

COMPREHENSIVE ANNUAL FINANCIAL REPORT

JULY 1, 2017 - JUNE 30, 2018



city of albuquerque

Tim Keller - Mayor



Comprehensive Annual Financial Report

Year Ended June 30, 2018

City of Albuquerque, New Mexico



Prepared by

Department of Finance and Administration

Accounting Division

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City of Albuquerque, New Mexico

Comprehensive Annual Financial Report

Year Ended June 30, 2018

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INTRODUCTORY SECTION



December 13, 2018

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, 2018. 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, "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, 2018. 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.

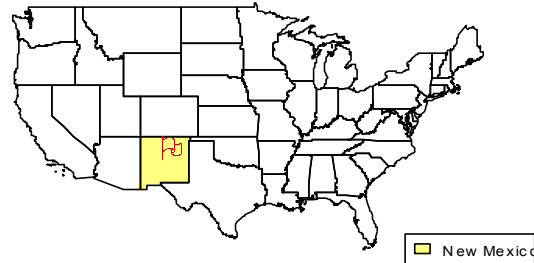
Management's Discussion & Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

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 558,545 in 2018, Albuquerque ranks 33rd 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 910,276 as of 2017. 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/18	Share of FY/18 Employment	Growth FY/17 to FY/18	Compound Annual Average FY/13- FY/18
NAICS CATEGORY				
Total Nonfarm Employment (does not include military)	375.86	100%	0.91%	0.88%
Mining and Construction	24.23	6%	8.02%	3.57%
Manufacturing	15.70	4%	0.51%	-1.84%
Trade, Transportation, and Utilities	62.28	17%	-0.34%	0.25%
Information	7.26	2%	-6.80%	-2.01%
Financial Activities	17.76	5%	2.60%	1.86%
Aggregate of Services	172.35	46%	1.37%	1.47%
Professional and Business Services	30.50	8%	2.14%	1.43%
Mgt. of Companies and Administration	28.68	8%	3.76%	0.69%
Educational and Health Services	59.68	16%	-0.03%	1.86%
Leisure and Hospitality	43.67	12%	1.39%	1.81%
Other Services	9.82	3%	0.72%	0.19%
Government	76.29	20%	-0.70%	0.15%
MILITARY	5.88	NA	1.55%	-1.86%

The U.S. economy exceeded the pre-recession level of employment in July of 2014, but Albuquerque is still about 6,400 jobs below the FY/08 peak level of employment. The economy is recovering with positive growth in the past five years and FY/18 showed growth of 0.91% compared to FY/17. In FY/18 Manufacturing recovered somewhat from declines in FY/17, with Information the only sector to lose jobs compared to FY/17. The average annual growth over the past five years shows declines in fewer sectors than in FY/17, namely Manufacturing and Information. Mining and Construction, Financial Activities, Educational and Health Services and Leisure and Hospitality are the strongest sectors over the past five years. Construction has increased in the last five years, but remains 19.5% below the FY/08 level. Single family construction activity

has increased, from its lowest level in FY/09, but is still only 26.2% of the pre-recession peak. Following modest gains in FY/16 and FY/17 Government employment declined in FY/18, with local, state and federal government in negative territory near -1%. 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. Programs are developed to impact the defined and monitored community conditions which move the City towards achieving its goals. Each program 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

Budget growth in Fiscal Year 2019 is largely associated with increased funding for public safety. Significant new initiatives included \$1.2 million in non-recurring funding for the new Property Crime Reduction Program. Seed funding was provided for the program to begin mid-year in Fiscal Year 2017. The program includes 17 civilian positions in Police that respond to non-emergency, Priority 3 calls dealing with property crimes, vandalism, and burglaries where the perpetrator is no longer on the scene. These employees take reports and aid in investigations in an effort to reduce the number of property crimes in our community and free up sworn police officers to respond to higher priority emergency calls. This budget also included \$800 thousand in General Fund monies to continue our work in addressing a backlog of sexual assault kits awaiting testing and to ensure our Crime Lab has sufficient staff to handle the ongoing volume of kits processed in the future.

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, 2017. 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, 2017. 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,

Sanjay Bhakta, CFO, 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, 2017

Christopher P. Morrell

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, 2017

Christopher P. Morrill

Executive Director

CITY OF ALBUQUERQUE, NEW MEXICO

PRINCIPAL OFFICIALS

JUNE 30, 2018

MAYOR

Timothy M. Keller

CITY COUNCIL

Ken Sanchez, President
Isaac Benton
Klarissa J. Peña
Brad Winter
Cynthia Borrego
Pat Davis
Diane G. Gibson
Trudy Jones
Don Harris, Vice President

District 1
District 2
District 3
District 4
District 5
District 6
District 7
District 8
District 9

