUNE 30, 2017**

	Balance June 30, 2016	Additions	Deductions	Balance June 30, 2017
Health:				
Consumer protection	107,125	-	23,190	83,935
Environmental services	7,086,404	346,941	72,931	7,360,414
Animal control services	1,985,972	267,131	83,050	2,170,053
Environmental health and administration	4,122,207	(21,110)	20,011	4,081,086
Total	<u>13,301,708</u>	<u>592,962</u>	<u>199,182</u>	<u>13,695,488</u>
Human services:				
Human services	69,364,299	171,879	151,018	69,385,160
Office of senior affairs	52,450,129	6,765,868	111,531	59,104,466
Housing/community development	31,815,270	4,935,443	862,500	35,888,213
Total human services	<u>153,629,698</u>	<u>11,873,190</u>	<u>1,125,049</u>	<u>164,377,839</u>
Construction work in progress	50,238,012	22,073,944	48,687,132	23,624,824
Total capital assets	<u>\$ 5,036,982,412</u>	<u>\$ 161,504,882</u>	<u>\$ 60,371,538</u>	<u>\$ 5,138,115,756</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF TRANSFERS BETWEEN FUNDS**  
**YEAR ENDED JUNE 30, 2017**

Interfund transfers were as follows:

From	To	Total
General Fund	Operating Grants Fund	\$ 5,661,840
General Fund	Metropolitan Redevelopment Fund	470,000
General Fund	Gas Road Tax Fund	704,000
General Fund	City/County Facilities Fund	2,247,000
General Fund	Capital Acquisitions Fund	2,500,000
General Fund	Refuse Disposal Operating Fund	384,000
General Fund	Transit Fund	23,182,000
General Fund	Golf Fund	1,550,000
General Fund	Stadium Fund	205,000
General Fund	Vehicle & Equipment Replacement Fund	500,000
General Fund	Sales Tax Refunding Fund	10,242,000
Fire Fund	Fire Debt Service Fund	102,000
Lodgers Tax Fund	General Fund	485,000
Lodgers Tax Fund	Sales Tax Refunding Fund	6,538,000
Hospitality Tax Fund	Sales Tax Refunding Fund	1,196,000
Hospitality Tax Fund	Capital Acquisitions Fund	116,000
Culture & Recreation Projects Fund	General Fund	1,208,000
Law Enforcement Protection Fund	General Fund	499,000
Law Enforcement Protection Fund	Sales Tax Refunding Fund	227,000
Capital Acquisition Fund	Transit Fund	15,801,105
Capital Acquisition Fund	Operating Grants Fund	(814)
Infrastructure Tax Fund Phase II	Transit Fund	17,991,332
Parking Facilities Fund	General Fund	119,740
Refuse Disposal Operating Fund	General Fund	2,506,285
Transit Fund	General Fund	390,060
Apartments Operating Fund	City Housing Fund	73,027
Golf Fund	General Fund	74,397
Risk Management Fund	General Fund	250,000
Open Space Acq Fund	Capital Acquisitions Fund	146,840
Communications Fund	General Fund	1,495,000
Urban Enhancement Trust - Principal Fund	Urban Enhancement Trust - Operating Fund	180,200
Total transfers		<u>\$ 97,044,012</u>

\* Major fund, all others are nonmajor funds

	Transfers Out	Transfers In
Statement of Revenues, Expenditures, and Changes in Fund Balances		
All Governmental Funds	\$ (92,135,504)	\$ 37,930,575
Statement of Revenues, Expenses, and Changes in Net Position		
All Proprietary Funds		
Enterprise funds	(3,163,508)	59,113,437
Internal service funds	(1,745,000)	-
Total transfers	<u>(97,044,012)</u>	<u>97,044,012</u>

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

Parking Facilities Fund	119,740
Refuse Disposal Fund	1,259,530
Transit Fund	390,060
Golf Course Fund	74,396
Total PILOT	<u>\$ 1,843,726</u>

## **STATISTICAL INFORMATION**





**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

Schedule 1

	Fiscal Years									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>GOVERNMENTAL ACTIVITIES</b>										
Net investment in capital assets	\$ 2,653,410,465	\$ 2,886,536,263	\$ 2,955,769,681	\$ 2,985,380,232	\$ 3,007,048,501	\$ 3,020,656,484	\$ 3,062,413,252	\$ 3,074,273,612	\$ 3,024,668,686	\$ 3,083,624,834
Restricted net position	254,250,734	241,549,703	180,727,862	191,078,480	203,150,213	204,813,986	172,647,062	160,902,623	190,864,532	235,227,304
Unrestricted	<u>205,403,368</u>	<u>188,115,252</u>	<u>193,064,675</u>	<u>145,380,268</u>	<u>147,877,323</u>	<u>135,710,892</u>	<u>136,776,750</u>	<u>(226,893,512)</u>	<u>(267,531,849)</u>	<u>(428,907,714)</u>
Total governmental activities	<u>\$ 3,113,064,567</u>	<u>\$ 3,316,201,218</u>	<u>\$ 3,329,562,218</u>	<u>\$ 3,321,838,980</u>	<u>\$ 3,358,076,037</u>	<u>\$ 3,361,181,362</u>	<u>\$ 3,371,837,064</u>	<u>\$ 3,008,282,723</u>	<u>\$ 2,948,001,369</u>	<u>\$ 2,889,944,424</u>
<b>BUSINESS-TYPE ACTIVITIES</b>										
Invested in capital assets net of related debt	\$ 319,277,730	\$ 315,727,828	\$ 334,240,885	\$ 355,080,860	\$ 364,036,500	\$ 376,890,833	\$ 386,365,644	\$ 412,100,556	\$ 444,579,993	\$ 519,154,534
BUS Restricted for	99,633,119	107,027,280	105,841,637	83,455,356	93,547,112	94,887,511	97,921,175	109,057,423	120,338,308	161,825,228
Unrestricted	<u>27,456,585</u>	<u>58,854,656</u>	<u>57,528,047</u>	<u>71,111,079</u>	<u>71,336,080</u>	<u>71,707,313</u>	<u>95,746,063</u>	<u>6,247,735</u>	<u>(1,289,030)</u>	<u>(81,708,258)</u>
Total business-type activities	<u>\$ 446,367,434</u>	<u>\$ 481,609,764</u>	<u>\$ 497,610,569</u>	<u>\$ 509,647,295</u>	<u>\$ 528,919,692</u>	<u>\$ 543,485,657</u>	<u>\$ 580,032,882</u>	<u>\$ 527,405,714</u>	<u>\$ 563,629,271</u>	<u>\$ 599,271,504</u>
<b>PRIMARY GOVERNMENT</b>										
Net investment in capital assets	\$ 2,972,688,195	\$ 3,202,264,091	\$ 3,290,010,566	\$ 3,340,461,092	\$ 3,371,085,001	\$ 3,397,547,317	\$ 3,448,778,896	\$ 3,486,374,168	\$ 3,469,248,679	\$ 3,602,779,368
Restricted for	353,883,853	348,576,983	286,569,499	274,533,836	296,697,325	299,701,497	270,568,237	269,960,046	311,202,840	397,052,532
Unrestricted	<u>232,859,953</u>	<u>246,969,908</u>	<u>250,592,722</u>	<u>216,491,347</u>	<u>219,213,403</u>	<u>207,418,205</u>	<u>232,522,813</u>	<u>(220,645,777)</u>	<u>(268,820,879)</u>	<u>(510,615,972)</u>
Total primary government	<u>\$ 3,559,432,001</u>	<u>\$ 3,797,810,982</u>	<u>\$ 3,827,172,787</u>	<u>\$ 3,831,486,275</u>	<u>\$ 3,886,995,729</u>	<u>\$ 3,904,667,019</u>	<u>\$ 3,951,869,946</u>	<u>\$ 3,535,688,437</u>	<u>\$ 3,511,630,640</u>	<u>\$ 3,489,215,928</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

Schedule 2

	Fiscal Years									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>EXPENSES</b>										
Governmental activities										
General government	\$ 88,046,445	\$ 95,379,281	\$ 77,446,298	\$ 80,433,694	\$ 77,927,419	\$ 91,152,456	\$ 91,816,030	\$ 78,902,101	\$ 172,114,372	\$ 196,213,867
Public safety	231,394,560	244,206,961	250,073,745	243,380,110	240,015,231	261,698,940	234,293,128	241,956,515	251,868,575	242,432,647
Culture and recreation	101,823,409	95,918,979	98,138,890	104,794,499	96,719,041	102,417,307	101,081,647	103,281,681	71,810,012	93,902,898
Public works/municipal development	45,546,687	41,421,571	42,369,643	42,541,044	42,275,832	34,424,930	25,177,434	30,883,513	31,089,477	19,896,395
Health and welfare	19,227,340	19,522,985	19,308,860	18,268,736	18,745,996	22,132,211	18,573,931	19,054,514	21,153,507	19,292,401
Human services	55,932,309	56,543,805	56,368,816	54,737,136	53,488,535	54,301,692	59,237,769	61,785,011	64,657,086	59,471,762
Housing	37,234,930	38,416,273	39,736,171	46,158,809	41,778,253	57,222,278	60,071,740	63,040,085	2,228,411	7,936,363
Highways and streets	6,284,061	4,285,536	9,516,515	10,080,892	4,935,189	2,894,882	1,769,579	2,608,611	47,663,579	42,044,671
Interest and other charges	17,504,836	15,775,006	14,192,497	14,064,988	14,875,661	15,318,069	17,901,735	15,762,527	18,610,091	18,851,880
Total governmental activities	<u>602,994,577</u>	<u>611,470,397</u>	<u>607,151,435</u>	<u>614,459,908</u>	<u>590,761,157</u>	<u>641,562,765</u>	<u>609,922,993</u>	<u>617,274,558</u>	<u>681,195,110</u>	<u>700,042,884</u>
Business-type activities										
Airport	63,872,083	66,059,318	63,408,983	66,720,599	64,403,327	65,292,380	59,726,925	54,469,456	53,566,747	56,818,803
Refuse disposal	53,557,483	51,775,307	48,717,084	47,902,071	51,937,557	59,766,796	56,386,211	59,769,723	60,950,119	68,842,941
Housing authority	30,591,486	33,493,993	32,823,808	30,159,407	31,808,191	31,129,099	32,508,011	30,071,243	-	-
Transit	49,530,565	55,936,200	53,820,695	53,938,575	54,967,799	54,128,970	59,893,974	59,521,339	60,659,364	62,008,852
Other non-major business-type activities expenses	5,578,309	15,859,656	15,382,640	15,555,029	14,747,865	15,091,988	15,686,259	14,926,144	15,795,867	16,663,598
Total business-type activities	<u>203,129,926</u>	<u>223,124,474</u> <sup>0</sup>	<u>214,153,210</u>	<u>214,275,681</u>	<u>217,864,739</u>	<u>225,409,233</u>	<u>224,201,380</u>	<u>218,757,905</u>	<u>190,972,097</u>	<u>204,334,194</u>
Total primary government	<u>\$ 806,124,503</u>	<u>\$ 834,594,871</u> <sup>0</sup>	<u>\$ 821,304,645</u>	<u>\$ 828,735,589</u>	<u>\$ 808,625,896</u>	<u>\$ 866,971,998</u>	<u>\$ 834,124,373</u>	<u>\$ 836,032,463</u>	<u>\$ 872,167,207</u>	<u>\$ 904,377,078</u>
<b>PROGRAM REVENUES</b>										
Governmental activities										
Charges for services										
General government	\$ 35,997,143	\$ 33,706,139	\$ 33,487,741	\$ 32,628,136	\$ 35,218,812	\$ 43,146,843	\$ 34,432,453	\$ 35,413,846	\$ 39,439,221	\$ 42,811,158
Public services	17,633,271	14,670,095 <sup>0</sup>	14,047,361	10,841,345	8,758,246	7,620,051	8,168,017	6,797,809	6,304,857	6,847,221
Other	14,531,275	15,648,299	14,734,462	15,207,488	17,664,679	17,332,156	20,359,090	23,757,139	24,448,196	24,827,170
Operating grants and contributions	33,841,812	31,933,150	34,045,040	34,971,751	29,540,423	37,059,649	37,953,228	37,234,874	31,023,081	31,707,522
Capital grants and contributions	8,603,682	-	-	22,742,337	22,742,337	12,575,140	8,535,527	6,239,990	16,151,012	13,029,700
Total governmental activities	<u>110,607,183</u>	<u>95,957,683</u> <sup>0</sup>	<u>96,314,604</u>	<u>116,391,057</u>	<u>113,924,497</u>	<u>117,733,839</u>	<u>109,448,315</u>	<u>109,443,658</u>	<u>117,366,367</u>	<u>119,222,771</u>
Business-type activities										
Charges for services										
Airport	74,229,742	70,916,909	70,434,129	69,620,917	74,074,236	72,074,453	69,941,310	64,944,749	65,132,863	62,744,962
Refuse disposal	52,489,420	52,955,760	52,345,632	61,435,325	62,097,824	62,530,991	63,811,902	70,383,644	71,271,880	71,192,454
Other	21,211,082	22,312,992	21,184,003	23,835,232	23,860,528	27,218,713	27,700,326	25,481,658	25,564,387	25,829,584
Operating grants and contributions	29,081,729	27,118,913	28,538,994	30,147,543	27,867,345	28,328,381	28,030,249	-	-	-
Capital grants and contributions	25,520,864	40,122,835	20,475,033	7,528,148	19,147,768	16,686,745	28,567,552	16,751,288	28,810,356	21,050,393
Total business-type activities	<u>202,532,837</u>	<u>213,427,409</u> <sup>0</sup>	<u>192,977,791</u>	<u>192,567,165</u>	<u>207,047,701</u>	<u>206,839,283</u>	<u>218,051,339</u>	<u>177,561,339</u>	<u>190,779,486</u>	<u>180,817,393</u>
Total primary government	<u>\$ 313,140,020</u>	<u>\$ 309,385,092</u> <sup>0</sup>	<u>\$ 289,292,395</u>	<u>\$ 308,958,222</u>	<u>\$ 320,972,198</u>	<u>\$ 324,573,122</u>	<u>\$ 327,499,654</u>	<u>\$ 287,004,997</u>	<u>\$ 308,145,853</u>	<u>\$ 300,040,164</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

Schedule 2

	Fiscal Years									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>NET (EXPENSE)/REVENUE</b>										
Governmental activities	\$492,387,394	\$515,512,714	\$510,836,831	\$498,068,851	\$476,836,660	\$523,828,926	\$500,474,678	\$507,830,900	\$563,828,743	\$580,820,113
Business-type activities	(597,089)	(9,697,065)	(21,175,419)	(21,708,516)	(10,817,038)	(18,569,950)	(6,150,041)	(41,196,566)	(192,611)	(23,516,801)
<b>Total primary government</b>	<b>\$492,984,483</b>	<b>\$525,209,779</b>	<b>\$532,012,250</b>	<b>\$519,777,367</b>	<b>\$487,653,698</b>	<b>\$542,398,876</b>	<b>\$506,624,719</b>	<b>\$549,027,466</b>	<b>\$564,021,354</b>	<b>\$604,336,914</b>
<b>GENERAL REVENUES AND OTHER CHANGES IN NET POSITION</b>										
Governmental activities										
Taxes										
Property taxes	\$122,348,148	\$126,974,613	\$133,748,091	\$133,171,398	\$134,970,278	\$139,945,235	\$137,384,733	\$139,617,359	\$142,026,302	\$146,919,022
Franchise taxes	20,035,776	19,436,954	20,510,529	24,296,180	26,771,801	25,880,642	25,725,873	27,518,551	25,360,700	28,901,402
Gross receipts taxes, local option	179,652,214	151,311,541	131,356,792	144,932,348	151,098,767	152,832,133	156,085,343	163,868,507	164,817,849	185,489,248
Other taxes	13,802,819	12,252,706	11,993,968	12,146,822	12,096,851	12,425,479	12,947,898	13,650,018	14,240,875	14,672,705
Shared taxes and fees	198,743,231	186,640,709	179,798,473	182,903,523	185,031,096	187,650,180	186,990,205	197,182,559	196,698,865	201,152,755
Grants and contributions not restricted to specific programs	45,241,380	19,485,714	23,653,996	6,309,436	8,737,623	77,478	41,839	148,660	39,611	75,287
Payment in lieu of taxes	5,018,751	4,921,566	5,182,185	59,130	53,231	19,885	6,079	15,788	21,472	129,047
Unrestricted investment earnings	20,565,992	11,793,621	9,813,405	2,689,722	3,512,577	1,283,269	3,149,440	3,476,191	8,018,539	4,792,152
Special assessments collected	-	-	-	-	-	25,497,795	1,146,093	1,032,235	-	-
Miscellaneous revenue	50,543,429	224,307,828	40,495,040	29,101,131	22,931,923	12,133,068	28,339,233	16,930,646	11,033,711	1,158,364
Unrealized gain (loss) on investments	-	-	-	-	-	-	-	(3,660,383)	544,585	(4,576,879)
Transfers between gov't and business type	(35,132,896)	(38,475,887)	(32,354,648)	(29,078,967)	(32,130,430)	(30,810,913)	(40,686,356)	(32,153,092)	(38,443,272)	(55,949,929)
<b>Total governmental activities</b>	<b>620,818,844</b>	<b>718,649,365</b> <sup>0</sup>	<b>524,197,831</b>	<b>506,530,723</b>	<b>513,073,717</b>	<b>526,934,251</b>	<b>511,130,380</b>	<b>527,627,039</b>	<b>524,359,237</b>	<b>522,763,174</b>
Business-type activities										
Unrestricted investment earnings	3,937,365	1,188,169	554,815	799,058	535,264	769,585	1,014,474	1,358,579	2,320,979	2,181,333
Special assessments collected	-	-	-	-	-	-	(71,180)	-	-	-
Miscellaneous	4,892,169	5,275,339	4,266,761	3,867,217	5,323,865	1,555,417	1,265,502	1,203,214	1,305,751	1,027,773
Transfers between gov't and business type	-	38,475,887	32,354,648	29,078,967	32,130,430	30,810,913	40,686,356	-	-	-
GR Transfers-BUS	-	-	-	-	-	-	-	32,153,092	38,443,272	55,949,929
<b>Total business-type activities</b>	<b>8,829,534</b>	<b>44,939,395</b> <sup>0</sup>	<b>37,176,224</b>	<b>33,745,242</b>	<b>37,989,559</b>	<b>33,135,915</b>	<b>42,895,152</b>	<b>34,714,885</b>	<b>42,070,002</b>	<b>59,159,035</b>
<b>Total primary government</b>	<b>\$629,648,378</b>	<b>\$763,588,760</b> <sup>0</sup>	<b>\$561,374,055</b>	<b>\$540,275,965</b>	<b>\$551,063,276</b>	<b>\$560,070,166</b>	<b>\$554,025,532</b>	<b>\$562,341,924</b>	<b>\$566,429,239</b>	<b>\$581,922,209</b>
<b>CHANGE IN NET POSITION</b>										
Governmental activities	128,431,450	203,136,651	13,361,000	8,461,872	36,237,057	3,105,325	10,655,702	19,796,139	(39,469,506)	(58,056,939)
Business-type activities	8,232,445	35,242,330	16,000,805	12,036,726	27,172,521	14,565,965	36,745,111	(6,481,681)	41,877,391	35,642,234
<b>Total primary government</b>	<b>\$136,663,895</b>	<b>\$238,378,981</b>	<b>\$29,361,805</b>	<b>\$20,498,598</b>	<b>\$63,409,578</b>	<b>\$17,671,290</b>	<b>\$47,400,813</b>	<b>\$13,314,458</b>	<b>\$2,407,885</b>	<b>\$(22,414,705)</b>

(1) In Fiscal Year 2007 the City turned over operation of the Metropolitan Detention Center to Bernalillo County.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**GOVERNMENTAL ACTIVITIES**  
**TAX REVENUE BY SOURCE**  
**LAST TEN FISCAL YEARS**

Schedule 3

<u>Fiscal Year</u>	<u>State Shared Gross Receipt Tax</u>	<u>Gasoline Tax</u>	<u>State Shared Cigarette Tax</u>	<u>State Shared Motor Vehicle Tax</u>	<u>Local Option Gross Receipt Tax</u>	<u>Property Tax</u>	<u>Franchise Tax</u>	<u>Hospitality Tax</u>	<u>Lodgers' Tax</u>	<u>Total</u>
2008	\$ 188,764,768	7,808,161	471,844	1,698,458	179,652,214	122,348,148	20,035,776	2,300,469	11,502,350	\$ 534,582,188
2009	\$ 175,737,324	7,897,649	422,616	1,562,016	151,311,541	126,974,613	19,436,954	2,042,117	10,210,589	\$ 495,595,419
2010	\$ 168,133,352	7,741,431	378,298	1,787,714	131,356,792	133,748,091	20,510,529	1,999,261	9,994,707	\$ 475,650,175
2011	\$ 171,728,908	7,426,531	28,288	1,862,253	144,932,348	133,171,398	24,296,180	2,025,377	10,121,445	\$ 495,592,728
2012	\$ 174,905,828	6,499,511	311 (1)	1,829,664	151,098,767	134,970,278	26,771,801	2,016,117	10,080,734	\$ 508,173,011
2013	\$ 177,111,190	7,310,225	-	1,743,875	152,832,133	139,945,235	25,880,642	2,070,913	10,354,566	\$ 517,248,779
2014	\$ 180,950,778	2,520,422	-	1,948,943	156,085,343	137,384,738	25,725,873	2,157,983	10,789,915	\$ 517,563,995
2015	\$ 190,776,864	2,375,406	-	1,668,997	163,868,507	139,617,359	27,518,551	2,275,003	11,375,015	\$ 539,475,702
2016	\$ 190,911,962	2,423,554	-	2,037,644	164,817,850	142,026,302	25,360,699	2,373,479	11,867,396	\$ 541,818,886
2017	\$ 195,263,161	2,715,123	-	1,905,108	185,489,248	146,919,022	28,901,402	2,445,451	12,227,254	\$ 575,865,769

(1) Effective in fiscal year 2011, the State eliminated the distributions of cigarette tax revenue to the City.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**

Schedule 4

	Fiscal Years		
	2008	2009	2010
<b>GENERAL FUND</b>			
Reserved	\$ 4,696,560	\$ -	\$ 1,019,224
Unreserved	53,989,007	43,264,535	44,145,165
Total general fund	<u>\$ 58,685,567</u>	<u>\$ 43,264,535</u>	<u>\$ 45,164,389</u>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>			
Reserved	78,199,524	101,524,245	72,775,674
Unreserved reported in:			
Special revenue funds	42,728,336	36,221,184	28,303,639
Capital projects funds	256,465,833	233,459,918	178,833,235
Total all other governmental funds	<u>\$ 377,393,693</u>	<u>\$ 371,205,347</u>	<u>\$ 279,912,548</u>

	2011	2012	2013	2014	2015	2016	2017
<b>GENERAL FUND</b>							
Nonspendable	\$ 36,576	\$ 27,989	\$ 46,753	\$ 63,315	\$ 22,960	\$ 102,774	\$ 34,628
Restricted	1,339,307	-	-	-	-	-	-
Committed	38,709,667	41,400,000	41,450,000	44,935,000	42,842,000	43,881,000	45,303,000
Unassigned	13,139,649	17,796,410	16,842,783	18,445,460	20,443,558	15,969,175	11,832,924
Total general fund	<u>\$ 53,225,199</u>	<u>\$ 59,224,399</u>	<u>\$ 58,339,536</u>	<u>\$ 63,443,775</u>	<u>\$ 63,308,518</u>	<u>\$ 59,952,949</u>	<u>\$ 57,170,552</u>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>							
Nonspendable	30,164,127	29,802,969	28,354,672	28,341,115	24,657,101	25,639,462	20,933,854
Restricted	253,637,110	292,125,514	338,235,571	288,537,287	56,935,446	361,483,492	368,143,091
Committed	24,556,599	24,799,578	37,291,758	19,582,960	19,702,381	15,344,190	11,474,193
Assigned	1,159,106	1,000,383	2,119,536	3,998,370	1,775,280	2,575,536	1,709,990
Unassigned	(3,654)	(3,654)	(13,515)	(92,797)	(46,234)	-	(38,407)
Total all other governmental funds	<u>\$ 309,513,288</u>	<u>\$ 347,724,790</u>	<u>\$ 405,988,022</u>	<u>\$ 340,366,935</u>	<u>\$ 103,023,974</u>	<u>\$ 405,042,680</u>	<u>\$ 402,222,721</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
**(MODIFIED ACCRUAL BASIS, IN THOUSANDS OF DOLLARS)**

Schedule 5

	Fiscal Years									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>REVENUES</b>										
Taxes	\$ 339,487	\$ 317,507	\$ 301,882	\$ 314,819	\$ 325,370	\$ 328,160	\$ 332,911	\$ 342,934	\$ 348,217	\$ 369,540
Licenses and permits	13,455	10,442	10,038	10,410	12,166	14,591	14,805	14,569	14,837	16,287
Intergovernmental	277,794	240,261	236,466	246,943	246,368	235,123	233,905	238,598	242,398	242,940
Charges for services	47,932	48,526	49,897	47,866	51,046	51,712	51,026	54,849	57,038	59,523
Fines and forfeitures	13,341	10,663	9,018	6,200	3,631	3,164	2,542	1,998	982	875
Investment earnings	15,940	9,538	8,797	2,255	2,911	1,118	2,700	3,035	7,305	3,800
Special assessments	1,926	1,912	908	767	575	3,865	3,492	3,502	4,390	3,655
Collections on real estate contracts receivable	-	-	-	476	-	-	-	-	-	-
Miscellaneous	25,777	14,813	13,138	19,187	14,567	13,167	8,659	8,608	16,342	12,870
Total revenues	<u>735,652</u>	<u>653,662</u>	<u>630,144</u>	<u>648,923</u>	<u>656,634</u>	<u>650,900</u>	<u>650,040</u>	<u>668,093</u>	<u>691,509</u>	<u>709,490</u>
<b>EXPENDITURES</b>										
General government	90,803	80,192	75,293	74,351	75,028	87,415	80,490	84,247	93,754	85,096
Public Safety	214,301	222,609	229,141	223,325	228,727	228,962	229,230	235,264	244,639	251,502
Culture and recreation	71,449	72,487	73,987	72,768	74,058	80,693	81,846	82,978	91,124	87,412
Public works	36,831	31,040	31,542	30,712	29,650	32,553	31,128	14,963	27,389	24,079
Highways and streets	-	-	-	-	-	-	-	22,952	22,903	26,238
Health and human services	71,627	72,031	68,826	67,160	67,320	70,995	75,566	77,101	82,834	86,322
Housing	6,366	4,299	9,765	10,136	4,779	3,129	1,832	2,916	1,672	3,728
Capital outlay	139,951	146,583	138,018	161,665	130,465	142,003	163,413	131,040	69,686	121,451
Debt service										
Principal retirement	78,752	70,246	77,524	53,210	56,441	59,151	58,867	59,588	64,273	921
Interest	15,796	15,999	15,469	15,209	16,944	18,379	21,533	21,569	23,597	26,351
Fiscal agent fees and other fees	1,335	814	1,215	860	604	923	1,681	926	1,328	727
Total expenditures	<u>727,211</u>	<u>716,300</u>	<u>720,780</u>	<u>709,396</u>	<u>684,016</u>	<u>724,203</u>	<u>745,586</u>	<u>733,544</u>	<u>723,199</u>	<u>713,827</u>
Excess of revenues under expenditures	8,441	(62,638)	(90,636)	(60,473)	(27,382)	(73,303)	(95,546)	(65,451)	(31,690)	(4,337)
<b>OTHER FINANCING SOURCES (USES)</b>										
Transfers in	49,658	31,832	52,565	25,290	27,714	41,516	37,178	39,650	42,506	37,931
Transfers out	(84,541)	(70,058)	(80,402)	(54,119)	(59,594)	(70,677)	(77,908)	(71,613)	(80,165)	(92,136)
Insurance recovery	-	-	-	-	-	-	258	-	-	-
Gain (loss) on investments	-	-	-	6,746	10,784	11,448	6,211	(3,660)	226	(4,292)
Premiums on bonds issued	(16,183)	-	(40,535)	-	(11,330)	-	(45,005)	8,841	11,985	5,375
Proceeds from refunded bonds	16,655	-	41,274	-	30,185	-	48,635	-	-	-
Bonds and notes issued	131,249	82,657	24,940	136,403	73,834	148,394	65,660	99,582	110,973	51,857
Total other financing sources (uses)	<u>96,838</u>	<u>44,431</u>	<u>(2,158)</u>	<u>114,320</u>	<u>71,593</u>	<u>130,681</u>	<u>35,029</u>	<u>72,800</u>	<u>85,525</u>	<u>(1,265)</u>
Net change in fund balance	<u>\$ 105,279</u>	<u>\$ (18,207)</u>	<u>\$ (92,794)</u>	<u>\$ 53,847</u>	<u>\$ 44,211</u>	<u>\$ 57,378</u>	<u>\$ (60,517)</u>	<u>\$ 7,349</u>	<u>\$ 53,835</u>	<u>\$ (5,602)</u>
Debt services as a percentage of non-capital expenditures	16.10 %	15.14 %	15.96 %	12.49 %	13.26 %	13.32 %	13.81 %	13.47 %	13.45 %	- %

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

Schedule 6

Fiscal Year Ended June 30,	Real Property		Other Property		Exemptions		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Centrally Assessed	Personal/ Livestock	Residential Property	Commercial Property				
2008	8,015,865,525	4,041,061,548	367,219,331	434,366,502	(392,119,005)	(1,516,627,863)	10,949,766,038	11.112	38,614,152,871	28.36%
2009	8,635,943,668	4,129,499,573	374,068,647	439,060,732	(406,557,331)	(1,591,003,466)	11,581,011,823	11.180	40,776,494,354	28.40%
2010	9,036,506,588	4,557,471,140	325,907,636	437,683,730	(423,100,409)	(1,635,392,025)	12,299,076,660	11.410	43,115,823,105	28.53%
2011	8,865,248,519	4,413,339,766	383,474,990	411,253,859	(433,022,911)	(1,719,827,913)	11,920,466,310	11.410	42,262,213,616	28.21%
2012	8,933,863,530	4,445,884,101	391,592,916	389,402,170	(443,606,876)	(1,765,705,997)	11,951,429,844	11.520	42,524,752,904	28.10%
2013	9,011,849,820	4,296,529,471	398,029,323	386,703,801	(456,945,263)	(1,759,777,676)	11,876,389,476	11.520	42,321,658,904	28.06%
2014	9,174,091,524	4,317,942,856	364,457,735	381,542,802	(459,371,728)	(1,811,616,794)	11,967,046,395	11.520	42,756,861,613	27.99%
2015	9,437,709,142	4,276,589,544	384,857,648	394,397,612	(479,249,595)	(1,806,936,642)	12,207,367,709	11.520	43,524,186,024	28.05%
2016	9,683,816,357	4,295,759,799	367,466,788	407,376,658	(496,775,380)	(1,871,967,040)	12,385,677,182	11.520	44,307,566,372	27.95%
2017	10,074,133,561	4,251,618,593	369,769,055	423,983,759	(503,350,075)	(1,839,525,961)	12,776,628,932	11.520	45,403,918,823	28.14%

Source: Bernalillo County Abstract of Property Reported For Taxation

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

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

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**PROPERTY TAXES LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

Schedule 7

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy (1)
2008	121,750,532	117,075,560	96.16 %	4,107,019	121,182,579	99.53 %
2009	128,698,136	122,483,590	95.17 %	3,188,928	125,672,518	97.65 %
2010	137,620,118	128,323,241	93.24 %	4,025,478	132,348,719	96.17 %
2011	136,017,057	128,514,760	94.48 %	4,454,464	132,969,224	97.76 %
2012	137,680,758	130,707,502	94.94 %	4,732,716	135,440,218	98.37 %
2013	136,815,825	132,352,911	96.74 %	4,535,781	136,888,692	100.05 %
2014	137,860,639	133,570,662	96.89 %	4,407,888	137,978,550	100.09 %
2015	140,181,218	135,987,851	97.01 %	4,014,171	140,002,022	99.87 %
2016	142,214,748	138,314,977	97.26 %	5,303,082	143,618,059	100.99 %
2017	145,255,034	141,457,590	97.39 %	4,182,399	145,639,989	100.27 %

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

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



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**TAXABLE SALES BY CATEGORY**  
**CURRENT YEAR AND TEN YEARS AGO**

Schedule 8

Tax Remitter (1)	Fiscal Year 2017			Fiscal Year 2007		
	Taxable Sales (\$ millions)	Rank	Percentage of Total	Taxable Sales (\$ millions)	Rank	Percentage of Total
Retail Trade	\$ 4,164.8	1	25.96 %	\$ 4,151.3	1	27.50 %
Professional scientific and technical services	1,649.1	2	10.28 %	1,412.2	4	9.36 %
Accommodation and food services	1,530.4	3	9.54 %	1,184.6	5	7.85 %
Construction	1,398.0	4	8.71 %	1,934.4	2	12.82 %
Other services	1,350.4	5	8.42 %	1,611.3	3	10.68 %
Food (2)	1,155.5	6	7.20 %	828.7	7	5.49 %
Health Care	1,058.4	7	6.60 %	690.3	8	4.57 %
Information and Cultural Industries	791.0	8	4.93 %	338.7	11	2.24 %
Utilities	517.4	9	3.22 %	459.4	9	3.04 %
Medical (2)	459.4	10	2.87 %	408.3	10	2.70 %
Wholesale Trade	395.2	11	2.46 %	857.0	6	5.68 %
Real Estate and Leasing	350.2	12	2.18 %	243.8	13	1.61 %
Manufacturing	334.2	13	2.08 %	319.1	12	2.11 %
Admin and Support	235.8	14	1.47 %	125.9	16	0.83 %
Arts Entertainment and Recreation	147.7	15	0.92 %	55.8	19	0.37 %
Finance and Insurance	140.3	16	0.87 %	142.9	14	0.95 %
Unclassified Establishments	122.2	17	0.76 %	94.7	17	0.63 %
Transportation and Warehousing	107.1	18	0.67 %	127.5	15	0.84 %
Educational Services	88.1	19	0.55 %	80.8	18	0.54 %
Management of companies	20.1	20	0.13 %	16.3	20	0.11 %
Agriculture	19.2	21	0.12 %	7.3	21	0.05 %
Mining	7.5	22	0.05 %	1.6	23	0.01 %
Public Administration	2.2	23	0.01 %	3.8	22	0.02 %
<b>Total taxable gross receipts</b>	<b>\$ 16,044.2</b>		<b>100.00 %</b>	<b>\$ 15,095.7</b>		<b>100.00 %</b>

(1) By NAICS Sectors

(2) The State legislature created a tax deduction for GRT on retail food sales as well as some medical services. A separate "hold harmless" distribution is made in lieu of the tax. This distribution is being phased out over 15 years beginning in FY/16.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**DIRECT AND OVERLAPPING TAX RATES**  
**LAST TEN FISCAL YEARS**

Schedule 9

<u>Fiscal Year</u>	<u>Total Tax Levy(1)</u>	<u>City</u>	<u>Bernalillo County</u>	<u>State of New Mexico</u>	<u>Abq. Public Schools</u>	<u>Central NM Community College(2)</u>				
2008	46.170	11.113	8.464	1.250	10.582	3.151	0.926	6.429	4.255	
2009	46.535	11.180	8.697	1.150	10.637	3.187	0.937	6.500	4.247	
2010	46.958	11.410	8.500	1.530	10.656	3.271	0.931	6.400	4.260	
2011	47.285	11.410	8.825	1.530	10.656	3.273	0.931	6.400	4.260	
2012	42.831	11.520	8.907	1.362	10.645	3.322	0.934	6.400	4.368	
2013	43.089	11.520	9.082	1.360	10.652	3.402	0.935	6.400	4.313	
2014	44.232	11.520	9.511	1.360	10.653	3.435	0.935	6.400	4.325	
2015	44.185	11.483	9.461	1.360	10.729	3.423	0.932	6.357	4.536	
2016	44.357	11.482	9.626	1.360	10.724	3.425	0.929	6.351	4.750	
2017	44.378	11.366	9.480	1.360	10.687	3.832	0.924	6.249	4.980	

Source: Bernalillo County Treasurer's Office - Tax Calculation Certification

- (1) Weighted average residential and non-residential property.
- (2) Previously Technical Vocational Institute

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**DIRECT AND OVERLAPPING GROSS RECEIPTS (SALES) TAX RATES**  
**LAST TEN FISCAL YEARS**

Schedule 10

Fiscal Year	Tax Rate Imposed on City Residents by:					Effective City Rate <sup>3</sup>
	State	Less: State Credit	City <sup>1</sup>	County	Total Rate in City	
2008						
7/1/07-12/31/07	5.0000	-	1.1875	0.6875	6.8750	2.4125
1/1/08-6/30/08	5.0000	-	1.1875	0.6875	6.8750	2.4125
2009						
7/1/08-12/31/08	5.0000	-	1.0625	0.6875	6.7500	2.2875
1/1/09-6/30/09	5.0000	-	1.0625	0.6875	6.7500	2.2875
2010						
7/1/09-12/31/09	5.0000	-	1.0625	0.8125	6.8750	2.2875
1/1/10-6/30/10	5.0000	-	0.8125	0.8125	6.6250	2.0375
2011						
7/1/10-12/31/10	5.1250	-	1.0625	0.8125	7.0000	2.2875
1/1/11-6/30/11	5.1250	-	1.0625	0.8125	7.0000	2.2875
2012						
7/1/11-12/31/11	5.1250	-	1.0625	0.8125	7.0000	2.2875
1/1/12-6/30/12	5.1250	-	1.0625	0.8125	7.0000	2.2875
2013						
7/1/12-12/31/12	5.1250	-	1.0625	0.8125	7.0000	2.2875
1/1/13-6/30/13	5.1250	-	1.0625	0.8125	7.0000	2.2875
2014						
7/1/13-12/31/13	5.1250	-	1.0625	0.8125	7.0000	2.2875
1/1/14-6/30/14	5.1250	-	1.0625	0.8125	7.0000	2.2875
2015						
7/1/14-12/31/14	5.1250	-	1.0625	0.8125	7.0000	2.2875
1/1/15-6/30/15	5.1250	-	1.0625	0.8125	7.0000	2.2875
2016						
7/1/15-12/31/15	5.1250	-	1.0625	1.0000	7.1875	2.2875
1/1/16-6/30/16	5.1250	-	1.0625	1.0000	7.1875	2.2875
2017						
7/1/16-12/31/16	5.1250	-	1.1875	1.0000	7.3125	2.4125
1/1/17-6/30/17	5.1250	-	1.1875	1.0000	7.3125	2.4125

Source: New Mexico Taxation & Revenue Department

Notes:

- (1) City and County local option gross receipts tax rates can be changed only on January 1 and July 1 each year.
- (2) Some County local option gross receipts tax rates can be imposed County-wide within the City limits.
- (3) From the state rate, 1.225% of the taxable gross receipts within a municipality is distributed to the municipality.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**PRINCIPAL PROPERTY TAX PAYERS**  
**CURRENT YEAR AND TEN YEARS AGO**

Schedule 11

2017 (Tax Year 2016)

2007 (Tax Year 2006)

Name of Taxpayer	2017 (Tax Year 2016)			Name of Taxpayer	2007 (Tax Year 2006)		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation
PNM Electric	138,803,565	1	1.09%	Qwest	98,381,250	1	1.00%
Qwest Corp	39,045,824	2	0.31%	PNM Electric	78,242,575	2	0.79%
New Mexico Gas Company	31,605,316	3	0.25%	PNM Gas Services	21,179,074	3	0.21%
Comcast of NM Inc.	29,249,768	4	0.23%	Southwest Airlines	19,210,731	4	0.19%
VTR Lovelace MC & Rehab LLC	19,649,878	5	0.15%	Crescent Real Estate (Hyatt Hotel)	18,726,794	5	0.19%
Verizon Wireless	19,079,966	6	0.15%	Comcast Cablevision of New Mexico	16,396,478	6	0.17%
Southwest Airlines	19,073,598	7	0.15%	Simon Property Group (Cottonwood Mall)	15,960,737	7	0.16%
Mall at Cottonwood LLC	15,960,737	8	0.12%	Heitman Properties of NM (part of Coronado Shopping Mall)	15,688,598	8	0.16%
AT&T Mobility LLC	14,413,319	9	0.11%	Voice Stream PCS II Corporation	13,826,083	9	0.14%
Presbyterian Health Care Service	<u>13,699,380</u>	10	<u>0.11%</u>	Verizon Wireless (VAW) LLC.	<u>11,121,035</u>	10	<u>0.11%</u>
Total	340,581,351		2.67%	-	308,733,355		3.12%
Total taxable valuation	12,776,628,929				9,858,168,778		

Sources: Bernalillo County Treasurer's Office

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**RATIOS OF OUTSTANDING DEBT**  
**LAST TEN FISCAL YEARS**

Schedule 12

Fiscal Year	Governmental Activities				Business-Type Activities			
	General Obligation Bonds	Sales Tax Bonds	Special Assessment Bonds	Fire Fund Bonds/Notes	Airport Revenue Bonds	Refuse Revenue Bonds/Notes	Transit Loan	Non-Major Bonds/Notes
2008	292,620,000	130,900,000	3,738,005	-	210,865,000	24,822,636	19,076,252	44,403,086
2009	297,968,000	129,265,000	2,239,093	-	176,365,000	20,759,792	16,185,551	25,756,484
2010	257,880,000	121,625,000	2,239,093	-	156,600,000	16,695,806	14,154,588	24,749,158
2011	323,805,000	117,165,000	-	1,403,058	136,939,167	12,451,278	12,036,392	23,164,189
2012	349,260,000	129,030,000	-	1,393,530	117,978,334	8,013,558	8,243,046	22,100,000
2013	380,767,000	165,615,000	25,242,485	1,334,193	98,091,667	3,385,177	5,938,983	21,055,000
2014	381,850,000	165,085,000	24,038,951	1,274,388	94,870,417	1,463,643	3,535,957	20,045,000
2015	393,391,000	207,711,000	22,321,883	1,213,967	57,418,750	411,730	2,296,011	19,010,000
2016	427,614,000	226,650,000	20,604,815	1,152,657	44,317,083	-	-	17,395,000
2017	408,096,000	235,980,000	18,887,747	1,090,250	32,315,000	-	-	17,595,000

Fiscal Year	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)	Population (2)	Personal Income (1)
2008	726,424,979	2.48%	1,392	521,999	29,307,000,000
2009	668,538,920	2.21%	1,265	528,687	30,247,000,000
2010	593,943,645	1.89%	1,093	543,302	31,450,000,000
2011	626,964,084	1.99%	1,149	545,852	31,500,000,000
2012	636,018,468	1.99%	1,151	552,804	32,000,000,000
2013	701,429,505	2.15%	1,265	554,621	32,600,000,000
2014	692,163,356	2.09%	1,244	556,495	33,100,000,000
2015	703,774,341	-%	1,265	556,495	-
2016	737,733,555	-%	1,319	559,131	N/A
2017	713,963,997	-%	1,277	559,277	N/A

(1) Population and personal income data used to calculate Per Capita and % of Personal Income are from Bureau of Business & Economic Research, UNM (BBER).