CHIEF ADMINISTRATIVE OFFICER

Sarita Nair

CHIEF OF STAFF

Sunalei Stewart

CHIEF OPERATIONS OFFICER

Lawrence Real

CHIEF FINANCIAL OFFICER

Sanjay Bhakta



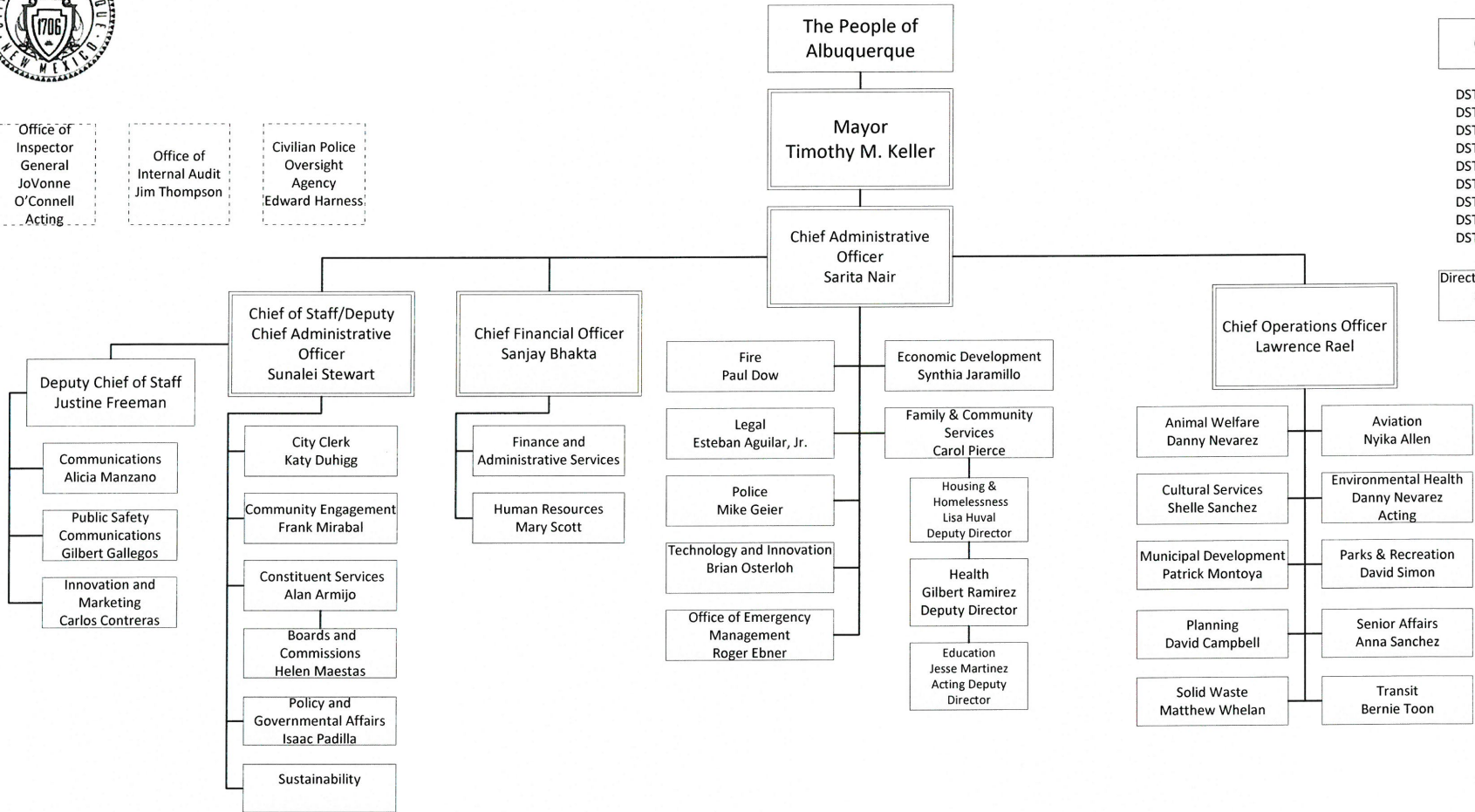
City of Albuquerque

- Office of Inspector General
JoVonne O'Connell
Acting
- Office of Internal Audit
Jim Thompson
- Civilian Police Oversight Agency
Edward Harness

City Council

- DST. 1 Ken Sanchez
- DST. 2 Isaac Benton
- DST. 3 Klarissa J. Pena
- DST. 4 Brad Winter
- DST. 5 Cynthia Borrego
- DST. 6 Pat Davis
- DST. 7 Diane G. Gibson
- DST. 8 Trudy Jones
- DST. 9 Don Harris

Director of Council Services
Stephanie Yarra
Acting



Signature: _____
Sarita Nair, Chief Administrative Officer

Effective 10/29/18

CITY OF ALBUQUERQUE, NEW MEXICO

CONTRIBUTORS

JUNE 30, 2018

Sanjay Bhakta, CFO, Director
Department of Finance and Administrative Services

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

Accounting Division Personnel

Pamela Fanelli, CMA, CGFM, MBA
City Controller
Joseph Cohen, CPA, CMA
Associate Controller,
Financial Reporting
Josefa Bolden
Associate Controller,
Accounting Operations
Marianne Kemp, CPA, CGFM, CGMA
Grants Administrator
Yu Liang, CPA
Principal Accountant
Monica Padilla
Principal Accountant
V. O. Shynkar, CPA
Principal Accountant
Raquel Dawson
Principal Accountant
Lyndol Hendricks
Principal Accountant
Jeannie Bitsoih
Principal Accountant
Tracy Milman, CGFM
Principal Accountant – Grants Section
Leslie Martin, MBA
Principal Accountant – Grants Section
Mari Hughes, CGFM, MAcc
Business Process Analyst, ERP

City Fiscal Personnel

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Aviation Department
Phyllis Keller, CPA
Aviation Department
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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

Treasury Division Personnel

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

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, 2018, 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, 2018, 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.

Emphasis of Matters

Adoption of New Accounting Pronouncement

As discussed in Note IV.N to the financial statements, effective July 1, 2018, the City adopted Governmental Accounting Standards Board (GASB) *Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, resulting in retroactively adjusting the financial statements for all prior periods presented. Our opinion is not modified with respect to this matter.

Prior Period Correction of an Error

As discussed in Note IV.N to the financial statements, the City has recorded a correction of an error related to capital assets. Our opinion is not modified with respect to this matter.

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

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 13, 2018 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.

Mess Adams LLP

Albuquerque, New Mexico
December 13, 2018

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

JUNE 30, 2018

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, 2018. 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 standardized its asset lives for certain categories resulting in a prior period adjustment of \$14.2 million for governmental activities and \$108.0 million for business type activities. In addition, the City implemented GASBS 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The implementation required a restatement of beginning net position which reduced governmental activities net position by \$337.0 million and proprietary funds by \$70.5 million. Additional information can be found in Note N in the notes to the financial statements.
- The City's total net position increased by \$40.4 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 \$3.2 billion (net position). As of June 30, 2018, unrestricted net position totaled (\$860.2) million. Unrestricted net position was affected by the implementation of GASB No. 68 and GASB No. 75.
- As of June 30, 2018, the City's governmental funds reported combined ending fund balances of \$504.5 million. Of the total fund balance, \$22.7 million is fund balance available for spending at the government's discretion (sum of unassigned and assigned fund balance).
- As of June 30, 2018, fund balance of the general fund was \$54.6 million. At the close of the current fiscal year, unassigned fund balance of the general fund was \$6.3 million or 1.3% of the total general fund expenditures of \$479.5 million.
- Net position of the City's enterprise funds increased by \$84.1 million yielding a net position of \$720.9 million as of June 30, 2018. The City reported a cash overdraft in the Transit fund of \$75.0 million as opposed to recording an interfund loan between funds to report pooled cash. 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 \$248.5 million during the current year. The key factors in this change were decreases in the pension obligation of \$103.0 million, an increase in accrued vacation, sick leave, and claims totaling \$9.9 million, an increase in other post-employment obligations of \$288.8 million, followed by an increase in long term debt of \$52.9 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,