(2) US Census 2016 estimate, updates years 2011 to 2015.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN FISCAL YEARS**

Schedule 13

<u>Fiscal Year</u>	<u>General Obligation Bonds Outstanding</u>	<u>Estimated Taxable Value</u>	<u>Percentage of Estimated Taxable Value of Property to Bonds Outstanding</u>	<u>G.O. Bonds Per Capita</u>	<u>Population (1)</u>
2008	292,620,000	10,949,766,038	2.67%	560.58	521,999
2009	297,968,000	11,581,011,823	2.57%	563.60	528,687
2010	257,880,000	12,299,076,660	2.10%	474.65	543,302
2011	323,805,000	11,920,466,310	2.72%	593.21	545,852
2012	349,260,000	11,951,429,844	2.92%	633.01	551,742
2013	375,029,000	11,876,389,476	3.16%	676.19	554,621
2014	354,380,000	11,967,046,395	2.96%	636.81	556,495
2015	365,921,000	12,207,367,709	3.00%	656.75	557,169
2016	391,458,000	12,414,140,796	3.15%	700.13	559,121
2017	374,480,000	12,809,839,299	2.92%	669.58	559,277

(1) U.S. CENSUS 2016 1-Year Estimates

**CITY OF ALBUQUERQUE, NEW MEXICO**  
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

Schedule 14

<u>Governmental Agency</u>	<u>G.O. Debt</u>	<u>Tax Year 2016 Assessed Valuation</u>	<u>Percent Applicable to City</u>	<u>Net Overlapping</u>
City of Albuquerque	\$ 408,096,000	\$ 12,809,839,299	100.00 %	\$ 408,096,000
Albuquerque Public Schools	567,790,000	15,849,486,540	80.82 %	458,898,062
Albuquerque Metropolitan Arroyo Flood Control Authority	42,125,000	14,539,757,719	88.10 %	37,113,031
Central New Mexico Community College	90,340,000	17,805,807,927	71.94 %	64,992,326
Bernalillo County	94,700,000	15,592,904,243	82.15 %	77,797,680
State of New Mexico	475,735,000	56,922,567,412	22.50 %	107,059,277
Total direct & overlapping general obligation (G.O.) bond debt				<u>\$ 1,153,956,376</u>
Gross G.O. Bonded Debt (includes general purpose and storm sewer bonds)				<u>\$ 408,096</u>
Net G.O. Bonded Debt				<u>\$ 408,096</u>

Source: City of Albuquerque Treasury Dept.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**LEGAL DEBT MARGIN**  
**LAST TEN FISCAL YEARS**

Schedule 15

	Fiscal Years									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Debt Limit	\$ 437,990,642	\$ 463,240,473	\$ 491,963,066	\$ 476,818,652	\$ 478,057,194	\$ 475,055,579	\$ 478,681,856	\$ 488,294,708	\$ 496,565,632	\$ 512,393,572
Total net debt applicable to limit	246,435,000	249,060,000	236,120,032	286,700,000	310,940,000	295,774,000	354,380,000	361,195,000	391,458,000	374,480,000
Legal debt margin	191,555,642	214,180,473	255,843,034	190,118,652	167,117,194	179,281,579	124,301,856	127,099,708	105,107,632	137,913,572
Total net debt applicable to the limit as a percentage of debt limit	56 %	54 %	48 %	60 %	65 %	62 %	74 %	74 %	79 %	73 %

Debt Limit (1)

Debt applicable to limit: General Obligation Bonds - General Purpose Only

Legal debt margin

(1) The State of New Mexico limits the amount of general purpose obligation indebtedness of the City to 4% of the assessed value of taxable property within the City.



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**PLEDGED REVENUE COVERAGE**  
**LAST TEN FISCAL YEARS**

Schedule 16

Fiscal Year	Airport Bonds					Refuse Bonds				
	Revenues	Less:		Debt Service	Coverage	Revenues	Less:		Debt Service	Coverage
		Operating Expenses	Net Available Revenue				Operating Expenses	Net Available Revenue		
2008	75,256	29,846	45,410	25,875	1.75	57,088	46,595	10,493	5,090	2.06
2009	65,997	30,195	35,802	26,855	1.33	57,163	44,943	12,220	4,981	2.45
2010	67,824	29,541	38,283	26,649	1.44	54,068	43,329	10,739	4,945	2.17
2011	65,776	29,827	35,949	26,209	1.37	62,172	45,337	16,835	4,988	3.38
2012	67,686	30,649	37,037	24,883	1.49	63,766	46,399	17,367	4,978	3.49
2013	68,808	30,150	38,658	24,272	1.59	62,608	45,759	16,849	2,052	8.21
2014	66,373	29,825	36,548	24,315	1.50	64,088	46,153	17,935	1,105	16.23
2015	64,813	29,105	35,708	14,233	2.51	71,166	46,953	24,213	427	56.70
2016	65,880	28,492	37,388	12,614	2.96	-	-	-	-	-
2017	56,356	31,195	25,161	12,981	1.94	NA	NA	NA	NA	NA

\* Refuse Disposal Fund paid off all Revenue Bonds on July 1, 2015

Fiscal Year	Sales Tax Revenue Bonds					Golf Course Revenue Bonds				
	Revenues	Less:		Debt Service	Coverage	Revenues	Less:		Debt Service	Coverage
		Operating Expenses	Net Available Revenue				Operating Expenses	Net Available Revenue		
2008	234,503	-	234,503	10,226	22.93	4,285	4,143	142	343	0.41
2009	222,477	-	222,477	10,472	21.24	4,688	3,788	900	345	2.61
2010	210,663	-	210,663	12,624	16.69	4,218	3,694	524	342	1.53
2011	215,704	-	215,704	10,305	20.93	3,937	3,902	35	347	0.10
2012	218,897	-	218,897	12,697	17.24	-	-	-	-	DIV/0
2013	221,872	-	221,872	11,348	19.55	-	-	-	-	DIV/0
2014	227,217	-	227,217	15,169	14.98	N/A	N/A	N/A	N/A	N/A
2015	235,893	-	235,893	14,050	16.79	N/A	N/A	N/A	N/A	N/A *
2016	239,952	-	239,952	17,837	13.45	N/A	N/A	N/A	N/A	N/A
2017	243,572	-	243,572	9,551	25.50	N/A	N/A	N/A	N/A	N/A

\* Golf Course Fund paid off all Revenue Bonds in FY2011

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND TEN YEARS AGO**

Schedule 17

2017				2007			
Employer	Employees	Rank	Percentage of Total Albuquerque MSA Employment	Employer	Employees	Rank	Percentage of Total Albuquerque MSA Employment
Albuquerque Public Schools	14,811	1	3.80 %	Albuquerque Public Schools	14,480	1	3.65 %
Sandia National Labs	10,500	2	2.70 %	University of New Mexico	14,300	2	3.61 %
Presbyterian	9,372	3	2.41 %	Kirtland Air Force Base (Civilian)	8,640	3	2.18 %
Kirtland Air Force Base (Civilian)	7,686	4	1.97 %	Sandia National Labs	7,624	4	1.92 %
City of Albuquerque	5,854	5	1.50 %	City of Albuquerque	6,710	5	1.69 %
University of New Mexico (1)	5,137	6	1.32 %	Presbyterian	6,670	6	1.68 %
State of New Mexico	4,457	7	1.14 %	State of New Mexico	5,490	7	1.38 %
Kirtland Air Force Base (Military)	4,184	8	1.07 %	Lovelace Health System	5,200	8	1.31 %
UNM Hospital	3,775	9	0.97 %	Kirtland Air Force Base (Military Active Duty)	5,100	9	1.29 %
Veterans Hospital	2,897	10	0.74 %	Intel Corporation	4,700	10	1.19 %
<b>Total</b>	<b>68,673</b>		<b>17.62 %</b>		<b>78,914</b>		<b>19.90 %</b>

Source: Albuquerque Economic Development, and listed Employers

(1) UNM changed their reporting and student employment is no longer reported in their fact book. This accounted for nearly 10,000 employees in 2014 for the Hospital and Main Campus.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
 ECONOMIC STATISTICS  
 LAST TEN FISCAL YEARS

Schedule 18

Metropolitan Statistical Area

Fiscal Year	City of Albuquerque Population (1)	MSA Population (1)	Personal Income Billions \$	Per Capita Personal Income	Civilian Labor Force	Civilian Employment	Average Wage/Salary Per Job	Unemployment Rate*
2008	523,240	863,383	30.4	35,195	405,568	389,723	38,805	3.9%
2009	529,219	876,448	30.0	34,218	407,287	381,530	39,625	6.3%
2010	545,852	887,077	30.3	34,097	413,684	380,616	40,456	8.0%
2011	551,338	896,818	31.9	35,547	423,100	390,421	41,086	7.7%
2012	554,449	900,781	32.1	35,678	419,028	387,812	42,208	7.4%
2013	556,239	902,911	31.6	35,006	417,158	388,285	41,937	6.9%
2014	556,971	903,658	33.4	36,944	414,365	386,289	42,207	6.8%
2015	557,448	905,174	35.0	38,563	415,144	388,916	43,144	6.3%
2016	559,277	909,906	36.1	39,665	418,630	393,173	43,844	6.1%
2017	N/A	N/A	N/A	N/A	425,362	399,443	45,367	6.1%

Sources:

Income and wage/salary from Bureau of Economic Analysis-except where noted - based on calendar year

Population from Census Bureau

Average Wage/Salary per Job- from Bureau of Labor Statistics Fiscal Year 2015 is based on 3 quarters of data

Labor Force Employment and Unemployment from Bureau of Labor Statistics

\*Albuquerque Metropolitan Statistical Area. Includes Bernalillo, Sandoval and Valencia counties prior to 2004. As of 2004, it also includes Tarrant County.

(1) US Census 2016 estimate

N/A - Not Available

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**DEMOGRAPHIC STATISTICS**

Schedule 19

	<u>Number</u>	<u>Percent</u>
<b><u>EDUCATION (1) -</u></b>		
Adequate Year Progress and Designation Under No Child Left Behind		
<u>Statewide</u>		
Total Schools received AYP status and designation	831	100.00 %
Total number of schools that made Adequate Yearly Progress	113	13.60 %
Elementary Schools (includes K-5, K-6, K-8)	25	3.00 %
Middle Schools	7	0.80 %
High Schools	30	3.60 %
Alternative Schools	51	6.10 %
Total number of schools that did not make Adequate Yearly Progress	718	86.40 %
Elementary Schools (includes K-5, K-6, K-8)	280	33.70 %
Middle Schools	104	12.50 %
High Schools	133	16.00 %
Alternative Schools	201	24.20 %
<b><u>SCHOOL ENROLLMENT (1)</u></b>		
<u>Albuquerque School District</u>		
Person enrolled in school	159,067	100.00 %
Elementary schools (including Kindergarten)	45,068	28.33 %
Mid-high schools	19,972	12.56 %
High schools	28,033	17.62 %
Private, alternative, and parochial schools	13,174	8.28 %
Community College of New Mexico - Central NM Community College	25,760	16.19 %
University of New Mexico - Albuquerque Campus	27,060	17.01 %
Percent completed High School	-	66.00 %
<b><u>HOUSEHOLD BY TYPE (2)</u></b>		
<u>Albuquerque City</u>		
Total households	220,918	100.00 %
Family households	130,503	59.10 %
with children under 18 years	58,023	26.30 %
Married-couple family	86,777	39.30 %
with children under 18 years	33,074	15.00 %
Female householder, no husband present	32,160	14.60 %
with children under 18 years	19,307	8.70 %
Nonfamily households	90,415	40.90 %
Average household size	2.51	
Average family size	3.24	
<b><u>HOUSING CHARACTERISTICS (2)</u></b>		
<u>Albuquerque City</u>		
Total housing units	244,038	100.00 %
Occupied housing units	220,918	90.50 %
Owner-occupied housing units	133,470	54.70 %
Renter-occupied housing units	87,448	35.80 %
Vacant housing units	23,120	9.50 %
<b><u>MEDIANS (2)</u></b>		
<u>Albuquerque City</u>		
Population age	36.50	-
Family income	62,778	-
Monthly housing cost - mortgage	1,486	-
Monthly housing cost - renting	981	-
<b><u>NATIONAL COMPARISON OF SELECTED CHARACTERISTICS (3)</u></b>		
<u>Statewide comparing to nationwide</u>		
Population living below the poverty level	2	19.80 %
Children under 18 years below poverty level	4	27.20 %
		<u>Percent</u>
Households with one or more people under 18 (2)	31	29.80 %
Population 18 years and older who are veterans	16	9.00 %
Population 25 years and older who have completed high school	46	85.40 %
Population 25 years and over how have completed a Bachelor's degree	40	27.20 %
Percent of People 25 years and Over Who Have Completed an Advanced Degree	20	11.70 %

\* School AYP and enrollment of Private, alternative, and parochial schools are based on 2011 number. 2012/2013/2014 data is

- (1) New Mexico Department of Education
- (2) 2016 American Community Survey 1 - Year Estimates (U.S. Census Bureau)
- (3) 2015 SAIPE estimates

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**FULL-TIME EQUIVALENT CITY EMPLOYEES BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

Schedule 20

Full-time Equivalent Employees as of June 30,

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Animal Welfare	142 <sup>(1)</sup>	141	135	135	134	137	139	139	141	141
Aviation	275	276	276	276	277	278	272	280	281	281
Chief Administrative Officer Dept.	35	33	33	35	35	23 <sup>(4)</sup>	21	21	14 <sup>(8)</sup>	14
Civilian Police Oversight Agency	-	-	-	-	-	-	-	-	8 <sup>(9)</sup>	8
Council Services	27	28	28	26	26	26	26	26	27	29
Cultural Services	411	376	349	338	333	335	317	333	334	344
Economic Development	11	11	8	8	7	7	8	9	9	11
Environmental Health	96	88	88	83	82	74	73	75	76	76
Family and Community Services	444	416	402	380	366	366	359	285 <sup>(5)</sup>	289	290
Finance and Administrative Services	343	311	301	297	299	309	300	300	208 <sup>(10)</sup>	201
Fire	692	708	707	696	695	695	702	702	699	699
Human Resources	45	39	36	34	34	34	33	34	36	37
Legal	110	106	85	60	56	57	59	58	58	59
Mayor Department	7	7	7	6	6	6	6	6	6	6
Municipal Development	541	526	511	461	437	437	428	462	462	467
Office of Internal Audit	14	14	12	9	7	7	7	7	7	7
Office of Inspector General	-	-	-	3 <sup>(2)</sup>	3	3	3	3	3	3
Office of City Clerk	-	-	-	11 <sup>(3)</sup>	11	11	16	17	17	17
Parks and Recreation	297	292	282	313	300	303	302	268 <sup>(6)</sup>	269	269
Planning	191	180	156	155	150	151	154	155	160	175
Police	1,566	1,564	1,537	1,530	1,509	1,520	1,529	1,466 <sup>(7)</sup>	1,466	1,475
Senior Affairs	99	102	102	111	108	109	110	115	116	125
Solid Waste	445	450	427	433	420	432	437	457	458	462
Technology and Innovation	-	-	-	-	-	-	-	-	88 <sup>(11)</sup>	89
Transit Operations	591	584	595	587	559	564	561	567	569	569
<b>Total</b>	<b>6,382</b>	<b>6,252</b>	<b>6,077</b>	<b>5,987</b>	<b>5,854</b>	<b>5,884</b>	<b>5,862</b>	<b>5,785</b>	<b>5,801</b>	<b>5,854</b>

- (1) Creation of Animal Welfare Department in FY08.
- (2) The Office of Inspector General was created mid-year FY11 with three positions from the Office of Internal Audit.
- (3) The approved FY11 budget establishes the Office of the City Clerk. The City Clerk is moved from the Legal Department with a total of 12 positions. Other position changes include one intra-year position and two deleted positions in FY11.
- (4) The Chief Administrative Officer deleted six full time positions from the Administrative Hearing Office; and moved six grant funded position to the Police Department.
- (5) The Housing Authority has completed its separation from the City and reduced the total full-time position by 74 in FY15..
- (6) A portion of the Parks capital improvement program with thirty-three positions was transferred to Municipal Development in FY15.
- (7) The Police Department deleted 100 vacant police officer positions, and added several full-time civilian positions in FY15.
- (8) The Chief Administrative Officer Department moves the independent review office with seven fulltime positions to a new City department, Civilian Police Oversight Agency in FY16.
- (9) Creation of Civilian Police Oversight Agency department in FY16. Seven full-time positions were transferred from Chief Administrative Officer department, and one full-time position was created during FY16.
- (10) The Information Technology Services and the ERP divisions, as well as Communication sManagement Fund were administratively moved to the newly created Technology and Innovation Department (DTI).
- (11) Creation of Technology and Innovation Department in FY16.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

Schedule 21

<b>Function/Program</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>
<b>AVIATION</b>										
Passengers enplaned/deplaned	6,801,486	5,993,217	5,762,000	5,742,432	5,639,309	5,167,556	4,971,375	4,739,781	4,770,758	4,821,635
Number of flights	125,280	107,711	100,143	100,180	97,135	87,029	82,901	76,925	73,654	72,925
<b>CULTURAL AND RECREATION</b>										
Library computer use	487,887	566,736	654,525	629,867	659,807	801,750	852,324	801,287	895,739	653,291
Library materials borrowed	4,712,397	4,862,599	4,945,413	4,578,070	3,991,066	3,808,850	4,174,116	4,038,863	4,204,039	4,360,040
Library visits	2,442,118	2,498,927	2,745,930	2,526,208	2,353,753	2,280,645	2,201,603	2,124,598	2,134,954	2,043,177
BioPark annual attendance	1,096,934	1,172,547	1,176,353	1,218,862	1,235,842	1,238,247	1,221,557	1,277,907	1,235,379	1,230,031
Explora annual attendance	210,161	221,478	222,315	232,831	234,385	213,063	223,825	273,218	299,945	316,578
Albuquerque Museum attendance	166,447	111,503	124,848	125,406	121,379	114,986	112,115	127,736	135,148	135,414
Balloon Museum attendance	-	62,590	71,623	66,103	98,906	86,184	96,321	114,701	133,748	130,376
Parks acres maintained	2,776	3	2,921	3,088	3,151	3,302	3,423	2,790	2,790	2,790
Open space acres	28,486	28,803	28,837	28,903	28,932	29,042	29,092	29,104	29,126	29,126
<b>MUNICIPAL DEVELOPMENT</b>										
Street miles maintained	4,450	4,525	4,579	4,580	4,596	4,596	4,601	4,603	4,628	4,638
Street miles resurfaced/crack-seal	263	189	188	155	132	132	154	184	115	103
Potholes repaired	3,500	2,476	3,360	3,608	3,578	4,855	7,276	12,586	8,346	9,272
Curb miles swept	46,057	50,251	40,946	44,813	40,000	40,643	42,731	41,258	42,293	46,866
Facility maintained	172	193	179	179	192	202	194	194	194	194
Facility sq. ft. area maintained (mil.)	2.32	2.41	2.20	2.15	2.34	3.80	3.57	3.78	3.86	3.86
<b>PLANNING</b>										
Inspections-code compliance	82	68,808	62,462	69,306	38,189	80,489	84,245	83,187	83,834	78,971
Inspections - permits	131,258	149,428	70,616	56,807	69,185	35,538	31,170	28,018	83,695	84,982
Plans reviewed (building safety)	4,008	4,946	3,059	2,429	2,970	2,718	3,440	3,680	5,189	6,057

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**OPERATING INDICATORS BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

Schedule 21

<b>Function/Program</b>	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>PUBLIC SAFETY - FIRE</b>										
Emergency responses	81,747	77,602	83,380	78,094	78,921	80,299	82,742	88,629	99,528	106,102
Fires extinguished (residential)	145	146	136	134	144	131	171	207	156	225
Fires extinguished (non-residential)	87	70	110	93	101	97	114	117	40	87
Fires extinguished (wildland)	6	6	5	7	12	3	4	5	124	113
Hazardous materials incidents	949	919	1,020	795	837	760	712	1,119	1,291	1,271
Rescue calls	58	59	54	43	50	70	50	102	134	149
Code enforcement inspections	3,842	4,203	5,019	4,938	5,167	6,979	6,941	6,613	7,113	7,798
<b>PUBLIC SAFETY - POLICE</b>										
Offense reports processed	106,503	67,058	55,874	96,785	101,148	123,703	120,712	122,129	133,268	142,556
Accident reports processed	27,281	24,748	23,456	23,341	23,000	22,382	23,085	23,949	24,315	24,127
Calls answered	844,282	844,839	852,061	823,802	870,276	826,592	863,085	824,351	961,084	969,732
Felony arrests	10,794	11,335	15,787	14,476	14,281	11,868	8,960	9,026	9,158	8,206
Misdemeanor arrest	22,778	23,745	24,597	27,239	22,922	20,347	22,560	22,609	20,131	17,013
<b>SOLID WASTE</b>										
Refuse collected (tons)	435,020	402,692	392,491	396,834	423,546	478,860	504,590	503,407	510,881	517,634
Recyclables processed (tons)	16,367	17,104	17,347	14,130	7,715	29,841	34,295	36,558	38,020	42,414
Miles litter/weeds cleaned	11,993	18,020	28,463	20,465	9,886	22,490	13,935	22,726	38,405	61,520
Graffiti sites cleaned	77,251	73,571	67,083	62,264	23,851	59,758	59,749	61,604	74,832	80,568
<b>TRANSIT - BUS</b>										
ABQRide ridership	10,402,919	10,760,341	11,177,097	11,907,798	12,800,000	12,906,239	13,009,047	12,360,445	11,422,932	10,251,314
Revenue miles	5,110,000	5,029,000	5,180,000	5,223,000	5,320,000	5,356,881	5,424,866	5,436,447	5,449,385	5,415,887

Source: City of Albuquerque Annual Performance Plan.

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

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**CAPITAL ASSET BY FUNCTION/PROGRAM**  
**LAST TEN FISCAL YEARS**

Schedule 22

FUNCTION/PROGRAM	Fiscal Years									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>GENERAL GOVERNMENT:</b>										
Bus Lines-minibuses	160	160	160	160	*	*	*	*	*	*
Landfill	1	1	1	1	1	1	1	1	1	1
Refuse Convenience Centers	3	3	3	3	3	3	3	3	3	3
Water mains (miles)	615	618	618	618	*	*	*	*	*	*
<b>PUBLIC SAFETY:</b>										
Law Enforcement Center	1	1	1	1	1	1	1	1	1	1
Police Area Command Centers	6	6	6	6	6	6	6	6	6	6
Police Substations	12	12	12	12	12	12	12	12	12	12
Fire Stations	23	23	23	23	23	23	22	22	22	22
<b>HIGHWAYS AND STREETS:</b>										
Streets maintained (miles)	4,470	4,525	4,579	4,590	4,512	4,596	4,601	4,603	4,628	4,642
ROW acres	7,383	7,383	7,383	7,383	(1)	*	*	*	*	*
Bridges (railroad, river, roads)	150	150	150	150	52	52	52	52	52	52
Urban trails maintained (miles)	128	113	117	133	137	142	147	152	153	148
Traffic signals	593	595	601	605	611	615	621	622	627	630
School zone flashing beacons	278	280	302	305	306	95 (2)	95	96	96	96
Storm lift stations	14	14	14	14	14	14	14	14	14	14
Storm drainage bridges	41	50	50	50	195	195	195	195	195	195
Dams/Detention basin	110	110	110	110	110	110	110	110	109	109
<b>CULTURAL AND RECREATION:</b>										
Open space acreage	28,786	28,803	28,810	28,903	28,932	29,044	29,092	29,104	29,099	29,126
park acres	2,776	2,856	2,921	3,088	3,161	3,302	3,423	2,790	2,791	2,790
Playgrounds	171	160	168	171	172	173	175	175	178	179
Baseball/softball parks	6	7	7	7	7	7	7	7	7	7
Golf courses	4	4	4	4	4	4	4	4	4	4
Swimming pools	14	12	12	12	12	12	12	12	12	12
Tennis courts	136	134	134	134	134	134	134	152	152	150
Community centers	24	24	24	24	23	23	23	23	23	23
Museums/Zoos/Cultural Centers	10	10	10	10	10	10	10	10	4 (3)	4
Libraries	17	17	17	17	17	17	17	17	18	18

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

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

- (1) Data not available or information was not captured or was not recorded in a comparable format.
- (2) Start from FY13 ,the measurement of "School flashing beacons" changed to "School Zones with Flashing Beacons".
- (3) FY16 # only includes the museums/zoo/cultural center that are funded and operated by the City of Albuquerque.