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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, 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, 2018 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, 2018 is available by contacting them at the following address: 1840 University Blvd. SE Albuquerque, NM 87106. 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

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activities. These funds account for inventory warehousing and stock issues; workers' compensation, tort and other claims insurance coverage; vehicle maintenance and motor pool services; and communication services to City departments. In addition, 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 Pension and OPEB Contributions, Schedule of Proportionate Share of Net Pension and Net OPEB Liability and the Notes to Required Supplementary Information Related to Pension and OPEB Activity are presented as required supplementary information. Additional information can be found in the notes to the basic financial statements in Note K and 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.

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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
	2018	2017 restated	2018	2017 restated	2018	2017 restated	
Assets:							
Current and other assets	\$ 711.4	\$ 672.7	\$ 302.4	\$ 208.4	\$ 1,013.8	\$ 881.1	
Capital assets	3,564.3	3,557.5	703.0	658.0	4,267.3	4,215.5	
Total assets	4,275.7	4,230.2	1,005.4	866.4	5,281.1	5,096.6	3.6 %
Deferred Outflows of Resources	129.1	197.9	21.1	31.5	150.2	229.4	-34.5 %
Liabilities:							
Long-term liabilities outstanding	1,560.6	1,649.3	175.9	207.5	1,736.5	1,856.8	
Other liabilities	185.0	196.3	111.0	52.2	296.0	248.5	
Total liabilities	1,745.6	1,845.6	286.9	259.7	2,032.5	2,105.3	-3.5 %
Deferred Inflows of Resources:							
Deferred inflows related to taxes	59.5	1.9	12.3	-	71.8	1.9	
Deferred inflow related to pension	76.3	13.4	6.4	1.4	82.7	14.8	
Total deferred inflows of resources	135.8	15.3	18.7	1.4	154.5	16.7	825.1 %
Net position:							
Net investment in capital assets	3,070.4	3,097.9	652.3	627.2	3,722.7	3,725.1	
Restricted	260.9	235.2	120.9	161.8	381.8	397.0	
Unrestricted	(807.9)	(765.9)	(52.3)	(152.2)	(860.2)	(918.1)	
Total net position	\$ 2,523.4	\$ 2,567.2	\$ 720.9	\$ 636.8	\$ 3,244.3	\$ 3,204.0	1.3 %

The City's assets exceeded liabilities by \$3.2 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 \$3.7 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 \$381.8 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 No. 68 and GASB Statement No. 75 which affected available balances creating negative unrestricted net position.

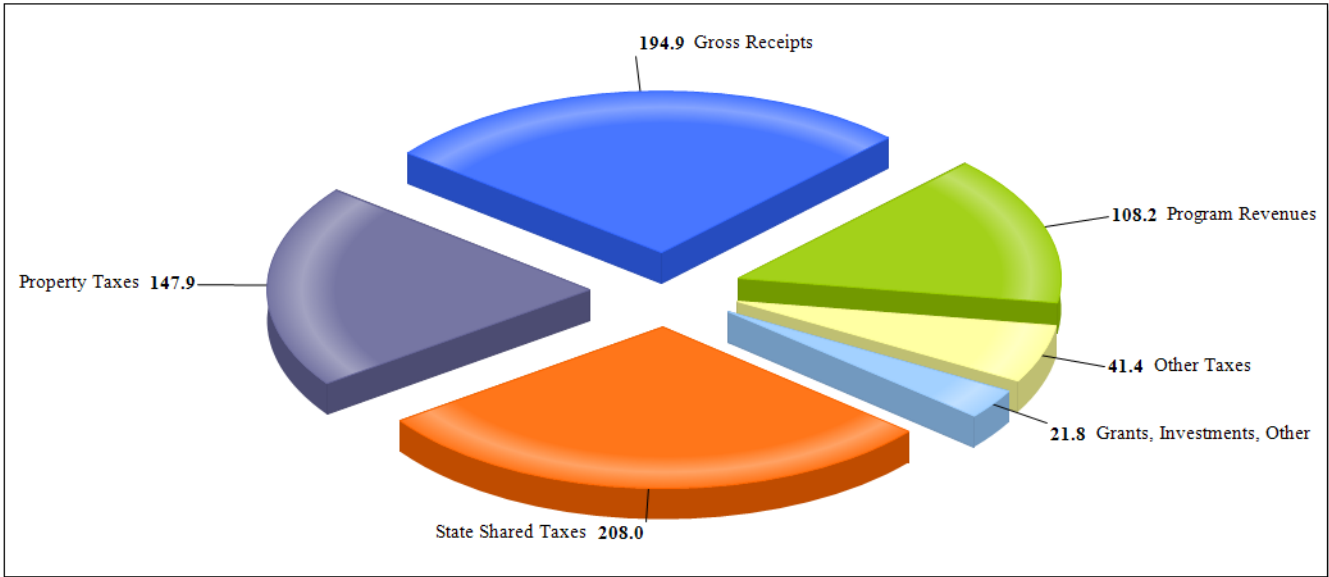
The City's net position increased by \$40.4 million during the current fiscal year. The increase in net position is explained in the governmental and business-type activities discussion.

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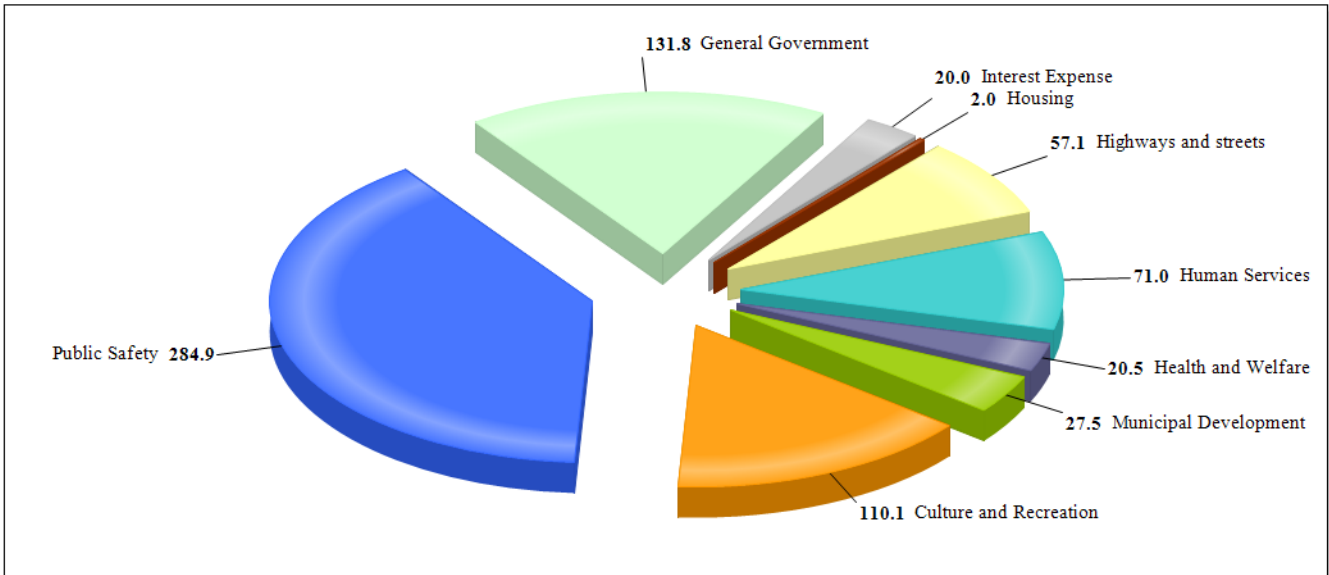
	Change in Net Position (in millions)						Total Percent Change
	Governmental Activities		Business-type Activities		Total		
	2018	2017 restated	2018	2017 restated	2018	2017 restated	
Revenues:							
Program revenues:							
Charges for services	\$ 69.6	\$ 74.5	\$ 166.3	\$ 159.8	\$ 235.9	\$ 234.3	0.7 %
Operating Grants and Contributions	31.6	31.7	-	-	31.6	31.7	(0.3)%
Capital Grants and Contributions	7.0	13.0	89.0	21.0	96.0	34.0	182.4 %
General revenues:							
Gross receipts taxes, local option	194.9	185.5	-	-	194.9	185.5	5.1 %
Property taxes	147.9	146.9	-	-	147.9	146.9	0.7 %
Other taxes	41.4	43.8	-	-	41.4	43.8	(5.5)%
Shared taxes and fees	208.0	201.2	-	-	208.0	201.2	3.4 %
Grants, investment income, and other	21.8	1.3	(0.3)	3.2	21.5	4.5	79.1 %
Total revenues	722.2	697.9	255.0	184.0	977.2	881.9	9.8 %
Expenses:							
General government	131.8	196.2	-	-	131.8	196.2	48.9 %
Public safety	284.9	242.4	-	-	284.9	242.4	(14.9)%
Culture and recreation	110.1	93.9	-	-	110.1	93.9	(17.3)%
Public works/municipal development	27.5	19.9	-	-	27.5	19.9	(38.2)%
Health and welfare	20.5	19.3	-	-	20.5	19.3	(6.2)%
Human services	71.0	59.5	-	-	71.0	59.5	(19.3)%
Highways and streets	57.1	42.0	-	-	57.1	42.0	(36.0)%
Housing	2.0	7.9	-	-	2.0	7.9	74.7 %
Interest and other charges	20.0	18.9	-	-	20.0	18.9	(5.8)%
Airport	-	-	63.1	56.8	63.1	56.8	(11.1)%
Refuse disposal	-	-	69.6	68.8	69.6	68.8	(1.2)%
Transit	-	-	62.4	62.0	62.4	62.0	(0.6)%
Nonmajor enterprise funds	-	-	16.9	16.6	16.9	16.6	1.8 %
Total expenses	724.9	700.0	212.0	204.2	936.9	904.2	3.6 %
Excess (deficiency) before transfers	(2.7)	(2.1)	43.0	(20.2)	40.3	(22.3)	-
Transfers	(41.1)	(55.9)	41.1	55.9	-	-	-
Increase (decrease) in net position	(43.8)	(58.0)	84.1	35.7	40.3	(22.3)	-
Beginning net position July 1	2,567.2	2,948.0	636.8	563.6	3,204.0	3,511.6	(8.8)%
Prior period adjustment	-	(322.8)	-	37.5	-	(285.3)	(100.0)%
Ending net position June 30	\$ 2,523.4	\$ 2,567.2	\$ 720.9	\$ 636.8	\$ 3,244.3	\$ 3,204.0	3.3 %

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Governmental Revenues by Source
 in Millions



Governmental Expenditures by Function
 in Millions



Governmental activities – Governmental activities decreased the City's net position by \$43.8 million. Governmental activities revenue increased by \$24.3 million, or 3.5% from \$697.9 million in fiscal year 2017 to \$722.2 million in fiscal year 2018. 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 56% of the