**SINGLE AUDIT INFORMATION**

**Schedule of Expenditures of Federal Awards**

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

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

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

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

**Report on Compliance for Each Major Federal Program and  
Report on Internal Control Over Compliance Required by the  
Uniform Guidance**

**Schedule of Findings and Questioned Costs**

**Status of Prior Year Audit Findings**



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

<u>Grantor Agency and Grant Title</u>	<u>Grant Name</u>	<u>Federal or State</u>	<u>CFDA Number</u>	<u>Grant Period From</u>	<u>Grant Period To</u>	<u>Passed through Expenditures to Subrecipients Per the SEFA</u>	<u>Expenditures Per the SEFA</u>	<u>Loans &amp; Loan Guarantees</u>	<u>Total</u>
<u>U.S. Department of Agriculture</u>									
<u>Food and Nutrition Service</u>									
Pass Through (State of New Mexico CYFD )									
Child and Adult Care Food Program	Child and Adult Care Food Program	0278	10.558	10/1/2016	9/30/2017		727,895		727,895
Child and Adult Care Food Program	Child and Adult Care Food Program	0278	10.558	10/1/2015	9/30/2016		186,224		186,224
							914,119		914,119
Summer Food Service Program for Children	Summer Food Service Program FY16/17	3037	10.559	10/1/2016	9/30/2017		683,051		683,051
Summer Food Service Program for Children	Summer Food Service Program FY15/16	3037	10.559	10/1/2015	9/30/2016		543,179		543,179
							1,226,230		1,226,230
<u>Forest Service</u>									
Cooperative Forestry Assistance	Cooperative Forestry Assistance Program	15-521-0410-0149	10.664	9/10/2015	6/30/2016				-
<u>Total U.S. Department of Agriculture</u>							2,140,349		2,140,349
<u>U.S. Department of Housing and Urban Development</u>									
<u>Office of Community Planning and Development</u>									
Direct									
Community Development Block Grants/Entitlement Grants	Community Development Block Grant 2017	B-17-MC-35-0001	14.218	1/1/2017	9/1/2024	-	343,264		343,264
Community Development Block Grants/Entitlement Grants	Community Development Block Grant 2016	B-16-MC-35-0001	14.218	1/1/2016	9/1/2023	445,510	2,087,211		2,087,211
Community Development Block Grants/Entitlement Grants	Community Development Block Grant 2015	B-15-MC-35-0001	14.218	1/1/2015	9/1/2022	1,712	118,076		118,076
							2,548,551		2,548,551
Direct									
Emergency Solutions Grant Program	Emergency Shelter Grant Program	E-16-MC-35-0001	14.231	1/1/2016	12/31/2018	202,442	227,915		227,915
Emergency Solutions Grant Program	Emergency Shelter Grant Program	E-15-MC-35-0001	14.231	1/1/2015	12/31/2017	123,415	123,271		123,271
							351,186		351,186

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

Grantor Agency and Grant Title	Grant Name	Federal or State	CFDA	Grant Period		Passed through Expenditures		Loan	Total	
			Number	From	To	to Subrecipients	Per the SEFA	Guarantees		
Direct										
Home Investment Partnerships Program	Home	M-16-MC-35-0209	14.239	1/1/2016	9/30/2023		78,482		78,482	
Home Investment Partnerships Program	Home	M-15-MC-35-0209	14.239	1/1/2015	9/30/2022	124,607	210,617		210,617	
Home Investment Partnerships Program	Home	M-14-MC-35-0209	14.239	1/1/2014	9/30/2021	44,067	78,434	-	78,434	
Home Investment Partnerships Program	Home	M-13-MC-35-0209	14.239	1/1/2013	9/30/2020	560,657	560,657	-	560,657	
Home Investment Partnerships Program	Home	M-12-MC-35-0209	14.239	1/1/2012	9/30/2019	-		341,966	341,966	
Home Investment Partnerships Program	Home	M-11-MC-35-0209	14.239	1/1/2011	9/30/2018	109,578	109,578	398,723	508,301	
Home Investment Partnerships Program	Home	M-10-MC-35-0209	14.239	1/1/2010	9/30/2017	707,602	707,602	240,417	948,019	
Home Investment Partnerships Program	Home	M-09-MC-35-0209	14.239	1/1/2009	9/30/2016			380,449	380,449	
Home Investment Partnerships Program	Home	M-08-MC-35-0209	14.239	1/1/2008	9/30/2015			350,039	350,039	
Home Investment Partnerships Program	Home	M-07-MC-35-0209	14.239	1/1/2007	9/30/2014			2,964,771	2,964,771	
							1,745,370	4,676,365	6,421,735	
Direct										
Continuum of Care Program	Continuum of Care	NM0095L6B001400	14.267	2/1/2015	1/31/2017	-	526		526	
Continuum of Care Program	Continuum of Care	NM0015L6B001609	14.267	5/1/2015	4/30/2016	94,692	96,819		96,819	
Continuum of Care Program	Continuum of Care	NM0014L6B001609	14.267	5/1/2015	4/30/2016	176,151	247,693		247,693	
Continuum of Care Program	Continuum of Care	NM0111L6B001600	14.267	5/1/2015	4/30/2016	-	234		234	
Continuum of Care Program	Continuum of Care	NM0017L6B001407	14.267	5/1/2015	4/30/2016	33,684	33,684		33,684	
Continuum of Care Program	Continuum of Care	NM0100L6B001500	14.267	7/1/2016	6/30/2017	112,192	128,332		128,332	
Continuum of Care Program	Continuum of Care	NM0017L6B001508	14.267	5/1/2016	9/30/2017	103,504	122,195		122,195	
Continuum of Care Program	Continuum of Care	NM0106L6B001500	14.267	5/1/2016	6/30/2017	87,546	97,141		97,141	
Continuum of Care Program	Continuum of Care	NM0101L6B001500	14.267	5/1/2016	6/30/2017	827,265	830,598		830,598	
Continuum of Care Program	Continuum of Care	NM0015L6B001508	14.267	5/1/2016	4/30/2017	374,915	382,135		382,135	
Continuum of Care Program	Continuum of Care	NM0014L6B001508	14.267	5/1/2016	4/30/2017	1,041,019	1,090,673		1,090,673	
							3,030,030		3,030,030	
<u>Total U.S. Department of Housing and Urban Development</u>								7,675,137		12,351,502
<u>National Park Service</u>										
Pass Through (NM Historic Preservation Division)										
Law Enforcement Assistance--Narcotics and Dangerous Drugs--Laboratory Analysis	2011 DEA Task Force Agreement	FY2011DEATASK FORCE	16.001	1/1/2011	9/30/2014		63,342		63,342	
Department of Justice Federal Bureau of Investigation										
Direct										
Law Enforcement Assistance FBI Crime Laboratory Support	2010 NMRCL	A0A003628	16.301	11/1/2009	9/30/2016		26,063		26,063	
							89,405		89,405	

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

<u>Grantor Agency and Grant Title</u>	<u>Grant Name</u>	<u>Federal or State</u>	<u>CFDA Number</u>	<u>Grant Period</u>		<u>Passed through Expenditures to Subrecipients</u>	<u>Expenditures Per the SEFA</u>	<u>Loan Guarantees</u>	<u>Total</u>
				<u>From</u>	<u>To</u>				
<u>Violence Against Women</u>									
Pass through (NM Crime Victims Reparation Commission)									
Violence against Women Formula Grants	S.T.O.P Violence Against Women	2016-WF-306	16.588	7/1/2016	6/30/2017		45,456		45,456
<u>Bureau of Justice Assistance</u>									
Pass Through (Bureau of Justice Assistance)									
Project Safe Neighborhoods Direct	Project Safe Neighborhoods	2013-PSN-APD-SFY14	16.609	10/1/2013	9/30/2015		48,030		48,030
Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance	2016-DJ-BX-0488	16.738	10/1/2015	9/30/2019	59,488	112,921		112,921
Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance	2015-DJ-BX-0641	16.738	10/1/2014	9/30/2018	41,487	227,757		227,757
Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance	2014-DJ-BX-0883	16.738	10/1/2014	9/30/2017	5,729	45,518		45,518
Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance	2013-DJ-BX-0944	16.738	1/1/2012	9/30/2016	-	49,072		49,072
							435,268		435,268
Pass Through (Bernalillo County Sheriff's Office)									
Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance	16-JAG-REG1-SFY17	16.738	10/1/2016	9/30/2017	8,398	55,340		55,340
Pass Through (NM Dept. Of Public Safety)									
Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance	12-JAG-REG1-SFY16	16.738	10/1/2015	9/30/2016	-	232		232
							232		232
							538,870		538,870
<u>National Institute of Justice</u>									
Direct									
DNA Backlog Reduction Program	DNA Backlog Reduction	2014-DNABK-APD-SFY15	16.741	10/1/2014	12/31/2016		180,512		180,512
DNA Backlog Reduction Program	DNA Backlog Reduction	15-DNABK-APD-SFY16	16.741	1/1/2016	3/31/2018		6,738		6,738
DNA Backlog Reduction Program	DNA Backlog Reduction	15-DNABK-NMDIS-SFY16	16.741	1/1/2016	12/31/2017		65,196		65,196
DNA Backlog Reduction Program	DNA Backlog Reduction	2014-DNABK-NMDIS-SFY15	16.741	10/1/2014	12/31/2016		100,171		100,171
							352,617		352,617
Direct									
Paul Coverdell Forensic Science Improvement Grant Program	Paul Coverdell Forensic Science Improvement Grant	16-PC-APD-SFY17	16.742	1/1/2017	12/31/2017		4,082		4,082
Paul Coverdell Forensic Science Improvement Grant Program	Paul Coverdell Forensic Science Improvement Grant	15-PC-APD-SFY16	16.742	10/1/2015	9/30/2016		2,393		2,393
							6,475		6,475
Criminal & Juvenile Justice & Mental Health Collaboration Program	Criminal & Juvenile Justice & Mental Health Collaboration Program	2015-MO-BX-0009	16.745	10/1/2015	9/30/2018	92,466	92,466		92,466
							451,558		451,558

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

<u>Grantor Agency and Grant Title</u>	<u>Grant Name</u>	<u>Federal or State</u>	<u>CFDA Number</u>	<u>Grant Period From</u>	<u>To</u>	<u>Passed through Expenditures to Subrecipients Per the SEFA</u>	<u>Loan Guarantees</u>	<u>Total</u>
<u>Criminal Division</u>								
Direct								
Equitable Sharing Program	Middle Rio Grande Valley Task Force	N/A	16.922	Unknown	Completion	14,636		14,636
Equitable Sharing Program	Albuquerque Special Investigations Division	N/A	16.922	Unknown	Completion	570,262		570,262
						584,898		584,898
<u>Total U.S. Department of Justice</u>						1,710,187		1,710,187
<u>U.S. Department of Transportation</u>								
<u>Federal Aviation Administration</u>								
Direct								
Airport Improvement Program	Taxiway A Phase C	3-35-0003-046-2014	20.106	9/18/2014	Completion	16,142		16,142
Airport Improvement Program	Sunport Master Plan	3-35-0003-045-2014	20.106	9/18/2014	Completion	96,482		96,482
Airport Improvement Program	VALE Electric Charging Stations	3-35-0003-048-2015	20.106	9/17/2015	Completion	14,142		14,142
Airport Improvement Program	Rehabilitate Terminal Apron	3-35-0003-047-2015	20.106	9/17/2015	Completion	1,224,930		1,224,930
Airport Improvement Program	Rehabilitate Terminal Apron	3-35-0002-021-2015	20.106	11/15/2015	12/31/2016	54,551		54,551
Airport Improvement Program	Rehabilitate Terminal Apron	3-35-0003-049-2016	20.106	9/16/2016	9/16/2020	30,517		30,517
Airport Improvement Program	Rehabilitate Terminal Apron	3-35-0003-050-2016	20.106	9/15/2016	9/14/2020	65,286		65,286
						1,502,050		1,502,050
<u>Federal Highway Administration</u>								
Pass Through (NM Department of Transportation)								
Highway Planning and Construction	AMPA Wide Bicycle Education Program	D13721 / A300722	20.205	1/27/2012	9/30/2016	16,318		16,318
Highway Planning and Construction	Bicycle Travel Demand Management Program	A300716	20.205	4/12/2016	9/30/2017	74,091		74,091
Highway Planning and Construction	Bicycle Travel Demand Management Program	CAQ-7701(43)/J00671	20.205	8/3/2001	9/30/2014	42,295		42,295
Highway Planning and Construction	ABQ Great Streets, Central, Girard, & 12th & Menaul	L3511 / D12751	20.205	7/2/2009	9/30/2014	204,844		204,844
Highway Planning and Construction	Bicycle Travel Demand Management Program	D13732 / A300702	20.205	3/16/2012	9/30/2016	22,117		22,117
Highway Planning and Construction	Albuquerque Great Streets	D13783	20.205	8/7/2012	9/30/2018	46,751		46,751
Highway Planning and Construction	Signal Control ITS Traffic Mgmt	A300753	20.205	5/21/2013	9/30/2015	146,952		146,952
Highway Planning and Construction	Signal Control ITS Traffic Mgmt / Const	A300754	20.205	6/20/2014	9/30/2016	314,287		314,287
Highway Planning and Construction	Signal Control ITS Traffic Mgmt / Const	A300755	20.205	8/27/2015	9/30/2017	811,305		811,305
Highway Planning and Construction	Signal Control / Regional Transportation Management	A300970	20.205	3/25/2015	12/31/2016	816,363		816,363
Highway Planning and Construction	BTDM / AMPA Wide Bicycle Facilities, FY14	A300704	20.205	6/20/2014	9/30/2017	27,409		27,409

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

<u>Grantor Agency and Grant Title</u>	<u>Grant Name</u>	<u>Federal or State</u>	<u>CFDA Number</u>	<u>Grant Period</u>		<u>Passed through Expenditures to Subrecipients</u>	<u>Expenditures Per the SEFA</u>	<u>Loan Guarantees</u>	<u>Total</u>
				<u>From</u>	<u>To</u>				
Highway Planning and Construction	Westside Bridge Repair #7926 (from Bridge(Avenida Cesar Chavez) to over	A301050	20.205	6/10/2015	9/30/2017		340,183		340,183
Highway Planning and Construction	Williams	A301552	20.205	8/25/2015	9/30/2017		635,338		635,338
Highway Planning and Construction	BDTM/AMPA Wide Bicycle Facilities	A301183	20.205	1/12/2016	10/1/2018		34,160		34,160
Highway Planning and Construction	I-25 Cicycle Feasibility Study	A300708	20.205	4/12/2016	9/30/2017		16,180		16,180
							<u>3,548,593</u>		<u>3,548,593</u>
<u>Federal Transit Administration</u>									
<u>Federal Transit Formula Grants Cluster</u>									
Direct									
Federal Transit--Capital Investment Grants	High Capacity/Rapid Transit Project	NM-03-0025	20.500	11/23/1999	Completion		3,839		3,839
Federal Transit--Capital Investment Grants	Uptown Construction Project	NM-03-0021	20.500	6/15/1998	Completion		10,822		10,822
							<u>14,661</u>		<u>14,661</u>
Direct									
Federal Transit--Formula Grants	WSTF, Buses, Planning, Yale, Park & Ride	NM-90-X065	20.507	3/1/2002	Completion		182,274		182,274
Federal Transit--Formula Grants	Montano Intermodal Facility	NM-04-0018	20.507	10/1/2010	Completion		4,548		4,548
Federal Transit--Formula Grants	Buses, Technology, Planning	NM-90-X078	20.507	10/1/2006	Completion		162,937		162,937
Federal Transit--Formula Grants	Rev Vehicles, Fac Rehab, Tech, Enhancement	NM-90-X114-00	20.507	7/1/2013	Completion		286,577		286,577
Federal Transit--Formula Grants	Central Avenue BRT Phase I	NM-90-X133	20.507	7/1/2014	10/1/2016		1,242,179		1,242,179
Federal Transit--Formula Grants	Central Avenue BRT Phase I	NM-95-X024-00	20.507	1/1/2015	5/31/2016		512,683		512,683
	Congestion Mitigation and Air Quality Mandatory (CMAQ) 2014	M01153 / NM95-X023	20.507	10/1/2012	9/30/2018		98,721		98,721
Highway Planning and Construction	Fac Rehab, Technology, Enhance	NM-90-X132	20.507	1/1/2015	10/1/2016		120,782		120,782
Highway Planning and Construction	Central Ave TOD Planning	NM-2016-009	20.507	6/1/2016	9/30/2018		571,322		571,322
Federal Transit--Formula Grants	Congestion, Mitigation & Air Quality Improvement Program	NM-2016-013-00	20.507	11/10/2014	12/30/2016		100,777		100,777
							<u>3,282,800</u>		<u>3,282,800</u>
<u>Total Federal Transit Formula Grants Cluster</u>							<u>3,297,461</u>		<u>3,297,461</u>
<u>National Highway Traffic Safety Administration (NHTSA)</u>									
<u>Highway Safety Cluster</u>									
Pass Through (NM Department of Transportation)									
State and Community Highway Safety	Sel. Traffic Enforce. (100 Days/Nights of Summer)	16-DS-PT-002	20.600	12/1/2015	9/30/2016		18,575		18,575
State and Community Highway Safety	Sel. Traffic Enforce. (100 Days/Nights of Summer)	15-DS-PT-002	20.600	10/27/2014	9/30/2015		1,160		1,160
State and Community Highway Safety	Sel. Traffic Enforce. (100 Days/Nights of Summer)	17-ST-02-002	20.600	10/1/2016	9/30/2017		40,156		40,156
<u>Total Highway Safety Cluster</u>							<u>59,891</u>		<u>59,891</u>
<u>National Highway Traffic Safety Administration (NHTSA)</u>									
Pass Through (NM Department of Transportation)									
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Traffic and Criminal Software (TraCS)	16-HE-64-P01	20.608	10/1/2015	9/30/2017		76,620		76,620
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	End Driving While Impaired	16-AL-65-002	20.608	12/1/2015	9/30/2016		131,387		131,387

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

<u>Grantor Agency and Grant Title</u>	<u>Grant Name</u>	<u>Federal or State</u>	<u>CFDA Number</u>	<u>Grant Period</u>		<u>Passed through Expenditures to Subrecipients Per the SEFA</u>	<u>Loan Guarantees</u>	<u>Total</u>
				<u>From</u>	<u>To</u>			
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	End Driving While Impaired	17-AL-64-002	20.608	10/1/2016	9/30/2017	159,898		159,898
<u>Total National Highway Traffic Safety Administration (NHTSA)</u>						367,905		367,905
<u>Pipeline and Hazardous Materials Safety Administration</u>								
Pass Through (New Mexico Department of Homeland Security & Emergency)								
Interagency Hazardous Materials Public Sector Training and Planning Grants	DOT Hazardous Material	HM-HMP-0579-16-01-00	20.703	9/30/2016	9/30/2017	3,268		3,268
Interagency Hazardous Materials Public Sector Training and Planning Grants	DOT Hazardous Material	HM-HMP-0519-15-01-00	20.703	10/1/2015	9/30/2016	2,013		2,013
<u>Total U.S. Department of Transportation</u>						5,281		5,281
						8,781,181		8,781,181
<u>U.S. Department of National Endowment for the Arts</u>								
Direct								
Promotion of the Arts--Grants to Organizations and Individuals	NEA Our Town	13-4292-7061	45.024	10/1/2013	9/30/2015	12,752		12,752
<u>Total U.S. Department of National Endowment for the Arts Agency</u>						12,752		12,752
<u>U.S. Environmental Protection Agency</u>								
<u>Office of Air and Radiation</u>								
Direct								
Air Pollution Control Program Support	FY16 Air Pollution	A00615816	66.001	10/1/2015	1/31/2017	193,335		193,335
Air Pollution Control Program Support	FY16 Air Pollution	A00615816	66.001	10/1/2015	1/31/2017	359,598		359,598
						552,933		552,933
Direct								
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	PM 2.5 FINE Grant							
			PM01F17101	66.034	8/19/2016	8/31/2017	45,443	45,443
<u>Total U.S. Environmental Protection Agency</u>						598,376		598,376
<u>U.S. Department of Health and Human Services</u>								
<u>Administration for Community Living</u>								
<u>Aging Cluster</u>								
Pass Through (NM Aging & Long Term Svcs Dept)								
Special Programs for the Aging--Title III, Part B--Grants for Supportive Services and Senior Centers	2015 Older American Program/ Title III, Part B	17-624-4000-0001	93.044	7/1/2016	6/30/2017	453,020		453,020
Pass Through (NM Aging & Long Term Svcs Dept)								
Special Programs for the Aging--Title C--Nutrition Services	2015 Older American Program/ Title III, Part C	17-624-4000-0001	93.045	7/1/2016	6/30/2017	719,644		719,644
Pass Through (NM Aging & Long Term Svcs Dept)								
Nutrition Services Incentive Program	2015 Older American Program/Nutrition Service Incentive Program	17-624-4000-0001	93.053	7/1/2016	6/30/2017	314,480		314,480
<u>Total Aging Cluster</u>						1,487,144		1,487,144