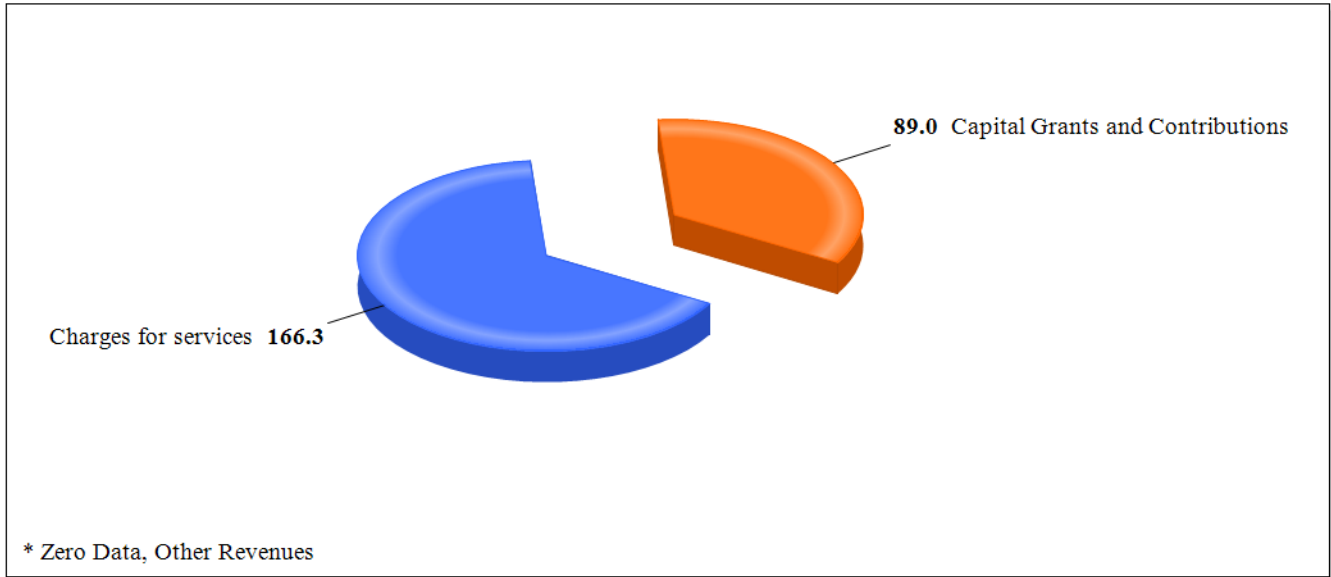
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City's governmental activities revenue, increased by \$16.2 million, from \$386.7 million to \$402.9 million, or by 4.2% from prior year. The Gross receipts tax revenue grew by 5.1%. The budgeted projections are adjusted for one time distributions 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 \$6.8 million compared to fiscal year 2017. Additional economic and budgetary facts are discussed in the economic factors section of the management discussion and analysis.

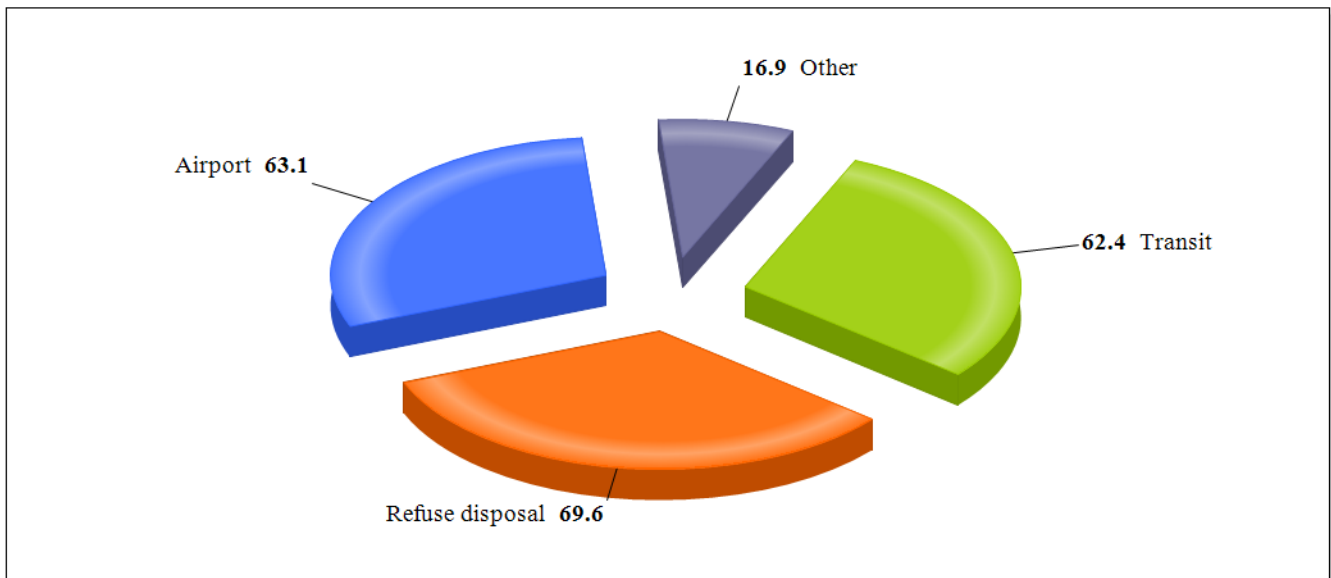
- Program revenues decreased by \$11.1 million compared to fiscal year 2017 from \$119.2 million in fiscal year 2017 to \$108.2 million in fiscal year 2018. Program revenue consisting of charges for services, operating grants, capital grants, and contributions account for approximately 15.0% of the City's governmental activities revenues. Charges for services decreased by \$4.9 million primarily due increases in general government charges. Capital grants and contributions decreased by \$6.1 million.
- Property taxes, which account for approximately 20.5% of the City's governmental activities revenues, increased by \$1.0 million from \$146.9 million in fiscal year 2017 to \$147.9 million. In fiscal year 2018 (tax year 2017) taxable assessed property valuations within the City increased \$441.3 million from \$12.81 billion to \$13.25 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 2018.
- Grants, investments, and other revenues increased by \$20.1 million from \$1.3 million in fiscal year 2017 to \$21.8 million in fiscal year 2018. Fiscal year 2017 was impacted by a transfer of assets from Governmental Funds to Proprietary Funds.
- Other taxes such as franchise, hospitality, lodgers', and payments in lieu of taxes decreased by \$2.4 million from \$43.8 million in fiscal year 2017 to \$41.4 million in fiscal year 2018, or by (5.5)%. The primary decrease was in franchise tax revenue of \$3.1 million. More detail comparison of other taxes can be found on Schedule 3 in the Statistical Section of this report.
- Governmental activities expenditures increased by \$24.9 million from \$700.0 million in fiscal year 2017 to \$724.9 million in fiscal year 2018. The City made some improvements to the allocation of pension contribution expense related to GASBS 68 and accurately allocated OPEB contribution expense related to GASB 75 to the programs. In addition, Public Safety expenditures increased \$7.7 million in fiscal year 2018.

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Business-type Activities Revenues by Source
in Millions



Business-type Activities Expenses
in Millions



Business-type activities – Business-type activities increased the City’s net position by \$43.0 million in fiscal year 2018 before transfers of \$41.1 million. Business-type activities revenues increased \$71.0 million from \$184.0 million in fiscal year 2017 to \$255.0 million in fiscal year 2018, or by 38.6%. Key factors for the changes in the business type activities net position and revenues are explained below:

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- The Airport Fund had an increase in net position of \$11.2 million in fiscal year 2018 compared to a \$9.2 million increase in 2017. The charges for services increased from \$53.8 million in fiscal year 2017 to \$58.5 million in fiscal year 2018. Passenger facilities charges (PFCs) increased by .47% from \$8.9 million in fiscal year 2017 to \$9.9 million in fiscal year 2018. Operating expenses increased from \$54.9 million in fiscal year 2017 to \$60.0 in fiscal year 2018, and capital contributions increased from \$1.9 million in fiscal year 2017 to \$5.2 million in fiscal year 2018. Depreciation expense increased in fiscal year 2018 by \$3.4 million with the adjustment to the capital assets depreciable lives.
- The Refuse Disposal Fund had an increase in net position of \$500.0 thousand in fiscal year 2018 compared to an increase of \$1.0 million in 2017. Charges for services remained constant while operating costs increased by \$600.0 thousand. The increase in operating costs can be explained by an increase in repair and maintenance and fuel of \$1.1 million and an increase in contractual services of \$1.5 million followed by a decrease in landfill closure costs of \$1.6 million.
- The Transit Fund had an increase in net position of \$73.6 million in fiscal year 2018. The primary reason is the recognition of the Federal Transit Authority Grant for the ART project. Charges for services dropped slightly from \$11.6 million in fiscal year 2017 to \$11.4 million in fiscal year 2018. Operating expenses increased from \$58.9 million in 2017 to \$59.5 million in 2018 primarily due to slight increases in wages and repairs and maintenance and fuel. The Transit Fund reported a book overdraft of \$75 million as opposed to an interfund loan. This does not follow generally accepted accounting principles because City management felt that it was impractical to objectively determine which fund loaned the money since the expenditures were paid from the cash pool. The City believes that the reclassification difference between GAAP and the chosen method of presentation is not material. The City has subsequently received most of the federal funding for the Albuquerque Rapid Transit (ART) project and is expected to completely recover the amounts reported as a book overdraft in fiscal year 2019.

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 \$504.5 million, an increase of \$45.1 million in comparison with the prior year. Of the total balance at year-end, \$401.8 million is restricted fund balance which primarily consists of funds reserved for capital projects and improvements and \$18.6 million is nonspendable, which relates to permanent fund cash and cash equivalents.

Revenues of governmental funds overall totaled approximately \$722.8 million in the fiscal year ended June 30, 2018, which represents an increase of \$13.3 million from the previous year total of \$709.5 million. Intergovernmental revenues decreased by \$700.0 thousand which is made up of an \$8.2 million increase in the General Fund, a decrease in the Capital Acquisition Fund of \$4.0 million and a decrease in the nonmajor governmental funds of \$4.9 million. Miscellaneous revenues increased by \$1.9 million from \$12.9 million in fiscal year 2017 to \$14.8 million in fiscal year 2018. The City's governmental funds expenditures of \$763.7 million increased by \$49.5 million from the previous year's total of \$713.8 million. The primary cause of the increase is attributed to an increase in principal retirement expenditures of debt of \$70.2 million, an increase in public safety expenditures of \$9.1 million, followed by a decrease in capital outlay of \$21.8 million. The City aligned the process of debt payments with governmental standards in fiscal year 2017 which had a one-time effect on debt service expenditures.

General Fund – This is the City's chief operating fund. At the end of the current fiscal year, the total fund balance was \$54.6 million, of which \$6.3 million assigned and unassigned fund balance and \$48.3 million is committed for subsequent years' operations. The net change in fund balance for the current fiscal year was a decrease of \$2.5 million. The total revenues of \$518.6 million for the current fiscal year were \$12.9 million more than the previous fiscal year. The primary cause of the increase was due to increases in intergovernmental revenues of \$8.2 million, gross receipts taxes of \$5.5 million, property taxes of \$1.5 million, charges for services of \$.9 million, followed by decreases in franchise taxes of \$1.0 million, and license and permits of \$1.5 million. Total expenditures of \$479.5 million represent an increase of \$13.2 million from the previous year. Increases in expenditures were attributed to an increase in public safety of \$8.6 million, an increase in culture and recreation of \$3.1 million, and an increase in health and human services of \$2.2 million. Please refer to the general fund budgetary highlights for an analysis with respect to budgets.

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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 decreased by \$1.1 million and from \$64.3 million in fiscal year 2017 to \$63.2 million in fiscal year 2018. Property tax revenues dedicated to the repayment of GO Bonds increased by \$2.0 million from \$63.8 million in fiscal year 2017 to \$65.8 million in fiscal year 2018. 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 2018, the Capital Acquisition Fund balance increased by \$33.1 million from \$210.9 million in fiscal year 2017 to \$243.9 million. The increase in fund balance is attributed to new bond proceeds and premiums of \$115.8 million and a decrease in capital outlay of 29.6 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 decreased due to the implementation of GASB Statement 68 in fiscal year 2015 and GASB 75 in fiscal year 2018. At the end of the fiscal year, the unrestricted net position (in millions) is as follows:

Airport Fund	\$	6.1
Refuse Disposal Fund		(37.8)
Transit Fund		(18.0)
Nonmajor enterprise funds		(2.6)
Total	\$	<u>(52.3)</u>

Internal Service Funds – Internal Service Funds are used to account for certain governmental activities and had an unrestricted net position of \$(23.0) million in fiscal year 2018 as compared to unrestricted net position of \$(9.8) million in fiscal year 2017. Unrestricted net position decreased in all internal service funds due to the implementation of GASB 68 and GASB 75.

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, 8th Floor, Albuquerque, NM 87103.

Budgetary Highlights – The original fiscal year 2018 Approved Operating Budget was \$956.7 million, after interfund eliminations. The General Fund portion was \$530.2 million with total reserves of \$48.3 million. Overall General Fund revenue was originally expected to grow at 3.0% (later revised to 1.7%) over the estimate for the previous year. Appropriations were expected to grow at 0.7% over the estimate for the previous year. There were no major changes in programs or services delivered to the public in fiscal year 2018.