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

<u>Grantor Agency and Grant Title</u>	<u>Grant Name</u>	<u>Federal or State</u>	<u>CFDA Number</u>	<u>Grant Period From</u>	<u>To</u>	<u>Passed through Expenditures to Subrecipients Per the SEFA</u>	<u>Loan Guarantees</u>	<u>Total</u>
Pass Through (NM Aging & Long Term Svcs Dept)								
Special Programs for the Aging--Title III, Part D--Disease Prevention and Health Promotion Services	2015 Older American Program/ Title III, Part D	17-624-4000-0001	93.043	7/1/2016	6/30/2017	108,581		108,581
Pass Through (NM Aging & Long Term Svcs Dept)								
National Family Caregiver Support, Title III, Part E	2015 Older American Program/ Title III, Part E	17-624-4000-0001	93.052	7/1/2016	6/30/2017	172,551		172,551
						281,132		281,132
<u>Centers for Disease Control and Prevention</u>								
Pass Through (New Mexico Department of Health)								
Public Health Emergency Preparedness	Cities Readiness Initiative	14/665.0300.16273	93.069	6/30/2014	6/30/2015	4,254		4,254
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Cities Readiness Initiative	11/665.0300.13441	93.074	8/10/2010	8/9/2011	22,782		22,782
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	Cities Readiness Initiative	10/665.0300.10884	93.074	8/10/2009	8/9/2010	24,022		24,022
						46,804		46,804
						51,058		51,058
<u>Food and Drug Administration Research</u>								
Pass Through (Association of Food and Drug Officials )								
General Grant Funding	Mock Food Borne Illnesses Grant	G-FPTF-1612-04613	93.103	1/16/2017	7/28/2017	710		710
<u>Administration for Children and Families</u>								
Direct								
Head Start	Early Head Start FY 18	06CH7083/05	93.600	7/1/2017	6/30/2018	-	26	26
Head Start	Early Head Start FY 17	06CH7083-04-00	93.600	7/1/2016	6/30/2017	371,764	2,767,506	2,767,506
Head Start	Early Head Start FY 16	06CH7083	93.600	7/1/2015	6/30/2016		10,074	10,074
						2,777,606		2,777,606
<u>Total U.S. Department of Health and Human Services</u>						4,597,650		4,597,650
<u>Corporation for National and Community Service</u>								
Direct								
Retired and Senior Volunteer Program	Retired Senior Volunteer Program	14SRWNM001.2	94.002	4/1/2016	3/31/2017	47,223		47,223
Foster Grandparent	Foster Grandparent	14SFWNM015.2	94.011	7/1/2016	6/30/2017	161,296		161,296
Direct								
Senior Companion Program	Senior Companion Program	14SCWNM002.2	94.016	7/1/2016	6/30/2017	79,938		79,938
<u>Total Foster Grandparent Cluster</u>						241,234		241,234
<u>Total Corporation for National and Community Services</u>						288,457		288,457

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

<u>Grantor Agency and Grant Title</u>	<u>Grant Name</u>	<u>Federal or State</u>	<u>CFDA Number</u>	<u>Grant Period</u>		<u>Passed through</u>	<u>Expenditures</u>	<u>Loan</u>	<u>Total</u>
				<u>From</u>	<u>To</u>	<u>to Subrecipients</u>	<u>Per the SEFA</u>	<u>Guarantees</u>	
<u>Executive Office of the President</u>									
Direct									
High Intensity Drug Trafficking Areas Program	High Intensity Drug Trafficking Areas Program	G16SN0014A	95.001	1/1/2016	12/31/2017	216,884	486,284		486,284
High Intensity Drug Trafficking Areas Program	High Intensity Drug Trafficking Areas Program	G15SN0014A	95.001	1/1/2015	12/31/2016	-	45,297		45,297
<u>Total Executive Office of the President</u>						531,581			531,581
<u>U.S. Department of Homeland Security</u>									
Direct									
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	New Mexico Severe Storms and Flooding	FEMA-4148-DR-NM	97.036	9/30/2013	3/31/2016		61,620		61,620
Pass Through (NM Dept Homeland Security & Emerg. Mgmt.)									
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	New Mexico Severe Storms and Flooding	FEMA-4148-001 / E.O 2013-027	97.036	9/30/2013	3/31/2016		10,270		10,270
Pass Through (NM Dept Homeland Security & Emerg. Mgmt.)							71,890		71,890
Emergency Management Performance Grants	2017 Emergency Management Performance	EMW-2016-EP-00005-S01-CITY	97.042	7/1/2016	6/30/2017		71,917		71,917
Pass Through (NM Dept of Homeland Security & Emergency Mgmt)									
Homeland Security Grant Program	Homeland Security Grant	EMW-2015-EP-00066-S01-PER	97.067	10/1/2015	8/31/2016		1,578		1,578
Homeland Security Grant Program	Homeland Security Grant	EMW-2014-SS-00030-S01COMP	97.067	11/3/2014	11/2/2015		(5,979)		(5,979)
Homeland Security Grant Program	Homeland Security Grant	EMW-2015-SS-00110-CITY OF	97.067	10/1/2015	3/31/2017		50,871		50,871
Direct							46,470		46,470
National Explosives Detection Canine Team Program	TSA National Explosives Detection Canine Team	N/A	97.072				216,084		216,084
<u>Total U.S. Department of Homeland Security</u>						406,361			406,361
<u>TOTAL</u>						-	26,742,031	4,676,365	31,418,396

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

**NOTE A BASIS OF PRESENTATION**

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of the City of Albuquerque ("City") under program of the federal government for the year ended June 30, 2017. The information in this schedule is presented in accordance with the requirements of the Title 2-U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule only presents a selected portion of the operations of the City, it is not intended to and does not present the financial position or changes in net position of the City.

**NOTE B SIGNIFICANT ACCOUNTING POLICY**

The accompanying schedule of federal awards is prepared on the modified accrual basis of accounting. The schedule of federal awards includes expenditures of the City of Albuquerque. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, Cost Principles for State, Local and Indian Tribal Governments, and Title 2, U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), where certain types of expenditures are not allowable or are limited as the reimbursement. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE C SUBRECIPIENTS OF GRANT AWARDS**

Grantor Agency / Grant Title and Subrecipients	Grant Number- Federal or State	Federal CFDA Number	Pass-through Grant Amount
<b>U.S. Department of Housing and Urban Development</b>			
Community Development Block Grants/Entitlement Grants			
Albuquerque Health Care for the Homeless	B-16-MC-35-0001	14.218	\$ 8,952
Sawmill Community Development	B-16-MC-35-0001	14.218	424,097
Women's Economic Self Sufficiency	B-16-MC-35-0001	14.218	12,461
First Nations Community Health Source	B-15-MC-35-0001	14.218	1,712
Total			<u>447,222</u>
Emergency Shelter Grant Program			
Albuquerque Heading Home	E-16-MC-35-0001	14.231	\$ 29,456
Albuquerque Healthcare for the Homeless	E-16-MC-35-0001	14.231	9,000
Albuquerque Rescue Mission	E-16-MC-35-0001	14.231	128,359
Barrett Foundation	E-16-MC-35-0001	14.231	31,627
St. Martin's Hospitality Center	E-16-MC-35-0001	14.231	4,000
Barrett Foundation	E-15-MC-35-0001	14.231	95,983
Supportive Housing Coalition	E-15-MC-35-0001	14.231	27,432
Total			<u>325,857</u>
HOME Investment Partnerships Program			
St. Martin's Hospitality	M-15-MC-35-0209	14.239	76,493
Supportive Housing Coalition New Mexico	M-15-MC-35-0209	14.239	48,114
Family Housing Development Corp	M-14-MC-35-0209	14.239	44,067
Albuquerque Housing Authority	M-13-MC-35-0209	14.239	110,708
Family Housing Development Corp	M-13-MC-35-0209	14.239	449,949
Family Housing Development Corp	M-11-MC-35-0209	14.239	109,578
Family Housing Development Corp	M-10-MC-35-0209	14.239	707,602
Total			<u>1,546,511</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

NOTE C SUBRECIPIENTS OF GRANT AWARDS, continued

Grantor Agency / Grant Title and Subrecipients	Grant Number- Federal or State	Federal CFDA Number	Pass-through Grant Amount
U.S. Department of Housing and Urban Development, continued			
Continuum of Care			
Albuquerque Healthcare for the Homeless	NM0014L6B001609	14.267	\$ 82,945
St. Martin's Hospitality	NM0014L6B001609	14.267	\$ 93,206
Therapeutic Living Services	NM0015L6B001609	14.267	94,692
Albuquerque Healthcare for the Homeless	NM0014L6B001508	14.267	584,374
St. Martin's Hospitality	NM0014L6B001508	14.267	456,645
Therapeutic Living Services	NM0015L6B001508	14.267	374,915
The Crossroads	NM0017L6B001508	14.267	37,993
St. Martin's Hospitality	NM0017L6B001508	14.267	65,511
New Mexico Coalition for the Homeless	NM0100L6B001500	14.267	112,192
Barrett Foundation	NM0101L6B001500	14.267	157,654
Catholic Charities	NM0101L6B001500	14.267	298,684
SAFE House	NM0101L6B001500	14.267	370,927
CLN Kids	NM0106L6B001500	14.267	87,546
Barrett Foundation	NM0017L6B001407	14.267	4,723
Catholic Charities	NM0017L6B001407	14.267	14,261
St. Martin's Hospitality	NM0017L6B001407	14.267	5,145
The Crossroads	NM0017L6B001407	14.267	9,555
Total			<u>2,850,968</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 5,170,558</u>
U.S. Department of Justice			
Edward Bryne Memorial Justice Assistance Grant Program			
City of Gallup	16-JAG-REG1-SFY17	16.738	\$ 5,457
McKinley County	16-JAG-REG1-SFY17	16.738	2,941
Bernalillo County Sheriff's Office	2016-DJ-BX-0488	16.738	59,488
Bernalillo County Sheriff's Office	2015-DJ-BX-0641	16.738	41,487
Bernalillo County Sheriff's Office	2013-DJ-BX-0944	16.738	<u>5,729</u>
Total U.S. Department of Justice			<u>115,102</u>
Criminal & Juvenile Justice & Mental Health Collaboration Program			
University of New Mexico	2015-MO-BX-0009	16.745	<u>92,466</u>
Total U.S. Department of Justice			<u>\$ 207,568</u>
U.S. Department of Health and Human Services			
Head Start			
Catholic Charities	06CH7083	93.600	\$ 173,000
Cuidando Los Ninos Day Care	06CH7083	93.600	<u>198,764</u>
Total			<u>371,764</u>
Total U.S. Department of Health and Human Services			<u>\$ 371,764</u>
Executive Office of the President			
Office of National Drug Control Policy			
Pueblo of Pojoaque	G16SN0014A	95.001	\$ 208,661
Valencia County	G16SN0014A	95.001	<u>8,223</u>
Total			<u>216,884</u>
Total Executive Office of the President			<u>\$ 216,884</u>
TOTAL ALL PROGRAMS			<u>\$ 5,966,774</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED JUNE 30, 2017**

NOTE D NON-CASH ASSISTANCE, LOANS, AND LOAN GUARANTEES

In accordance with Title 2, U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, the City discloses loans, and loan guarantees. The City considers the non-cash assistance amount to be immaterial and will fully disclose amounts in subsequent years. The reported amount includes new loans made during the year, plus prior year loans for which the federal government imposes continuing compliance requirements. Accordingly, the total expenditures per the Schedule of Expenditures of Federal Awards is adjusted as follows:

Total expenditures per Schedule of Expenditures of Federal Awards	\$	26,742,031
Loans and loan guarantees:		
HOME program	14.239	<u>4,676,365</u>
Adjusted total expenditures per Schedule of Expenditures of Federal Awards	\$	<u><u>31,418,396</u></u>

NOTE E RECONCILIATION OF SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS TO FINANCIAL STATEMENTS

	Expenditures		
	Federal	Non-Federal	Total
Special Revenue Funds:			
Law Enforcement Protection Fund	\$ 570,262	\$ 963,229	\$ 1,533,491
Community Development Fund	2,548,551	(478,139)	2,070,412
Operating Grants Fund	<u>15,248,160</u>	<u>13,875,460</u>	<u>29,123,620</u>
Total Special Revenue Funds	<u>18,366,973</u>	<u>14,360,550</u>	<u>32,727,523</u>
Capital Projects Funds:			
Capital Acquisition Fund	<u>3,458,184</u>	<u>123,596,156</u>	<u>127,054,340</u>
Total Capital Projects Funds	<u>3,458,184</u>	<u>123,596,156</u>	<u>127,054,340</u>
Enterprise Funds:			
Airport Fund	1,718,134	54,519,045	56,237,179
Transit Fund	<u>3,198,740</u>	<u>55,701,656</u>	<u>58,900,396</u>
Total Enterprise Funds	<u>4,916,874</u>	<u>110,220,701</u>	<u>115,137,575</u>
 TOTAL	 <u>\$ 26,742,031</u>	 <u>\$ 248,177,407</u>	 <u>\$ 274,919,438</u>

**ALBUQUERQUE HOUSING AUTHORITY**  
**A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE**  
**FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2017**

FDS Line Item No.	Description	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy		14.879 Housing Choice Voucher 5-year Mainstream		14.239 Investment Partnerships Program		14.856 Lower Income Housing Assistance Program Section 8 Moderate Rehabilitation		COCC		Subtotal	ELIM	Total	Rio Housing Associates, LLLP, a discretely presented component unit
		Project Total	14.871 Housing Choice Vouchers	27,716	33,690	52,448	-	54,743	23,314	243,478	243,478				
111	Cash - unrestricted	\$ 4,025,497	\$ 3,361,695	\$ 27,716	\$ 33,690	\$ -	\$ -	\$ 54,743	\$ 23,314	\$ 243,478	\$ -	\$ 7,788,891	\$ -	\$ 7,788,891	\$ 1,414,687
113	Cash - other restricted	-	221,093	-	-	-	-	-	-	-	-	254,783	-	254,783	-
114	Cash - tenant security deposits	228,567	-	-	-	-	-	-	-	-	-	228,567	-	228,567	11,196
100	Total cash	4,254,064	3,582,788	61,406	52,448	-	-	54,743	23,314	243,478	-	8,272,241	-	8,272,241	1,425,883
122	Accounts receivable - HUD other projects	-	-	-	-	-	-	-	-	336,756	-	336,756	-	336,756	4,029,371
126	Accounts receivable - tenants	62,326	-	-	-	-	-	-	-	-	-	62,326	-	62,326	6,688
126.1	Allowance for doubtful accounts - tenants	(49,344)	-	-	-	-	-	-	-	-	-	(49,344)	-	(49,344)	-
128	Fraud recovery	-	40,583	-	-	-	-	-	-	-	-	40,583	-	40,583	-
128.1	Allowance for doubtful accounts - fraud	-	(7,711)	-	-	-	-	-	-	-	-	(7,711)	-	(7,711)	-
120	Total receivables, net of allowances for doubtful accounts	12,982	32,872	-	-	-	-	-	-	336,756	-	382,610	-	382,610	4,036,059
132	Investments - restricted	-	-	-	-	-	-	-	-	8,123,599	-	8,123,599	-	8,123,599	-
142	Prepaid expenses and other assets	3,274	1,347,028	5,471	-	-	-	-	-	72,237	-	1,428,010	-	1,428,010	86,723
143	Inventories	-	-	-	-	-	-	-	-	152,550	-	152,550	-	152,550	-
144	Inter program due from	36,994	2,916	-	-	-	-	-	-	192,443	-	232,353	(232,353)	-	-
150	Total current assets	4,307,314	4,965,604	66,877	52,448	-	-	54,743	23,314	9,121,063	-	18,591,363	(232,353)	18,359,010	5,548,665
161	Land	3,767,389	-	-	-	-	-	-	-	-	-	3,767,389	-	3,767,389	541,803
162	Buildings	55,794,279	-	-	-	-	-	-	-	2,911,691	-	58,705,970	-	58,705,970	2,867,548
164	Furniture, equipment and machinery - administration	760,286	192,120	-	-	-	-	-	-	708,595	-	1,661,001	-	1,661,001	2,000
166	Accumulated depreciation	(50,589,859)	(192,120)	-	-	-	-	-	-	(3,138,194)	-	(53,920,173)	-	(53,920,173)	(11,981)
167	Construction in progress	145,961	-	-	-	-	-	-	-	145,961	-	145,961	-	145,961	1,287,647
160	Total capital assets, net of accumulated depreciation	9,878,056	-	-	-	-	-	-	-	482,092	-	10,360,148	-	10,360,148	4,687,017
180	Total noncurrent assets	9,878,056	-	-	-	-	-	-	-	482,092	-	10,360,148	-	10,360,148	4,687,017
190	Total assets	14,185,370	4,965,604	66,877	52,448	-	-	54,743	23,314	9,603,155	-	28,951,511	(232,353)	28,719,158	-
200	Deferred outflows of resources	581,051	464,482	-	-	-	-	-	-	842,707	-	1,888,240	-	1,888,240	-
290	Total assets and deferred outflows of resources	14,766,421	5,430,086	66,877	52,448	-	-	54,743	23,314	10,445,862	-	30,839,751	(232,353)	30,607,398	10,235,682
312	Accounts payable <= 90 days	-	-	-	-	-	-	-	-	216,936	-	216,936	-	216,936	751,264
321	Accrued wage/payroll taxes payable	41,775	32,974	-	-	-	-	-	-	60,458	-	135,207	-	135,207	-
322	Accrued compensated absences - current portion	19,183	15,463	-	-	-	-	-	-	35,676	-	70,322	-	70,322	-
341	Tenant security deposits	228,567	-	-	-	-	-	-	-	-	-	228,567	-	228,567	11,196
345	Other current liabilities	11,230	40,757	-	-	-	-	-	-	-	-	51,987	-	51,987	14,833
346	Accrued liabilities - other	-	72,273	-	-	-	-	-	-	3,432	-	75,705	-	75,705	-
347	Inter program - due to	-	229,437	-	-	-	-	-	2,916	-	-	232,353	(232,353)	-	-
348	Loan liability - current	-	-	-	-	-	-	-	-	21,129	-	21,129	-	21,129	-
310	Total current liabilities	300,755	390,904	-	-	-	-	-	2,916	337,631	-	1,032,206	(232,353)	799,853	777,293
354	Accrued compensated absences - noncurrent	29,842	16,146	-	-	-	-	-	-	55,392	-	101,380	-	101,380	-
355	Loan liability - noncurrent	-	-	-	-	-	-	-	-	121,494	-	121,494	-	121,494	7,500,000
357	Accrued pension and OPEB liabilities	1,454,555	1,188,128	-	-	-	-	-	-	2,121,548	-	4,764,231	-	4,764,231	-
350	Total noncurrent liabilities	1,484,397	1,204,274	-	-	-	-	-	-	2,298,434	-	4,987,105	-	4,987,105	7,500,000
300	Total liabilities	1,785,152	1,595,178	-	-	-	-	-	2,916	2,636,065	-	6,019,311	(232,353)	5,786,958	8,277,293
400	Deferred inflows of resources	5,897	28,872	-	-	-	-	-	-	12,518	-	47,287	-	47,287	-
508.4	Net investment in capital assets	9,878,056	-	-	-	-	-	-	-	339,469	-	10,217,525	-	10,217,525	-
511.4	Restricted net position	-	221,093	33,890	-	-	-	-	-	-	-	254,983	-	254,983	1,958,389
512.4	Unrestricted net position	3,097,316	3,584,943	32,987	52,448	-	-	54,743	20,398	7,457,810	-	14,300,645	-	14,300,645	-
513	Total equity/net position	12,975,372	3,806,036	66,877	52,448	-	-	54,743	20,398	7,797,279	-	24,773,153	-	24,773,153	1,958,389
600	Total liabilities, deferred inflows of resources and equity/net position	\$ 14,766,421	\$ 5,430,086	\$ 66,877	\$ 52,448	\$ -	\$ -	\$ 54,743	\$ 23,314	\$ 10,445,862	\$ -	\$ 30,839,751	\$ (232,353)	\$ 30,607,398	\$ 10,235,682

**ALBUQUERQUE HOUSING AUTHORITY**  
**A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE**  
**FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2017**

FDS Line Item No.	Description	Project Total	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.879 Housing Choice Voucher 5-year Mainstream	14.239 Investment Partnerships Program	AHA Rio Vista Developer, LLC	14.856 Lower Income	COCC	Subtotal	ELIM	Total	Rio Housing Associates, LLLP, a discretely presented component unit
								Housing Assistance Program Section 8 Moderate Rehabilitation					
70300	Net tenant rental revenue	\$ 2,178,053	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,178,053	\$ -	\$ 2,178,053	\$ 25,111
70500	Total tenant revenue	2,178,053	-	-	-	-	-	-	-	2,178,053	-	2,178,053	25,111
70600	HUD PHA operating grants	3,117,531	25,087,915	43,870	235,293	-	-	37,643	-	28,522,252	-	28,522,252	31,791
70610	Capital grants	1,614,568	-	-	-	-	-	-	-	1,614,568	-	1,614,568	-
70710	Management fee	-	-	-	-	-	-	-	1,098,046	1,098,046	(1,098,046)	-	-
70720	Asset management fee	-	-	-	-	-	-	-	105,860	105,860	(105,860)	-	-
70730	Book-keeping fee	-	-	-	-	-	-	-	411,278	411,278	(411,278)	-	-
70740	Front line service fee	-	-	-	-	-	-	-	757,808	757,808	(757,808)	-	-
70750	Other fees	-	-	-	-	-	-	-	90,525	90,525	(90,525)	-	-
70700	Total fee revenue	-	-	-	-	-	-	-	2,463,517	2,463,517	(2,463,517)	-	-
70800	Other government grants	-	-	-	-	79,224	-	-	-	79,224	-	79,224	-
71400	Fraud recovery	-	111,846	-	-	-	-	-	-	111,846	-	111,846	-
71500	Other revenue	63,555	2,338	-	-	-	66,060	-	8,745	140,698	-	140,698	9,662
72000	Investment income - restricted	-	-	-	-	-	-	-	39,391	39,391	-	39,391	20,297
70000	Total revenue	6,973,707	25,202,099	43,870	235,293	79,224	66,060	37,643	2,511,653	35,149,549	(2,463,517)	32,686,032	86,861
91100	Administrative salaries	556,947	713,102	284	2,396	-	-	398	1,143,320	2,416,447	-	2,416,447	-
91200	Auditing fees	5,811	34,636	-	-	-	-	-	3,560	44,007	-	44,007	-
91300	Management fee	557,614	540,432	-	-	-	-	-	-	1,098,046	(1,098,046)	-	3,601
91310	Book-keeping fee	73,544	337,733	-	-	-	-	-	-	411,277	(411,277)	-	-
91500	Employee benefit contributions - administrative	287,821	429,420	117	1,222	-	-	204	590,837	1,309,621	-	1,309,621	-
91600	Office expenses	128,080	276,591	7,723	28,041	-	-	5,603	172,095	618,133	-	618,133	1,713
91700	Legal expense	60,730	47,691	-	-	-	11,317	-	39,141	158,879	-	158,879	-
91800	Travel	6,932	9,462	-	-	-	-	-	17,878	34,272	-	34,272	-
91900	Other	108,387	15,209	-	-	-	-	-	17,091	140,687	-	140,687	2,601
91000	Total operating - administrative	1,785,866	2,404,276	8,124	31,659	-	11,317	6,205	1,983,922	6,231,369	(1,509,323)	4,722,046	7,915
92000	Asset management fee	105,861	-	-	-	-	-	-	-	105,861	(105,861)	-	-
93100	Water	633,527	2,050	-	-	-	-	-	2,338	637,915	-	637,915	2,068