The growth in General Fund appropriations was largely associated with increased funding for public safety. In the Police Department, \$5.7 million was added in expectation of graduating more cadets, reducing property crime, and tackling a backlog of DNA testing on sexual assault kits, among other activities. Other major increases included funding for 12 new positions and associated operating costs at the Albuquerque BioPark needed to open the new otter and penguin exhibits as well as to maintain zoological accreditation through the Association of Zoos and Aquariums; \$400 thousand for increased maintenance costs for Parks & Recreation; Approximately \$700 thousand in non-recurring funding for cultural events; \$280 thousand for continued efforts in the area of economic development and job creation; Continued funding in Animal Welfare for the Trap Neuter Release Program and Animal Behavior Specialists; and a new position in Senior Affairs to begin preparation of hosting the National Senior Games in 2019.

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
 JUNE 30, 2018

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets – The City's capital assets of governmental and business-type activities as of June 30, 2018, total \$4.3 billion, net of accumulated depreciation. The increase in capital assets in the current fiscal year was \$51.7 million or 1.2%. Additional information pertaining to capital assets can be found in the notes to the financial statements in Note C.

Capital assets are summarized as follows (in millions):

	Governmental Activities		Business-type Activities		Total	
	2018	2017 restated	2018	2017 restated	2018	2017 restated
Land	\$ 322.9	\$ 321.6	\$ 57.5	\$ 57.5	\$ 380.4	\$ 379.1
Right of way	1,145.5	1,145.5	-	-	1,145.5	1,145.5
Other	1.2	2.5	16.5	17.2	17.7	19.7
Buildings	314.5	320.8	229.1	236.4	543.6	557.2
Runways	-	-	96.4	92.5	96.4	92.5
Improvements	391.7	358.6	104.9	103.9	496.6	462.5
Equipment	27.8	32.6	40.0	45.5	67.8	78.1
Infrastructure	1,342.4	1,352.3	119.9	9.3	1,462.3	1,361.6
Construction in progress	18.3	23.6	38.5	95.6	56.8	119.2
Total	\$ 3,564.3	\$ 3,557.5	\$ 702.8	\$ 657.9	\$ 4,267.1	\$ 4,215.4

Governmental activities - In fiscal year 2018, capital assets increased by \$6.8 million. The majority of the increase came from improvements other than buildings and runways of \$33.0 million. Construction in progress decreased by \$5.3 million and consists of expenditures made by the Capital Acquisition, Infrastructure Tax, Bio Park Tax and Impact Fees Construction Capital fund. In addition, the following was placed in service: \$4.8 million buildings, \$41.9 million in infrastructure, \$2.1 million land, and \$56.4 million in improvements. Machinery and equipment purchases totaled \$9.0 million. The City standardized its asset lives for certain asset categories which resulted in decreases to accumulated depreciation in the amount of \$14.2 million.

Business-type activities – In fiscal year 2018, business type activities increased capital assets by \$44.5 million. The Airport Fund placed into service \$14.5 million in infrastructure and runways and \$12.7 million in improvements. The Transit Fund placed into service \$112.5 million of ART infrastructure. The City standardized its asset lives for certain asset categories which resulted in decreases to accumulated depreciation in the amount of \$108.0 million.

Debt Administration – At the end of the current fiscal year, the City's governmental activities had a total of \$1.7 billion in long term obligations. Total bonded debt is \$741.5 million of which \$63.2 million is due or payable within the next fiscal year. Net pension liability decreased from \$627.9 million in fiscal year 2017 to \$524.8 million in fiscal year 2018. The City implemented GASBS No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions which increased debt by \$292.1 million. The remaining debt is for loans, accrued vacation and sick leave pay, and claims payable. During the fiscal year ended June 30, 2018, the City issued GO Bonds in the amount of \$91.2 million which includes \$6.97 million of short term GO Sponge Bonds. The GO Bonds were issued to finance projects relating to streets \$29.0 million, parks and recreation \$14.9 million, public safety \$14.0 million, energy conservation, public facilities, and system modernization \$11.5 million, senior, family, community centers, and community enhancement \$4.9 million, library bonds \$5.4 million, public transportation bonds \$4.5 million, affordable housing bonds \$3.4 million, storm sewer systems \$2.0 million, and zoo, biopark, museum, and cultural facility bonds \$1.6 million. In addition, the City issued \$25.11 million gross receipts tax improvement revenue bonds. The GRT bonds were issued to finance projects relating to the funding of energy conservation, public facilities, and system modernization bonds. The City's business-type activities had long-term obligations of \$191.3 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 City currently may issue up to an additional \$119.1 million of general purpose obligation bonds and has \$440.6 million of general purpose obligation debt outstanding. Included in the general obligation bonds outstanding at June 30, 2018, are storm sewer bonds in the amount of \$29.6 million that are not

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
 JUNE 30, 2018

subject to the legal debt limit. The net general bonded debt per capita is \$670. 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 2018 are as follows:

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	A1	A+	A+

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The overall health of the local economy greatly impacts the city's operating revenues. Most importantly, the City's gross receipts tax (GRT) is greatly impacted by the underlying growth in economic conditions. GRT represented 64% of the total General Fund revenues in FY/18.

The City's elected and appointed officials considered many factors when developing the FY/18 budget. Many of the City's revenues are influenced by the economy. The gross receipts tax revenue is highly influenced by local economic conditions. GRT revenues have increased in the past eight years. FY/17 grew at a rate of 1.4%, FY/18 growth was revised to a rate of 1.7% and FY/19 is expected to grow 17.2% due to the new hold harmless 3/8 cent tax, overall, although the underlying growth is estimated at 2.2%. The large overall growth in FY/19 is mostly due to a new gross receipts tax increment that was enacted, effective July 1, 2018. This new tax is expected to generate \$49.6 million annually, of which 60% must be spent on public safety. Additionally, the revenue estimate identifies \$2.3 million as the additional impact of deductions in the third year of the 15-year phase out of the food and medical hold harmless distribution.

The total General Fund recurring growth for FY/19 was estimated at 12.1%.