**ALBUQUERQUE HOUSING AUTHORITY**  
**A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE**  
**FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2017**

FDS Line Item No.	Description	14.856										Rio Housing Associates, LLLP, a discretely presented component unit	
		Project Total	14.871 Housing Choice Vouchers	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	14.879 Housing Choice Voucher 5-year Mainstream	14.239 Investment Partnerships Program	AHA Rio Vista Developer, LLC	Lower Income Housing Assistance Program Section 8 Moderate Rehabilitation	COCC	Subtotal	ELIM		Total
93200	Electricity	244,911	19,302	-	-	-	-	-	3,937	268,150	-	268,150	4,597
93300	Gas	100,682	4,243	-	-	-	-	-	849	105,774	-	105,774	1,567
93000	Total utilities	979,120	25,595	-	-	-	-	-	7,124	1,011,839	-	1,011,839	8,232
94100	Ordinary maintenance and operations - labor	333,613	257	-	-	-	-	-	286,113	619,983	-	619,983	10,649
94200	Ordinary maintenance and operations - materials and other	328,918	2,905	-	-	-	-	-	13,897	345,720	-	345,720	14,291
94300	Ordinary maintenance and operations contracts	1,822,640	41,727	-	-	-	-	-	125,881	1,990,248	(848,333)	1,141,915	6,750
94500	Employee benefit contributions - ordinary maintenance	250,516	-	-	-	-	-	-	163,003	413,519	-	413,519	3,024
94000	Total maintenance and operations	2,735,687	44,889	-	-	-	-	-	588,894	3,369,470	(848,333)	2,521,137	34,714
96110	Property insurance	-	-	-	-	-	-	-	-	-	-	-	1,451
96140	All other insurance	245,346	35,737	-	-	-	-	-	63,528	344,611	-	344,611	-
96100	Total insurance premiums	245,346	35,737	-	-	-	-	-	63,528	344,611	-	344,611	1,451
96200	Other general expenses	674	17,509	-	-	-	-	-	-	18,183	-	18,183	89,421
96210	Compensated absences	3,165	13,236	-	-	-	-	-	1,723	18,124	-	18,124	-
96400	Bad debt - tenant rents	106,161	-	-	-	-	-	-	-	106,161	-	106,161	-
96000	Total other general expenses	110,000	30,745	-	-	-	-	-	1,723	142,468	-	142,468	89,421
96720	Interest on notes payable (short and long term)	-	-	-	-	-	-	-	-	-	-	-	25,245
96730	Amortization of bond issue costs	-	-	-	-	-	-	-	-	-	-	-	289,429
96700	Total interest expense and amortized costs	-	-	-	-	-	-	-	-	-	-	-	314,674
96900	Total operating expenses	5,961,880	2,541,242	8,124	31,659	-	11,317	6,205	2,645,191	11,205,618	(2,463,517)	8,742,101	456,407
97000	Excess of revenue over operating expenses	1,011,827	22,660,857	35,746	203,634	79,224	54,743	31,438	(133,538)	23,943,931	-	23,943,931	(369,546)
97300	Housing assistance payments	-	23,406,055	31,104	229,876	79,224	-	34,609	-	23,780,868	-	23,780,868	-
97400	Depreciation expense	831,093	-	-	-	-	-	-	105,181	936,274	-	936,274	11,981
97500	Fraud losses	-	30,462	-	-	-	-	-	94	30,556	-	30,556	-
90000	Total expenses	6,792,973	25,977,759	39,228	261,535	79,224	11,317	40,814	2,750,466	35,953,316	(2,463,517)	33,489,799	468,388
10000	Excess (deficiency) of total revenue over (under) total expenses	\$ 180,734	\$ (775,660)	\$ 4,642	\$ (26,242)	\$ -	\$ 54,743	\$ (3,171)	\$ (238,813)	\$ (803,767)	\$ -	\$ (803,767)	\$ (381,527)
11030	Beginning equity	\$ 12,908,989	\$ 4,581,696	\$ 62,235	\$ 78,690	\$ -	\$ -	\$ 23,569	\$ 7,921,741	\$ 25,576,920	\$ -	\$ 25,576,920	\$ -
11040	Prior Period Adjustment, Equity Transfers, and Correction of Errors	\$ (114,351)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 114,351	\$ -	\$ -	\$ -	\$ -
11170	Administrative fee equity	\$ -	\$ 3,584,943	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,584,943	\$ -	\$ 3,584,943	\$ -
11180	Housing assistance payments equity	\$ -	\$ 221,093	\$ 33,890	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 254,983	\$ -	\$ 254,983	\$ 31,791
11190	Unit months available	11,424	50,760	-	600	192	-	-	-	62,976	-	62,976	-
11210	Unit months leased	10,631	45,979	-	563	159	-	-	-	57,332	-	57,332	-
11270	Excess cash	\$ 3,294,779	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,294,779	\$ -	\$ 3,294,779	\$ -
11620	Building purchases	\$ 1,465,379	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,465,379	\$ -	\$ 1,465,379	\$ 4,696,998
11630	Furniture and equipment - dwelling purchases	\$ 32,103	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 32,103	\$ -	\$ 32,103	\$ 2,000





## **Report of Independent Auditors On Internal Control Over Financial Reporting and on Compliance and Other Matters Based On an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

The Honorable Timothy M. Keller, Mayor  
City Council Members  
City of Albuquerque, New Mexico  
Mr. Wayne Johnson, New Mexico State Auditor

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, and the aggregate remaining fund information, and the budgetary comparison for the general fund of the City of Albuquerque, New Mexico (the City) as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated December 15, 2017.

Our report includes a reference to other auditors who audited the financial statements of Albuquerque Housing Authority, a discretely presented component unit of the City, as described in our report on the City's financial statements. This report includes our consideration of the results of the other auditors' testing of internal control over financial reporting and compliance and other matters that are reported on separately by those other auditors. However, this report, insofar as it relates to the results of the other auditors, is based solely on the reports of the other auditors.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered 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 City's internal control. Accordingly, we do not express an opinion on the effectiveness of City's internal control.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section 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 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 and the other auditors consider the deficiency described in the Albuquerque Housing Authority - schedule of findings and questioned costs as item 2017-001 to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2014-008, 2015-010, 2015-014, 2016-002, 2017-001, 2017-005, and 2017-006 to be significant deficiencies.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether 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 and 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 2014-006, 2015-014, 2016-008, 2016-011, 2016-013, 2016-014, 2017-002, 2017-003, and 2017-004.

### **City's Responses to Findings**

The City's responses to the findings identified in our audit and the audit of Albuquerque Housing Authority are described in the accompanying schedule of findings and questioned costs and Albuquerque Housing Authority - schedule of findings and questioned costs, respectively. The City's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

### **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 result 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.

*Mess Adams LLP*

Albuquerque, New Mexico  
December 15, 2017



## **Report of Independent Auditors on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance**

The Honorable Timothy M. Keller, Mayor  
City Council Members  
City of Albuquerque, New Mexico  
Mr. Wayne Johnson, New Mexico State Auditor

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

We have audited City of Albuquerque, New Mexico's (the City's) compliance with the types of compliance requirements described in the *OMB 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, 2017. 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

#### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2017.

### ***Other Matters***

The results of our auditing procedures disclosed other instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2014-006, 2014-008, 2015-014, 2016-011, 2016-013, 2016-014, 2017-005, 2017-006 Our opinion on each major federal program is not modified with respect to these matters.

The City's response to the noncompliance findings identified in our audit are 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.

### **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 the Uniform Guidance, 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 a 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 have not been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2014-006, 2014-008, 2015-014, 2016-011, 2016-013, 2016-014, 2017-005, and 2017-006 that we consider to be significant deficiencies.

The City's response to the internal control over compliance findings identified in our audit are 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Mess Adams LLP*

Albuquerque, New Mexico  
December 15, 2017

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**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**Section I - Summary of Auditor's Results**

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**Financial Statements**

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? Yes

Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? Yes

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes

Identification of major federal programs and type of auditor's report issued on compliance for major federal programs:

<i>CFDA Numbers</i>	<i>Name of Federal Program or Cluster</i>	<i>Type of Auditor's Report Issued on Compliance for Major Federal Programs</i>
14.218	Community Development Block Grants/Entitlement	Unmodified
14.267	Continuum of Care Program	Unmodified
20.205	Highway Planning and Construction	Unmodified
20.500/20.507	Federal Transit Cluster	Unmodified
10.558	Child and Adult Care Food Program	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$942,552

Auditee qualified as low-risk auditee? No

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**Section II - Financial Statement Findings**

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**2015-010 Reporting of Federal Awards on the SEFA – Significant Deficiency (Repeated and Modified)**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
20.205	Department of Transportation – Highway Planning and Construction	Multiple	Multiple	Unknown

*Criteria:* 2 CFR 200.502(a) The determination of when a Federal award is expended must be based on when the activity related to the Federal award occurs. Uniform Guidance requires that the auditee properly prepare the SEFA and identify all federal awards that are required to be reported on the SEFA.

*Condition/Context:* Expenditures reported on the Schedule of Federal Awards (SEFA) for Federal Highway Administration were not reconciled to actual federal expenditures per the general ledger in a timely manner resulting in an adjustment of \$690,355.

*Management's progress to this prior year finding:* The City's Grants Section continues to develop policies and procedures as well as work with individual departments to provide training and implement review processes.

*Effect:* The SEFA was misstated when the major program determination was made, which resulted in a change to high risk type A programs.

*Cause:* The Department of Municipal Development did not properly classify SIB loan repayments and interest expense as federal expenditures as per the agreement.

*Auditor's Recommendation:* We recommend that the City continue to create a centralized database to track grants awarded to the City for every department of the City. In addition, the Accounting Department should prepare a reconciliation between what the department reports and the general ledger on a quarterly basis to ensure accurate reporting on the SEFA.

*Management's Response:* The City concurs with the finding. The Department of Municipal Development had a unique transaction that was not correctly recorded resulting in an adjustment to the SEFA. DMD has been working closely with the Grants Section to resolve issues such as this. The City expects that this finding will be resolved in Fiscal 2018.



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2015-014 Earmarking, Significant Deficiency and Instance of Noncompliance (Repeated and Modified)**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
93.044/93.045	U.S. Department of Health and Human Services Administration for Community Living. Aging Cluster	17-624-4000-0001/- 01,02,03	2017	None

*Criteria:* Per contract ID# 17-624-4000-0001 Attachment 1 – Scope of Work, the City communicated in its action plan minimum performance measures to be performed by type of service for a specified number of units and persons to be served. The contract was also revised three times adjusting the Scope of Work for Fiscal 2017.

*Condition/Context:* While there have been significant improvements from prior year, the City did not meet the minimum performance measures provided in the contract and subsequent amendments to the contract.

*Management’s progress of this repeat finding:* Following notice of the finding in December 2015, the City evaluated projections with providers prior to submitting the four-year Area Plan for services (Fiscal 2017-2020) in March 2016. Subsequent to that submission, state of New Mexico budget cuts have compelled additional reevaluations of the Fiscal 2017 agreement. The current FY17 Scope of Work reflects improved projections.

*Effect:* The City is not adequately estimating the services it intends to provide in its action plan to the State which ultimately gets used in the Scope of Work requirement with the City.

*Cause:* Prior to notice of the finding in December 2015, the City understood the Scope of Work to be a projection rather than a requirement to meet all unit estimates set forth in the Scope of Work.

*Auditor’s Recommendation:* We recommend that the City implement a more reasonable projection of goals based on historical factors and its plans to increase the number of consumers and unduplicated consumers.

*Management’s Response:* The City concurs with the finding. The AAA division of FCS continues to improve forecasting of services for seniors based on historical utilization and population trends with a goal of meeting all earmarks by Fiscal 2019.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2016-002 Financial Close and Reporting Process, Significant Deficiency (Repeated and Modified)**

*Criteria:* To provide accurate and complete financial reports, a strong system of internal controls ensures that financial statements are prepared in accordance with generally accepted accounting principles (GAAP), including all required disclosures. This can be achieved by producing the financial statements in house, or by outsourcing the function, but if outsourced, management retains the responsibility to ensure the statements are accurate, complete, and in accordance with GAAP.

*Condition/Context:* Monarch Properties, the property management company managing and accounting for the apartment complexes in the City's Apartments Fund, does not have an adequate control system in place to ensure that the general ledger accurately reflects the account balances of the Fund on an annual basis in accordance with GAAP. The Apartments Fund refunded revenue bonds during the year ended June 30, 2016. The appropriate journal entries to report the transaction in 2016 were recorded incorrectly as a full advanced refunding of the 2008B Series Bonds, whereas the bond transaction should have been recorded as a partial advanced refunding.

In addition to restating the June 30, 2016 balances during fiscal year 2017, it appeared that Monarch Properties, Inc., did not have a clear understanding of the bond transaction that occurred in 2016. Monarch was unaware that the City of Albuquerque General Fund paid the interest payments on the new bonds on behalf of the Apartments Fund. Adjusting audit journal entries were necessary to record the inter-fund liability, correct interest expense, accrued interest payable, as well as the unamortized gain on the bond refunding.

*Cause:* The advanced refunding of the revenue bonds was not recorded by Monarch Properties, Inc. due to a lack of communication related to the terms of the bond refunding among the City's Treasury and Finance divisions and Monarch Properties, Inc., and the accounting for the transaction was overlooked.

*Effects:* The bond refunding transaction represented a complex accounting issue that required adjustment to the general ledger as well as additional disclosure for financial reporting. The transaction was not researched and journal entries were not prepared in a timely manner. These general ledger accounts required adjustments by the auditors.

*Recommendations:* When transactions occur that require complex accounting journal entries and disclosures, the Fund's management company and the City's personnel should communicate to delegate roles and responsibilities. We recommend the Fund implement policies and procedures that include the City's finance personnel reviewing the unaudited trial balance of the Fund prior to the annual audit. This will ensure that all transactions have been considered and properly recorded at year end.

*Management's Response:* In Fiscal 2017, the City of Albuquerque Accounting division reviewed prior year entries to record the advance refunding and determined that the entries were not recorded properly. Appropriate entries were recorded in Fiscal 2017. It was determined that the net adjustment of \$33,163 did not warrant a prior period adjustment. In the future, the City of Albuquerque Treasury division will make sure information related to bond sales is provided to the City's Accounting division. In addition, Monarch will meet with the City of Albuquerque Accounting division and review the recording of all debt proceeds prior to recording the transaction in the general ledger.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2016-008 Cutoff and Recognition of Expenditures, finding that does not rise to the level of a significant deficiency (Repeated and Modified)**

*Criteria:* Generally accepted accounting principles require that a liability be reported as soon as it is incurred. Certain other specific liabilities are recognized when due or only to the extent that governments in general normally liquidate them with current financial resources. Per GASB No. 34, Basic Financial Statements-And Management's Discussion and Analysis-For State and Local Governments, expenditures should be recognized in the accounting period in which the fund liability is incurred, if measurable, with certain exceptions.

*Condition/Context:* We noted certain expenditures during our testing of cutoff and year-end accrued liabilities that were either improperly included in the City's accounts payable balances as of June 30, 2017. The noted expenditures are as follows:

- Fund 341 - \$799,854 improperly included in accounts payable

*Cause:* The City has two methods in which accounts payable are recorded. The first method is through the accounts payable module of PeopleSoft. Invoices are entered in the module when received and recorded as a liability until paid. This is an automatic process which accounts for invoices which the City has physically received prior to year-end. The other method is by manual journal entries performed after year-end. The City's practice is to perform a subsequent disbursement review after year-end to capture any potential items for which the City has an obligation to pay but had not received notification of, via receipt of an invoice for example. In the case noted above, City personnel reported two items that related to fiscal year 2017 through manual entries, twice.

*Effect:* Expenses and accounts payable may be misstated at year-end.

*Auditors' Recommendations:* The City should implement a secondary review procedure to ensure that any manual entries adjusting accounts payable balances are accurate in both content and form, and that they are not posted twice to the general ledger.

*Management's Response:* The City agrees with the finding. The Accounting Division has specific instructions relating to accruals and how to properly enter them into the so that searches can be done to ensure that items are not get accrued twice. The Accounting Division will review and enhance the training materials as necessary and will provide targeted training sessions to accountants prior to year-end. The Accounting Division expects this finding to be resolved in Fiscal 2018.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2017-001 Prior Year CIP Balances and Expense Recognition, Significant Deficiency**

*Criteria:* Per GASB No. 34, Basic Financial Statements-And Management's Discussion and Analysis-For State and Local Governments, Construction in Process (CIP) is a major class of non-depreciable capital asset. Upon reaching a recognized in-service date (i.e. is used in operations) CIP is normally transferred to a major depreciable asset class. Expense, in the form of depreciation, is recognized over the assets useful life. Capital related expense at the fund level, for enterprise type funds, is recognized in this manner under the economic resources measurement focus and the accrual basis of accounting. The concept of CIP at the fund level, for capital project funds, is not appropriate as governmental type funds utilize the current financial resources measurement focus and the modified accrual basis of accounting. The construction related activity in a capital project fund is instead recorded as capital outlay expense in the period incurred. The capital outlay expenses are reconciled to be included in CIP at the government-wide financial statement level. Most other types of expenses in a capital project fund are recorded related to their current expenditure character classification.

*Condition/Context:* During our testing over CIP in the transit fund (an enterprise fund), we noted instances where the Fiscal 2016 CIP balance was overstated as the CIP balance contained non-capital related expenditures that were not removed from CIP in Fiscal 2016 and appropriately expensed during that period under the economic resources measurement focus and accrual basis accounting. They were removed and expensed in the subsequent period of Fiscal 2017, causing expenses to be overstated. The effect was that amounts were reported as CIP but were actually items of expense in Fiscal 2016. The amounts were expensed in Fiscal 2017, causing expenses to be overstated. The total amount of overstatement was \$919,905. We further noted in the capital acquisitions fund (a capital project fund) instances where the fiscal year 2016 capital outlay account was overstated and various other expense accounts were understated at the fund level as the capital outlay account contained non-capital related expenses that were ultimately included as CIP at the government-wide financial statement level. Thus also causing CIP as reported at the government-wide financial statement level to be overstated by those same amounts. The amounts were expensed in fiscal year 2017 at the government-wide level causing fiscal year 2017 expense to be overstated. The total amount of the overstatement was \$9,056,514. Neither of these amounts causes a material misstatement of fiscal year 2016 net position.

*Cause:* The Department's involved were unable to adequately identify exact additions to and transfers from CIP. Additionally, Department's included non-capital related expenditures in CIP and did not ensure those items were removed in the appropriate year and properly expensed.

*Effect:* CIP in the transit fund was overstated in Fiscal 2016 and expense overstated in Fiscal 2017. Expenses in the capital acquisition fund were misclassified in Fiscal 2016. CIP at the government-wide level was overstated in fiscal year 2016 and expense overstated in Fiscal 2017.

*Auditors' Recommendations:* The City should ensure that department personnel performing accounting functions related to CIP, use of capital outlay accounts, and proper reconciliation related to both are either qualified to perform such tasks at time of hire or provide timely and adequate training to those personnel. Additionally, the City should consider a review of the process by which CIP is accounted for to possibly incorporate an approach in which department personnel must adequately account for and identify specific items related to CIP additions or transfers out. In this way the City would be able to determine the specific line items by project that make up CIP and account for them appropriately.

*Management's Response:* The City of Albuquerque agrees with this finding. The Accounting Department will continue to work with Municipal Development, Transit and other departments to ensure that the appropriate accounts are utilized accordingly. Going forward, Accounting and CIP are looking at WIP schedules more closely, and will take steps to identify the expenditures that will not be capitalized in the year that the expenditure takes place. The City expects that this finding will be resolved in Fiscal 2018.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2017-002 Property Taxes Receivable, Finding that Does Not Rise to the Level of a Significant Deficiency**

*Criteria:* The Council of Sponsoring Organizations (COSO) report entitled *Internal Control-Integrated Framework* defines the five components necessary for a comprehensive integrated framework of internal control that provides for reasonable assurance that management will achieve its basic objectives as an integrated framework of internal control. One of those components is the providing for the design, implementation, and maintenance of effective control activities. Reconciliations, verifications, and analytical review of accounting data are three control activities identified by COSO within this component.

*Condition/Context:* During our testing over property taxes receivable we noted that the receivable amount recorded in the general fund was incorrect. Bernalillo County provides the City with the property tax data related to operations and debt. Operations related amounts are recorded in the general fund. Debt related amounts are recorded in the debt service fund. The amounts for each fund are recorded separately by two different fund accountants.

*Cause:* The two separate accountants did not use the final audited amounts from the County, nor updated the amounts recorded upon the final amounts becoming available. The one accountant used the final audited amounts from the County.

*Effect:* The detail support provided by each fund accountant was inconsistent. Tax receivable and deferred inflow accounts in the general fund were overstated. The overstatement was subsequently adjusted.

*Auditors' Recommendations:* We recommend the City consider developing a process by which the two fund accountants reconcile and verify the data being used to record the receivables, both individually and amongst each other to ensure that receivable amounts are recorded accurately.

*Management's Response:* The City of Albuquerque agrees with the finding. Going forward, the accounting division will ensure that additional procedures are added to the both the general fund and the debt service fund work papers to ensure that the correct reports are being used. The accounting division expects this finding to be resolved in Fiscal 2018.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2017-003 Police Chief's Overtime, Finding that Does Not Rise to the Level of a Significant Deficiency**

*Criteria:* Administrative Instruction 2-2 (2016) sections 11.3 and 11.4 identifies Departmental Responsibilities related to the collection of AR. Section 11.3 states that, "Each business unit should have a written policy and procedures for Collections. The roles and responsibilities of Collections for each department should be clearly defined; however, if a department does not have a Collections Policy and Procedures, then the policies in this manual will govern the department's policies. All departments are responsible for collecting on amounts invoiced and identifying staff assigned with these duties". Section 11.4 states that an aging report will be provided monthly to each department and the department's accounts receivable staff is responsible for reviewing the list for accounts that are past due. Departments are responsible for investigating past due items.

*Condition/Context:* During our review over Police Chief's Overtime, as referred by the Office of the State Auditor, we noted that the Albuquerque Police Department (APD) accounts receivable aging schedule related to Police Chief's Overtime contained several vendors for which balances were overdue by greater than 90 days. The outstanding receivables over 90 days made up roughly 20% of the total outstanding receivables. It appeared that no significant attempt to collect these outstanding amounts was performed. A large portion of the past due amounts are associated with vendors with whom APD continues to provide services for, or, are known to still be in operation. Of the total of \$97,329 in past due amounts over 90 days, at the time we performed our review, \$94,506 of the overdue amounts related to vendors who had account activity within fiscal year 2016 or fiscal year 2017.

*Cause:* APD has not put forth a collections effort, as identified in Administrative Instruction 2-2 (2016), sufficient enough to ensure that past due items that are seemingly otherwise collectible are collected.

*Effect:* APD is not in full compliance with City Administrative Instruction 2-2 (2016). APD is carrying past due accounts receivable balances and not recovering amounts that are due the City for services provided.

*Auditors' Recommendations:* We recommend APD revisit their accounts receivable collection process and implement procedures that will place APD in compliance with Administrative Instruction 2-2 (2016) and assist in ensuring the receivables are collected timely so that the City has access to all available resources.

*Management's Response:* The City of Albuquerque APD finance division agrees with the finding. APD does have staff identified and assigned to collecting on amounts invoiced that contact vendors by both telephone and written documents. APD will revisit their accounts receivable collection process and will implement additional procedures that will place APD in compliance with Administrative Instruction 2-2. The City expects that this finding will be resolved by Fiscal 2018.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2017-004 Information Technology General Controls – Change Management – Segregation of Duties, Finding that Does Not Rise to the Level of a Significant Deficiency**

*Condition/Context:* During our review of Information Technology (IT) general controls that are significant to financial reporting, we noted the following:

- (a) Change Management:
  - Requests for software, data, and/or infrastructure/operating system changes are not following the City's formal change management procedures.
  - Changes to existing systems are approved by the appropriate business or systems owner prior to migration of the change from development into production.
- (b) Segregation of Duties assessments.

*Criteria:* In accordance with ISACA's Control Objectives for Information and related Technology (COBIT):

Framework AI6.1 (Change Standards and Procedures) require the set-up of formal change management procedures to handle in a standardized manner all requests (including maintenance and patches) for changes to applications, procedures, processes, system and service parameters, and the underlying platforms. This includes changes being reviewed and approved in a consistent and coordinated way.

Framework AI6.2 (Impact Assessment, Prioritization, and Authorization) requires all requests for change to be assessed in a structured way to determine the impact on the operational system and its functionality. Ensure that changes are categorized, prioritized and authorized. Structured assessment of changes is driven by risks such as unintended side effects from the change, adverse effects upon capacity and performance of the infrastructure, and a lack of priority management of changes.

Framework AI7.7 (Install and Accredited Solutions and Changes) provides the need for business process owners, third parties (as appropriate) and IT stakeholders formally sign off on the outcome of the testing process as set out in the testing plan. Such approval is mandatory prior to promotion to production.

Framework DS5.3 (Identity Management) Seeks to ensure that all users (internal, external and temporary) and their activity on IT systems (business application, IT environment, system operations, development and maintenance) are uniquely identifiable. Enable user identities via authentication mechanisms; Confirm that user access rights to systems and data are in line with defined and documented business needs and that job requirements are attached to user identities; Ensure that user access rights are requested by user management, approved by system owners and implemented by the security-responsible person; Maintain user identities and access rights in a central repository; and Deploy cost-effective technical and procedural measures, and keep them current to establish user identification, implement authentication and enforce access rights.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2017-004 Information Technology General Controls – Change Management – Segregation of Duties, Finding that Does Not Rise to the Level of a Significant Deficiency (continued)**

*Cause:*

- (a) An infrastructure change, the migration of a physical server to a virtual server, required the CAB (Change Advisory Board) to perform pre- and post-implementation reviews. The ServiceNOW ticketing document correctly indicated CAB approvals were required, however, no direct or indirect evidence of the CAB performing a pre- and/or post-implementation review could be located. Per the City's Configuration Management Policies and Procedures, all changes to existing systems are reviewed/approved appropriately, based upon the change type. The server migration required CAB approval being part of the approval process.
- (b) Management has not established monitoring for information technology segregation of duties to ensure developers are restricted from production access. A review of administrative duties across systems (i.e. PeopleSoft, Oracle, Linux) to ensure duties are segregated has not been established. Management has not established a periodic review of end-user access to ensure segregation of duties within a system and across multiple systems, where conflicting duties could be assigned to a single user.

*Effect:*

- (a) System changes could result in inappropriate resource allocation; insufficient control over emergency changes; failure to comply with compliance requirements; unauthorized changes; or reduced system availability. The City is not adhering to its Configuration Management Policies and Procedures.
- (b) Conflicting duties could be assigned to a single user potentially allowing users to circumvent components of the City's information technology internal controls.

*Auditors' Recommendation:* We recommend the following:

- (a) Revise the CAB pre- and post- change procedures to ensure those changes that require CAB "Approval", are documented and that documentation is retained and associated with the correct ServiceNOW ticket(s).
- (b) Expand Management user access reviews to include segregation of duties. User access and segregation of duties reviews, performed by management, must include privileged accounts, such as administrators, super users, default user IDs, system accounts, and other elevated and privileged accounts within all systems.

*Management's Response:* The City of Albuquerque Department of Technology and Innovation (DTI) agrees with this finding. While the ServiceNOW ticket for the change in question notes approval of the change, there is no documentation of the actual review. Therefore, DTI has implemented creation and maintenance of minutes for CAB meetings to provide documentation of such review. Moving forward, DTI will also conduct internal audits of selected CAB-required changes throughout the calendar year for post-implementation review. The process for such audits will be finalized by January 31, 2018.

The City of Albuquerque Department of Technology and Innovation (DTI) agrees monitoring for segregation of duties needs to be formalized. DTI will establish formal processes including review frequencies and scopes by January 31, 2018.



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

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**Section III - Federal Award Findings and Questioned Costs**

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**2014-006 Equipment Tracking, Significant Deficiency and Instance of Noncompliance (Repeated and Modified)**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
14.218	U.S. Department of Housing and Urban Development– Community Development Block Grants/Entitlement	Multiple	Multiple	Unknown
93.600	U.S. Department of Health and Human Services – Early Head Start	Multiple	Multiple	Unknown

*Criteria:* 24 CFR 85.32, 49 CFR 18.32(1) and FTA C 5010.1D, Ch. IV, Section 3.k state property records must be maintained that include a description of the property, a serial number or other identification number, the source of property, who holds title, the acquisition date, and cost of the property, percentage of Federal participation in the cost of the property, the location, use and condition of the property, and any ultimate disposition data including the date of disposal and sale price of the property, and useful life.

*Condition/Context:* The inventory listing maintained for CDBG and Early Head Start did not contain all the required property elements according to 24 CFR 85.32, the listing did not contain the use and condition of the property. In addition, for CDBG, there was one asset out of three assets tested that was not properly tagged with the asset number.

*Management's Progress from prior year:* The Grants Section continues to work with departments and the asset module to ensure that all required asset data is tracked per federal requirements.

*Cause:* The City failed to implement a proper tracking system that complied with federal requirements.

*Effect:* The City was not maintaining proper record of federally funded property as required by statute.

*Auditor's Recommendation:* We recommend the City follow their established policies and procedures for maintaining federally funded property records in order to comply with requirements of 24 CFR 85.32.

*Management's Response:* The City concurs with the finding. The Grants Section will work to add new fields to the asset tracking module to ensure that the required data is maintained. The Divisions of Child & Family Development and Community Development will work closely with the FCS Fiscal division to ensure that the tracking is complete and in compliance with federal requirements and the City's policies and procedures.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2014-008 Suspended/Debarment Certification –Significant Deficiency and Instance of Noncompliance  
(Repeated and Modified)**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
10.558	U.S. Department of Agriculture– Child and Adult Care Food Program	Multiple	Multiple	Unknown
14.218	U.S. Department of Housing and Urban Development– Community Development Block Grants/Entitlement	Multiple	Multiple	Unknown
20.205	Department of Transportation- Highway Planning and Construction	Multiple	Multiple	Unknown
20.500 and 20.507	Department of Transportation- Federal Transit Cluster	Multiple	Multiple	Unknown

*Criteria:* Per CFR 180.300, prior to entering into a covered transaction, an entity must verify that the other party is not excluded or disqualified by checking SAM, having the other party provide a certification or adding a clause or condition to the covered transaction with the party.

*Condition/Context:* During our test work over the CACFP (Child and Adult Care Food Program), one contract out of two contracts tested was not checked for suspension and debarment as part of the City’s procurement process. During our test work over CDBG (Community Development Block Grants), one of the two contracts tested was not checked for suspension and debarment. During our test work over Highway, two out of three contracts tested was not checked for suspension and debarment. During our test work over Transit, one out of three contracts tested did not have a signed certification from the bidder regarding suspension and debarment.

*Management’s progress to the prior year finding:* The City continues to update department policies and procedures to ensure that all federally-funded contracts are checked for suspension and debarment. Additionally, the departments continue to improve communication with the Central Purchasing Division to ensure that all federally-funded procurements include documentation of no exclusion or other disqualification.

*Cause:* The City failed to verify if the primary vendor was excluded or disqualified prior to signing a contract.

*Effect:* The program may enter into contracts with that are excluded or disqualified.

*Auditor’s Recommendation:* We recommend the City develop and implement policies and procedures to ensure that all vendors that use sub-vendors (lower tier participants) are verified prior to entering into a contract.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2014-008 Suspended/Debarment Certification – Significant Deficiency and Instance of Noncompliance  
(Repeated and Modified) (continued)**

*Management's Response:* The City concurs with the finding.

The Division of Child and Family Development will create policies and procedures which will include retaining documentation of checking SAMS for suspension and debarment. The Division expects the finding to be resolved in FY18.

The Transit Department's policies and procedures include checking SAMS to verify vendors have not been excluded from entering into contracts funded with federal monies. This process involves documenting the SAMS search, placing the results in the procurement file, attaching the support to each procurement record in PeopleSoft, and noting the results on the Procurement History document included with each procurement. The Department expects this finding to be resolved in FY18.

The Department of Municipal Development Contract Services Division have modified instructions to consultants for bid evaluation/recommendation to include the review of listed sub-contractors to determine whether any are suspended or debarred. These results should be included in the consultants' recommendation of award letter to the City. Additionally, the division will include a print screen showing that the vendor was checked for suspension and debarment. The Department expects that this finding will be resolved in FY18.

The FCS Community Development Division is writing CDBG policies and procedures that will ensure that the Division verifies that any party contract with the City and utilizing CDBG funds is not excluded or disqualified per 2 CFR 180.300. The Department expects that this finding will be resolved in FY18.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2016-011 Office of Neighborhood Revitalization Home Owner Rehabilitation Program, Allowability-Significant Deficiency and Instance of Noncompliance (Repeated and Modified)**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
14.218	U.S. Department of Housing and Urban Development– Community Development Block Grants/Entitlement	Multiple	Multiple	Unknown

*Criteria:* 2 CFR 200.403(g) requires that costs must be adequately documented in order to be allowable under federal awards.

*Condition/Context:* The Office of Neighborhood Revitalization is not adhering to its policies and procedures and specifications for Home Owner Rehabilitation Program. We noted the following control deficiencies:

- The file selected lacked detail price proposal, list of anticipated subcontractors with license numbers, anticipated subcontract values, and proposed project schedule as required in Specifications procedures section 6.6.4
- There was no support in the file that the City checked that the contractor was not suspended or debarred nor did the file reflect support for any subcontractors used, any certification that the subcontractor was not suspended or debarred or background checks and drug and alcohol testing upon receipt of Notice to Proceed as noted in the Specification procedures section 4.7 and 4.8.

*Management’s progress to the prior year finding:* The City cleared many of the parts of the FY16 finding and has indefinitely suspended the ONR program.

*Cause:* The Office of Neighborhood Revitalization’s (ONR) Policies and Procedures are not current with Uniform Guidance, and Contractor Specifications.

*Effect:* The Office of Neighborhood Revitalization is not in compliance with internal policies and procedures as well as the Uniform Guidance. Lack of supporting documentation could result in loss of federal funds.

*Auditor’s Recommendation:* We recommend that the Office of Neighborhood Revitalization program staff review their own internal policies and procedures and adhere to them.

*Management’s Response:* The City concurs with the finding. Due to this finding and other issues raised concerning the program, the City of Albuquerque on January 5, 2017, directed ONR to no longer conduct initial inspections for qualified participants of the Home Owner Rehabilitation Program until it had updated and revised the documents described above. This action resulted in no new program participants in FY17. During the revision process, the City determined the Home Owner Rehabilitation Program was not viable as it was structured, and on August 22, 2017, the program was suspended indefinitely. As the program was suspended during the revision process, the City did not update and finalize the policies and procedures related to the program. If the Home Owner Rehabilitation Program, or a program that is structured differently to achieve similar goals, is reinstated, the City will create policies and procedures prior to program reimplementation.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2016-013 Subrecipient Monitoring, Significant Deficiency and Instance of Noncompliance (Repeated and Modified)**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
14.218	U.S. Department of Housing and Urban Development– Community Development Block	Multiple	Multiple	Unknown
14.239	U.S. Department of Housing and Urban Development– Home Investment Partnerships Program	Multiple	Multiple	Unknown
14.267	U.S. Department of Housing and Urban Development – Continuum of Care	Multiple	Multiple	Unknown
93.600	U.S. Department of Health and Human Services – Head Start	Multiple	Multiple	Unknown

*Criteria:* Under Title 2 U.S. Code of Federal Regulations Part 200.331 All pass-through entities must ensure that every subaward is clearly identified to the subrecipient as a subaward and includes all required information at the time of the subaward as required by 200.331(a)(1) (i-xiii). Furthermore, all pass-through entities must evaluate each subrecipient's risk of noncompliance with Federal statutes, regulations, and the terms and conditions of the subaward for purposes of determining the appropriate subrecipient monitoring as required by 200.331(b).

*Condition/Context:* Per review of the subrecipient files we noted the following issues:

- 1). The City did not communicate all required information at the time of subaward for the two subrecipients tested for CDBG and the three subrecipients tested for COC.
- 2) The City did not perform a risk assessment for the three subrecipients tested for COC.
- 3) For Home, the one file tested did not contain all the required information at the time of subaward as noted above.
- 4) For Head Start, the one file tested did not contain all the required information at the time of subaward as noted above.

*Management's progress to the prior year finding:* The City has updated many of the contract templates used for subrecipient agreements.

*Cause:* Lack of oversight of Federal Requirements related to subrecipient monitoring may have contributed to this finding.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2016-013 Subrecipient Monitoring, Significant Deficiency and Instance of Noncompliance (Repeated and Modified) (continued)**

*Effect:* The City is not in compliance with Federal requirement as outlined in 2 CFR 200 Section 200.331.

*Auditor's Recommendation:* We recommend internal controls be reviewed and updated to ensure that the City is in compliance with the Title 2 U.S. Code of Federal Regulation requirements.

*Management's Response:* The City concurs with the finding.

The Division of Homeless Programs and Initiatives created a form which contains all of the information required to be provided to subrecipients per 2 CFR 200.331. The Division will create a risk assessment form and ensure that an assessment is performed on all subrecipient effective with the FY18-19 program year. The Division expects this finding to be resolved in FY19.

The Division of Child and Family Development will develop and implement internal controls to ensure that the Division monitoring is in alignment with the Departments monitoring guidelines. The Division will ensure that subrecipients receive all of the required information with the subaward. The Division expects this finding to be resolved in FY19.

The Community Development Division has worked closely with the Legal department to update its 2017 CDBG contracts to ensure that every subaward is clearly identified to the subrecipient as a subaward and that the agreement includes all required information at the time of the subaward as required by 2 CFR 200.331.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2016-014 Employee Time and Effort, Significant Deficiency and Instance of Noncompliance (Repeated and Modified)**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
14.218	U.S. Department of Housing and Urban Development– Community Development Block Grants/Entitlement	Multiple	Multiple	\$1,062
93.600	U.S. Department of Health and Human Services – Early Head Start	Multiple	Multiple	Unknown

*Criteria:* Per 2 CFR 200.430 (a)(3), it is required that total compensation for individual employees is determined and supported by Standards for Documentation of Personnel Expenses as provided in section 200.430 (i). The City’s process is to collect Time and Effort Certifications and personnel activity reports at least semiannually to support personnel charges to federal award programs.

*Condition/Context:* For Community Development Block Grants (CDBG), eleven out of twenty-five samples selected did not have payroll charged to the grant that was based on total activity for the employee and did not provide adequate documentation to support allocation of salary. Out of the eleven findings noted above, four payrolls were over allocated to the grant and not allowable for total questioned costs of \$1,062. For Early Head Start, the finding was not cleared from prior year since the department could not provide support for time and effort being charged to the grants.

*Management’s progress to the prior year finding:* The Grants Section and FSC program and fiscal divisions performed a manual reconciliation of time allocated to CDBG-funded activities and significantly reduced the number of discrepancies noted during the FY17 Single Audit. Additionally, FCS has substantially updated and altered the process for documenting and charging time to grants.

*Effect:* The programs could not certify that salary expenditures were allowable under the grants for the fiscal year.

*Cause:* The Family and Community Services Department does not have policies and procedures in place for properly allocating payroll expenses charged to the grants in accordance with time and effort certifications.

*Auditor’s Recommendation:* The City should develop and implement policies and procedures to ensure that time and effort certifications are completed and maintained and payroll expenses being charged to the grants are allocated properly based on total activity for the employee. In instances where employees charge to grants based on job description, the City should implement policies and procedures to document the job descriptions and the standard rate to be charged to the grants with authorization from the department Director.

*Management’s Response:* The City concurs with the finding.

The Division of Child and Family Development will create policies and procedures that include formally documenting the budget justification submitted with the grant application is tied to specific job positions and enumerates the funding allocation for each position. The Division expects this finding to be resolved in FY18.

The Community Development Division will update its CDBG policies and procedures to ensure that time and effort certifications are completed and maintained and that payroll expenses charged to CDBG are allocated properly based on total activity for the employee. The Division expects this finding to be resolved in FY18.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2017-005 Allowable Costs, Significant Deficiency and Instance of Noncompliance**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
20.205	Department of Transportation- Highway Planning and Construction	Multiple	Multiple	Unknown

*Criteria:* Per 2 CFR Section 200.514 Subpart E (Cost Principles) the entity is responsible for the efficient and effective administration of the federal award through the application of sound management practices and for administering federal funds in a manner consistent with underlying agreements, program objectives, and the terms and conditions of the federal award.

*Condition/Context:* During our test work we noted that one expense out of twenty-five was an unallowable expense and the City was reimbursed for it anyway. While funds were returned to the State, the federal pass through, the expenditure was never removed from the grant code.

*Cause:* Lack of oversight of Federal Requirements related to allowability may have contributed to this finding.

*Effect:* The City is not in compliance with federal requirements because the expenditure was still reflected as being paid by the federal grant.

*Recommendation:* We recommend that the City follow established policies and procedures to ensure efficient and effective administration of the federal awards.

*Management Response:* The City concurs with the finding. The Department of Municipal Development worked with the Department of Transportation over a prolonged period of time in Fiscal 2018 to determine if the \$40 expenditure in FY17 was allowable. Once deemed unallowable in Fiscal 2018 it was reclassified out of the grant activity. The City expects this finding will be resolved in Fiscal 2018.



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

**2017-006 Eligibility, Significant Deficiency and Instance of Noncompliance**

<i>CFDA Number</i>	<i>Federal Agency/Pass-through Entity – Program Name</i>	<i>Award Number</i>	<i>Award Year</i>	<i>Questioned Costs</i>
10.558	U.S. Department of Agriculture Child and Adult Care Food Program	Multiple	Multiple	Unknown

*Criteria:* Per 7 CFR Section 226.23(h) verification of eligibility for free and reduced-price meals shall be conducted on an annual basis.

*Condition/Context:* During our test work we noted that for one out of the 25 participants tested an annual verification of eligibility had not been performed.

*Cause:* Lack of oversight of Federal Requirements related to eligibility may have contributed to this finding.

*Effect:* The City is not in compliance with federal requirements.

*Recommendation:* We recommend that the City follow established policies and procedures to ensure compliance with federal requirements.

*Management Response:* The City concurs with the finding. The Division of Child and Family Development overseeing the CACFP contract has an enrollment process to establish family participation in the CACFP. Internal checks will be established to ensure that all participants are verified prior to entering into a contract. The City expects this finding to be resolved in Fiscal 2018.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2017**

<b>Prior Audit Findings</b>	<b>Current Status</b>
<b>Financial Statement Findings</b>	
2015-003 Unearned Revenue Recognition – Transit (Significant Deficiency)	Resolved
2015-008 CDBG National Objective (Noncompliance)	Resolved
2015-010 Reporting of Federal Awards on the SEFA (Significant Deficiency)	Repeated/Modified
2015-014 Earmarking (Significant Deficiency, Noncompliance)	Repeated/Modified
2016-001 Unreconciled Cash Balance (Material Weakness)	Resolved
2016-002 Financial Close and Reporting (Significant Deficiency)	Repeated/Modified
2016-003 Capital Asset Inventory	Resolved
2016-004 Fringe Benefits (Other Matters, Noncompliance)	Resolved
2016-005 Status of Special Revenue Fund (Other Matters)	Resolved
2016-006 Construction in Progress Accounting (Other Matters)	Resolved
2016-007 Information Technology General Controls (Other Matters)	Resolved
2016-008 Cutoff and Recognition of Expenditures (Other Matters)	Repeated/Modified
2016-009 Change Order Process (Other Matters)	Resolved
2016-010 Public Education Government (Other Matters)	Resolved
2016-012 Reporting (Significant Deficiency, Noncompliance)	Resolved
<b>Federal Award Findings</b>	
2014-006 Equipment Tagging and Tracking (Significant Deficiency, Noncompliance)	Repeated/Modified
2014-008 Suspended/Debarment Certification (Significant Deficiency, Noncompliance)	Repeated/Modified
2015-012 Procurement (Significant Deficiency, Noncompliance)	Resolved
2016-011 Allowability (Significant Deficiency, Noncompliance)	Repeated/Modified
2016-013 Subrecipient Monitoring (Significant Deficiency, Noncompliance)	Repeated/Modified
2016-014 Employee Time and Effort (Significant Deficiency, Noncompliance)	Repeated/Modified



# CITY OF ALBUQUERQUE

## CITY OF ALBUQUERQUE, NEW MEXICO

### CORRECTIVE ACTION PLAN

FOR THE YEAR ENDED JUNE 30, 2017

<b>Audit Finding</b>	<b>Corrective Action Plan</b>	<b>Person(s) Responsible</b>	<b>Estimated Completion Date</b>
2014-006 Equipment Tagging, Significant Deficiency & Instance of Noncompliance	See management's response in the schedule of findings and questioned costs	Family & Community Services Division Fiscal and Program Staff	6/30/2018
2014-008 Suspended/Debarment Certification	See management's response in the schedule of findings and questioned costs	Purchasing Division-contract review staff, Fiscal and Program Contract Specialists Staff in Family & Community, Transit and CIP	6/30/2019
2016-011 Office of Neighborhood Revitalization Home Owner Rehabilitation Program, Allowability-Significant Deficiency and Instance of Noncompliance	See management's response in the schedule of findings and questioned costs	Family & Community Services Division Fiscal and Program Staff	6/30/2018
2016-013 Subrecipient Monitoring, Significant Deficiency and Instance of Noncompliance	See management's response in the schedule of findings and questioned costs	Family & Community Services Division Fiscal and Program Staff	6/30/2019
2016-014 Employee Time and Effort, Significant Deficiency and Instance of Noncompliance	See management's response in the schedule of findings and questioned costs	Family & Community Services Division Fiscal Staff	6/30/2019
2017-006 Allowable Costs	See management's response in the schedule of findings and questioned costs	CIP Fiscal Staff	6/30/2018
2017-007 Eligibility	See management's response in the schedule of findings and questioned costs	Family & Community Services Division Fiscal and Program Staff	6/30/2018

**ALBUQUERQUE HOUSING AUTHORITY**  
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017

**Section I — Summary of Auditor’s Results**

***Financial Statements***

Type of auditor’s report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies reported?	No
Noncompliance material to financial statements noted?	No

***Federal Awards***

Internal control over compliance for major programs:	
Material weaknesses identified?	No
Significant deficiencies reported?	No
Type of auditor’s report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

**ALBUQUERQUE HOUSING AUTHORITY**  
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017

Section I — Summary of Auditor's Results — continued

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.871 & 14.879	Housing Voucher Cluster

Dollar threshold used to distinguish  
between type A and type B programs: \$906,501

Auditee qualified as a low-risk auditee? No

**ALBUQUERQUE HOUSING AUTHORITY**  
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017

**Section II — Financial Statement Findings**

**2017-001 — Internal Control over Capital Assets (Material Weakness)**

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*Criteria:* Monthly maintenance of the capital project accounting records and preparation of capital asset listing helps ensure that timely, accurate and useful information is available to management and those charged with governance. Additionally, maintenance of accurate capital project records and capital asset listing are necessary for the preparation of the annual financial statements and footnotes in accordance with generally accepted accounting principles (GAAP).

*Condition:* The general ledger of accounts were not reconciled throughout the year for capital projects and significant adjustments were needed to correct these capital project balances. Corrections were recorded to construction in progress, depreciation expense, net position, grant revenue and grant receivables. Additionally, the capital asset listing did not included all of the current year additions resulting from these projects. As a result, material adjusting journal entries were required after the fiscal year 2017 accounting records were closed.

*Cause:* In order to account for the cumulative cost of each capital project grant, AHA uses asset and contra asset accounts to record hard costs (cost to be capitalized) and soft costs (costs to be expensed). The asset account is debited when expenditures are incurred. The contra asset account is the credited and a capital asset (construction in progress) or an expense is debited to recognize current year activity. Then grant revenue is recognized when the capital funds are expended. Once the capital asset is placed in service, the construction in progress is transferred to building and improvements for a specific housing project. Throughout the year and specifically at year-end, the hard cost contra accounts were not properly reconciled and appropriate entries were not made.

*Effect:* There is an increased risk that errors and/or irregularities will occur and not be detected and corrected in a timely manner. Financial information reported to management and the Board is not accurate. Adjustments were needed to correct the contra hard cost account, construction in progress, buildings and improvements, net position, grant revenue and grant receivables. A total of 28 additional journal entries were made to the trial balance. Additional time and effort was needed to research these errors and prepare correcting entries.

*Auditor's Recommendations:* AHA should devote appropriate resources to reconcile each capital project monthly. The capital asset records should be updated and reconciled to the appropriate general ledger accounts on a monthly basis. Any correcting journal entries should be critically reviewed by someone independent of the preparation of the journal entry. Additionally, reconciliations and the capital asset records should also be critically reviewed by management monthly to ensure that the work was completed correctly.

**ALBUQUERQUE HOUSING AUTHORITY**  
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017

Section II — Financial Statement Findings — continued

2017-001 — Internal Control over Capital Assets (Material Weakness) — continued

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*Management's Response:* AHA will devote more resources to reconcile each capital fund project monthly. The capital asset records will be updated monthly and reconciled to the appropriate general ledger monthly. All correcting journal entries will be signed off by a signature ensuring internal controls and will be reviewed by someone independent of the preparation of the journal entry.

**ALBUQUERQUE HOUSING AUTHORITY**  
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2017

**Section III — Federal Award Findings**

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*None*



**ALBUQUERQUE HOUSING AUTHORITY**  
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE  
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2017

<b>Prior-Year Number</b>	<b>Description</b>	<b>Current-Year Status</b>
None		

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**STATE COMPLIANCE**

**Schedule of Deposits And Investments By Financial Institution**

**Schedule of Pledged Collateral By Financial Institution**

**Joint Powers Agreements and Memorandums of Understanding**

**Exit Conference**



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION**  
**YEAR ENDED JUNE 30, 2017**

Financial Institution: Account name	Type of Account	Bank Balance	Outstanding (Checks) Deposits	Book Balance
<b>Deposits:</b>				
Bank of Albuquerque				
Lock Box	Checking	\$ 705,689	\$ 3,425	\$ 709,113.65
Wells Fargo Bank				
APD Evidence	Checking	250,429.14	(4,784.79)	245,644.35
Community Development HUD account	Checking	11,013.25	(845.00)	10,168.25
A/R Receipts	Checking	0.00	1,094,977.00	1,094,977.00
AP Disbursements	Checking	(320.00)	(7,435,134.14)	(7,435,454.14)
Common Fund	Checking	137,600,261.59	2,285,525.00	139,885,786.59
Payroll	Checking	0.00	(21,802.53)	(21,802.53)
Treasury Disbursements	Checking	0.00	(2,868.00)	(2,868.00)
Legal Witness Fund (Risk)	Checking	1,217.58	(1,396.70)	(179.12)
		<u>137,862,601.56</u>	<u>(4,086,329.16)</u>	<u>133,776,272.40</u>
New Mexico Bank & Trust (all related to The Apartments Fund)				
Tenant Security Deposits:				
Candelaria Gardens	Checking	4,751.56		4,751.56
Santa Barbara	Checking	2,302.64		2,302.64
Tucson	Checking	3,101.39		3,101.39
Manzano Vista	Checking	63,527.07		63,527.07
Glorieta	Checking	5,590.63		5,590.63
Beach	Checking	19,072.45		19,072.45
Bluewater	Checking	67,222.03		67,222.03
Operating and Maintenance:				
Candelaria Gardens	Checking	189,418.07		189,418.07
Santa Barbara	Checking	44,985.84		44,985.84
Tucson	Checking	16,244.87		16,244.87
Manzano Vista	Checking	89,785.01	(81,345.00)	8,440.01
Glorieta	Checking	181,770.68		181,770.68
Beach	Checking	76,825.58	(30,304.00)	46,521.58
Bluewater (Wells Fargo)	Checking	180,032.45	(56,695.00)	123,337.45
Inca	Checking	4,101.24	1,225.00	5,326.24
Property Reserve:				
Candelaria Gardens	Checking	96,547.97		96,547.97
Santa Barbara	Checking	64,890.82		64,890.82
Tucson	Checking	65,899.15		65,899.15
Glorieta	Checking	55,351.04		55,351.04
ECSD property management trust	Checking	252,877.93		252,877.93
		<u>1,484,298.42</u>	<u>(167,119.00)</u>	<u>1,317,179.42</u>
US Bank				
APD SID	Checking	45,649.43	(224.79)	45,424.64
APD SID	Checking	19,735.73		19,735.73
APD SID	Checking	35,043.63		35,043.63
		<u>100,428.79</u>	<u>(224.79)</u>	<u>100,204.00</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION**  
**YEAR ENDED JUNE 30, 2017**

Financial Institution: Account name	Type of Account	Bank Balance	(Checks) Deposits	Book Balance
BBVA Compass Bank APD MRGVTF	Checking	227,726.89		227,726.89
<b>Total deposit accounts</b>		<u>140,380,744.31</u>	<u>(4,250,247.95)</u>	<u>136,130,496.36</u>
<b>Investments:</b>				
Wells Fargo				
Core Fund	Investment	546,355,173.65		546,355,173.65
Open Sapee Trust	Investment	10,649,724.58		10,649,724.58
Urban Enhancements Trust	Investment	8,099,113.56		8,099,113.56
State of New Mexico				
Local Government Investment Pool				
LGIIP Fund Pool-4101		20,000,000.00		20,000,000.00
Wells Fargo Trust in Denver, Colorado				
U.S. Treasury Money Market Fund		493,326.04		493,326.04
U.S. Treasury Money Market Fund		356,653.22		356,653.22
U.S. Treasury Money Market Fund		501,045.05		501,045.05
U.S. Treasury Money Market Fund		586,768.74		586,768.74
U.S. Treasury Money Market Fund		2,074,044.71		2,074,044.71
<b>Total Core investments</b>		<u>589,115,849.55</u>		<u>589,115,849.55</u>
<b>Total cash and investments</b>		<u>729,496,593.86</u>	<u>(4,250,247.95)</u>	<u>725,246,345.91</u>
Imprest cash not in bank				(27,710.00)
Accrued interest investment fund				653,667.44
Wells Fargo Public Funds Savings (Money Market)				227.98
Cash with NMEFA				3,078,288.00
Fiduciary				4,540,818.00
<b>Cash and Investments on Statement of Net Position</b>				<u>733,491,637.00</u>

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION**  
**YEAR ENDED JUNE 30, 2017**

The collateral for deposit accounts is as follows:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
<b>New Mexico Bank &amp; Trust</b>					
CNTYS 134041JF0	\$ 480,000	\$ 480,000	\$ 516,672	08/01/2031	4.00%
	<u>\$ 480,000</u>	<u>\$ 480,000</u>	<u>\$ 516,672</u>		
Location of collateral: Suntrust Bank, Atlanta, GA					
<b>Wells Fargo Bank, N.A.</b>					
FMAC FGPC 31292SA67			\$ 9,601,656	03/01/2043	3.00%
FMAC FGPC 3132GRZ53			17,649,546	03/01/2042	3.50%
FNMA FNMS 3138ABUK3			7,441,403	11/01/2026	3.00%
FNMA FNMS 31417DGG2			13,872,561	10/01/1942	3.00%
	<u>\$ -</u>	<u>\$ -</u>	<u>\$48,565,166</u>		
Location of collateral: BNY Mellon, New York, NY					
<b>US Bank</b>					
FNMA FNCI 31385XL21	\$ 1,500,000	\$ 10,834	\$ 11,091	09/01/2018	0.00%
FNMA FNCI 31385XQA8	16,475,000	175,151	181,467	09/01/2018	0.00%
	<u>\$17,975,000</u>	<u>\$ 185,985</u>	<u>\$ 192,558</u>		
Location of collateral: US Bank Cincinnati, Cincinnati, OH					
<b>Bank of Albuquerque</b>					
FHLB 3136AD5W5	\$ 100,000	\$ 56,046	\$ 54,919	12/25/2039	1.75%
FHLB 3136AD5W5	100,000	56,046	54,919	12/25/2039	1.75%
FHLB 3136AD5W5	100,000	56,046	54,919	12/25/2039	1.75%
FHLB 3136AD5W5	1,000,000	560,463	549,189	12/25/2039	1.75%
FHLB 3136AD5W5	200,000	112,093	109,838	12/25/2039	1.75%
FHLB 3136AD5W5	200,000	112,093	109,838	12/25/2039	1.75%
FHLB 3136AD5W5	300,000	168,139	164,757	12/25/2039	1.75%
FHLB 3136AD5W5	500,000	280,231	274,595	12/25/2039	1.75%
	<u>\$ 2,500,000</u>	<u>\$1,401,157</u>	<u>\$ 1,372,974</u>		
Location of collateral: Bank of Oklahoma, Oklahoma City, OK					
<b>Total all banks</b>			<u>\$50,647,370</u>		

All pledged collateral is held in the city's name at each financial institution.  
Directed trades (portfolio investment purchases) are held at the Federal Reserve Bank, Richmond, Virginia.

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**JOINT POWERS AGREEMENTS**  
**JUNE 30, 2017**

<u>Joint Powers Agreements</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
City County Building / CCN 88-0161	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	For the ownership, care, control, improvement, operation and maintenance of the jointly held City/County Building.
Law Enforcement Center / CCN 86-0063 & CCN 88-0161	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	For the ownership, care, control, improvement, operation and maintenance of the jointly Law Enforcement Center.
Middle Rio Grande Conservancy District	City of Albuquerque and MRGCD	City of Albuquerque and the MRGCD	Blanket permit for discharges of storm runoff to the Alameda/Riverside Drain system and fees for operation and maintenance.
Wildland Protection Equipment and Supplies	New Mexico Energy, Minerals and Natural Resources Department, City of Albuquerque	All Participants	Wildland Protection Equipment and Supplies
City of Belen Health and Dental / CCN 201700217	City of Albuquerque/ Human Resources/ Insurance and the City of Belen	City of Albuquerque and the City of Belen	Employee dental benefits program for eligible employees.
County of Sandoval Health and Dental / CCN 201700229	City of Albuquerque/ Human Resources/ Insurance and the County of Sandoval	City of Albuquerque and the County of Sandoval	Employee dental benefits program for eligible employees.
Middle Rio Grande Conservancy District / CCN 201700226	City of Albuquerque/ Human Resources/ Insurance and the MRGCD	City of Albuquerque and the MRGCD	Employee health benefits program for eligible employees.
Southern Sandoval County Arroyo Flood Control Authority Health & Dental CCN 201700232	City of Albuquerque/ Human Resources/ Insurance and SSCAFCA	City of Albuquerque and the SSCAFCA	Employee health benefits program for eligible employees.
Town of Bernalillo Health and Dental CCN 201700218	City of Albuquerque/ Human Resources/ Insurance and the Town of Bernalillo	City of Albuquerque and the Town of Bernalillo	Employee health benefits program for eligible employees.
Town of Cochiti Lake Health and Dental / CCN 201700220	City of Albuquerque/ Human Resources/ Insurance and the Town of Cochiti Lake	City of Albuquerque and the Town of Cochiti Lake	Employee health benefits program for eligible employees.
Town of Mountainair Health and Dental / CCN 201700227	City of Albuquerque/ Human Resources/ Insurance and the Town of Mountainair	City of Albuquerque and the Town of Mountainair	Employee health benefits program for eligible employees.
Village of Corrales Health and Dental / CCN 201700221	City of Albuquerque/ Human Resources/ Insurance and the Village of Corrales	City of Albuquerque and the Village of Corrales	Employee health benefits program for eligible employees.
Village of Cuba Health and Dental / CCN 201700222	City of Albuquerque/ Human Resources/ Insurance and the Village of Cuba	City of Albuquerque and the Village of Cuba	Employee health benefits program for eligible employees.
Village of Los Ranchos Health and Dental CCN 201700225	City of Albuquerque/ Human Resources/ Insurance and the Village of Los Ranchos	City of Albuquerque and the Village of Los Ranchos	Employee health benefits program for eligible employees.
Village of San Ysidro Health and Dental / CCN 201700228	City of Albuquerque/ Human Resources/ Insurance and Village of San Ysidro	City of Albuquerque and the Village of San Ysidro	Employee health benefits program for eligible employees.
Village of Tijeras Health and Dental / CCN 201700230	City of Albuquerque/ Human Resources/ Insurance and Village of Tijeras	City of Albuquerque and the Village of Tijeras	Employee health benefits program for eligible employees.
Village of Bosque Farms Health and Dental / CCN 201700219	City of Albuquerque/ Human Resources/ Insurance and the Village of Bosque Farms	City of Albuquerque and the Village of Bosque Farms	Employee health benefits program for eligible employees.
Water Utility Authority CCN 201700231	City of Albuquerque/ Human Resources/ Insurance and the Water Utility Authority	City of Albuquerque and the Water Utility Authority	Employee health benefits program for eligible employees.



**CITY OF ALBUQUERQUE, NEW MEXICO**  
**JOINT POWERS AGREEMENTS**  
**JUNE 30, 2017**

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
12/28/88	Indefinite	Not specified	\$0	City of Albuquerque/and the County of Bernalillo
08/05/86	Ongoing until terminated by a 6-month notice	Not specified	\$0	City of Albuquerque/and the County of Bernalillo
04/21/88	Ongoing	Amount varies each year based on the original agreement and the current Consumer Price Index.	\$230,754	N/A
07/01/10	10-Day Notice	N/A	N/A	All Parties
07/01/06	06/30/17	\$2,750	\$2,750	N/A
07/01/03	06/30/17	\$14,480	\$14,480	N/A
07/01/03	06/30/17	\$6,770	\$6,770	N/A
07/01/06	06/30/17	\$800	\$800	N/A
07/01/03	06/30/17	\$2,690	\$2,690	N/A
07/01/06	06/30/17	\$620	\$620	N/A
07/01/06	06/30/17	\$860	\$860	N/A
07/01/03	06/30/17	\$2,000	\$2,000	N/A
07/01/03	06/30/17	\$1,100	\$1,100	N/A
07/01/03	06/30/17	\$800	\$800	N/A
07/01/06	06/30/17	\$650	\$650	N/A
07/01/03	06/30/17	\$950	\$950	N/A
07/01/03	06/30/17	\$1,610	\$1,610	N/A
07/01/13	06/30/17	\$19,100	\$19,100	N/A

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**JOINT POWERS AGREEMENTS**  
**JUNE 30, 2017**

<b><u>Joint Powers Agreements</u></b>	<b><u>Participants</u></b>	<b><u>Responsible Party</u></b>	<b><u>Description</u></b>
Housing Authority CCN 201700224	City of Albuquerque/ Human Resources/ Insurance and the Housing Authority	City of Albuquerque and the Housing Authority	Employee health benefits program for eligible employees.
Town of Edgewood CCN 201700223	City of Albuquerque/ Human Resources/ Insurance and the Town of Edgewood	City of Albuquerque and the Town of Edgewood	Employee health benefits program for eligible employees.
N.M. Department of Transportation / A300716	N.M. Department of Transportation and City of Albuquerque	N.M. Department of Transportation and City of Albuquerque	Bicycle/Pedestrian safety program.
Metropolitan Criminal Justice / CCN 2003-0385	City of Albuquerque and the County of Bernalillo	City of Albuquerque and the County of Bernalillo	Provides criminal justice services to deter, and prevent crime in the community.
Conduct of Community Programs on Aging / CCN 1995-0739	City of Albuquerque/ Village of Los Ranchos/Village of Tijeras/ and the County of Bernalillo	City of Albuquerque	Provide programs and services to older residents through a centralized system of administration.
Unified Library System / CCN 93-0516, 2003-0589 & 2006-0421	City of Albuquerque, the County of Bernalillo, Village of Tijeras, and Village of Los Ranchos	City of Albuquerque and the County of Bernalillo	Provide well-balanced collections of books and other media for residents.
Unified Library System	City of Albuquerque, Bernalillo County	City of Albuquerque and the County of Bernalillo	Operations of the County portion of the Unified Library System
Bernalillo County / 201300512	City of Albuquerque, Bernalillo County	City of Albuquerque	Insect, Rodent Control and Plague Surveillance Programs
Bernalillo County	City of Albuquerque, Bernalillo County	City of Albuquerque	Metropolitan Traffic Court Arraignment Program.
Ground Water Protection Program	City of Albuquerque, Bernalillo County Water Protection	All participants	Financial and administrative relationship between the City and County.
Rio Grande State Park Administration	Middle Rio Grande Conservancy District and AFD	All participants	To minimize adverse impact on the City and the Middle Rio Grande Conservancy District.
Protection & Suppression	ENMRD and City of Albuquerque	All participants	Protection & suppression.
Middle Rio Grande Conservancy District	COA and MRGCD	COA Open Space	Manage and administer lands within Rio Grande Valley State Park

**CITY OF ALBUQUERQUE, NEW MEXICO**  
**JOINT POWERS AGREEMENTS**  
**JUNE 30, 2017**

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
07/01/16	06/30/17	\$2,750	\$2,750	N/A
07/01/16	06/30/17	\$800	\$800	N/A
04/12/16	09/30/18	\$197,087	\$0	N.M. Department of Transportation
07/01/03	90-day notice	Not specified	\$0	City of Albuquerque, County of Bernalillo, DFA, State Auditor
11/13/95	90-day Notice	Not specified	Unknown	City of Albuquerque
04/29/91	90 Day Notice	Not specified	Not specified	City of Albuquerque and the County of Bernalillo
07/01/16	06/30/18	\$1,507,395	\$1,507,395	City of Albuquerque and the County of Bernalillo
07/01/16	06/30/17	\$151,800	\$151,800	City of Albuquerque
12/17/02	Until terminated in writing	\$30,000 yearly	\$30,000	N/A
11/23/93	None	N/A	N/A	All Parties
04/04/97	None	N/A	N/A	N/A
04/01/08	90 day written notice	N/A	N/A	N/A
04/06/97	None	N/A	N/A	City of Alb

**CITY OF ALBUQUERQUE, NEW MEXICO**  
EXIT CONFERENCE  
JUNE 30, 2017

An exit conference was held on December 13, 2017 and attended by the following:

**City Personnel:**

Pat Davis  
City Council, District 6

Sanjay Bhakta  
Chief Financial Officer

Olivia Padilla-Jackson  
Deputy Director, Finance and Administrative Services

Pamela Fanelli  
City Controller

Stephanie Yara  
Finance Officer, City Council

Mari Hughes  
Associate Controller – Financial Reporting

Marianne Kemp  
Grant Administrator

Joseph Cohen  
Accounting Manager

Josefa Bolden  
Accounting Manager

**Moss Adams, LLP Personnel:**

Kory Hoggan  
Partner

George Seus  
Manager

Corrine Zajac-Clarkson  
Senior Manager

The City of Albuquerque acknowledges its continuing commitment to protecting individuals' rights and privileges. In accordance with this commitment, the City prohibits Discrimination in the operations of Government on the basis of race, color, religion, national origin or ancestry, physical/mental disability, age, gender, Vietnam era or disabled Veteran status, marital status, sexual orientation, pregnancy or medical condition.