CITY OF ALBUQUERQUE, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
 JUNE 30, 2018

The following table presents the underlying assumptions used in the FY/19 budget process:

National Variables	2017	2018	2019
Real GDP growth	1.7 %	2.3 %	2.2 %
Federal funds rate	0.6 %	1.1 %	1.9 %
10 U.S. bonds	1.8 %	2.4 %	3.0 %
CPI U	1.9 %	2.5 %	2.5 %
Unemployment rate (U.S.)	4.9	4.7	4.6
Total non-farm employment	1.5	0.9	0.9
Manufacturing employment	(0.3)	0.5	1.3
Consumer sentiment index- University of Michigan	91.7	93.7	94.3
Exchange rates	1.2	1.2	1.1
Current trade account (billions of \$)	(434.8)	(379.5)	(418.1)
Change in output per hour	0.2 %	1.3 %	1.4 %
Natural gas-Henry Hub \$ per MCF	2.9	3.0	3.0
West TX intermediate (dollars per bbl)	47.4	52.1	60.5
Wage growth	2.7 %	2.9 %	2.9 %
Albuquerque Variables			
Employment Growth and Unemployment in Albuquerque MSA			
Total non-Ag ABQ	1.0 %	1.0 %	1.2 %
Private-non construction	0.9 %	1.1 %	1.3 %
Construction employment (growth)	5.6 %	2.7 %	2.9 %
Manufacturing (ABQ)	(4.3)%	(0.7)%	(0.4)%
Unemployment rate (Alb.)	6.1 %	6.1 %	5.7 %
Construction units permitted in City of Albuquerque			
Single-family permits	886.0	892.0	1,197.0
Multi-family permits	832.0	400.0	477.0
Total residential permits	1,718.0	1,292.0	1,674.0

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. In fiscal year 2018, 91.2 million of bonds were sold. 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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BASIC FINANCIAL STATEMENTS

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CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF NET POSITION

JUNE 30, 2018

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Albuquerque Housing Authority
ASSETS				
Current assets:				
Cash and investments	\$ 374,743,655	\$ 106,117,477	\$ 480,861,132	\$ 16,444,266
Cash held by others	319,874	596,352	916,226	-
Flexible spending account	508,635	-	508,635	-
Taxes receivable, net	91,675,209	-	91,675,209	-
Accounts receivable, net of allowance	4,894,712	10,370,404	15,265,116	212,222
Prepaid expenses	213,072	325,713	538,785	168,122
Inventories	1,992,845	4,475,712	6,468,557	115,566
Due from other governments	14,529,192	83,368,849	97,898,041	-
Internal balances	(874,799)	874,799	-	-
Total current assets	<u>488,002,395</u>	<u>206,129,306</u>	<u>694,131,701</u>	<u>16,940,176</u>
Noncurrent assets:				
Long-term notes receivable	<u>19,720,055</u>	<u>1,517,582</u>	<u>21,237,637</u>	<u>4,000,000</u>
Restricted assets:				
Cash and investments	200,731,654	91,305,269	292,036,923	-
Cash with fiscal agent	774,559	3,164,704	3,939,263	1,919,945
Land held for sale	2,287,306	-	2,287,306	-
Security deposits	-	170,833	170,833	121,028
Total restricted assets	<u>203,793,519</u>	<u>94,640,806</u>	<u>298,434,325</u>	<u>2,040,973</u>
Capital assets:				
Land and construction in progress	1,486,646,723	96,064,852	1,582,711,575	4,642,221
Capital assets-depreciable	3,756,842,701	1,413,296,679	5,170,139,380	78,538,553
Accumulated depreciation	<u>(1,679,246,121)</u>	<u>(806,385,334)</u>	<u>(2,485,631,455)</u>	<u>(54,868,217)</u>
Total capital assets	<u>3,564,243,303</u>	<u>702,976,197</u>	<u>4,267,219,500</u>	<u>28,312,557</u>
Total noncurrent assets	<u>3,787,756,877</u>	<u>799,134,585</u>	<u>4,586,891,462</u>	<u>34,353,530</u>
Total assets	<u>4,275,759,272</u>	<u>1,005,263,891</u>	<u>5,281,023,163</u>	<u>51,293,706</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred gain/loss on refunding	3,047,041	530,946	3,577,987	-
Deferred outflow related to OPEB	6,569,735	1,405,434	7,975,169	54,209
Deferred outflow related to pension	<u>119,468,634</u>	<u>19,239,822</u>	<u>138,708,456</u>	<u>2,299,275</u>
Total deferred outflows of resources	<u>\$ 129,085,410</u>	<u>\$ 21,176,202</u>	<u>\$ 150,261,612</u>	<u>\$ 2,353,484</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
LIABILITIES				
Current liabilities:				
Book overdraft	\$ -	\$ 74,967,798	\$ 74,967,798	\$ -
Accounts payable	28,712,737	9,343,944	38,056,681	2,342,672
Accrued employee compensation	17,860,790	1,500,795	19,361,585	46,129
Accrued vacation and sick leave	24,981,549	4,952,398	29,933,947	76,887
Customer deposits	3,279,815	1,009,553	4,289,368	250,221
Unearned revenue	11,738,330	4,337,370	16,075,700	3,630
Claims reserve	18,520,885	-	18,520,885	-
Other current liabilities	220,320	-	220,320	259,871
Capital lease and other payable	-	-	-	3,705,266
Payable from restricted assets:				
Contracts payable	1,414,671	3,725,926	5,140,597	-
Bonds and notes payable	64,952,155	10,495,000	75,447,155	-
Accrued interest	13,361,560	708,936	14,070,496	-
Total current liabilities	<u>185,042,812</u>	<u>111,041,720</u>	<u>296,084,532</u>	<u>6,684,676</u>
Non-current liabilities:				
Landfill closure costs	-	5,138,764	5,138,764	-
Bonds and notes payable	676,507,031	29,092,317	705,599,348	-
Accrued vacation and sick leave	8,421,136	1,660,878	10,082,014	95,502
Claims reserve	57,978,717	-	57,978,717	-
Net pension liability	524,793,199	78,435,007	603,228,206	4,417,682
Net OPEB liability	292,118,241	61,371,353	353,489,594	3,133,929
Capital lease and other payable	813,204	161,365	974,569	7,997,659
Total non-current liabilities	<u>1,560,631,528</u>	<u>175,859,684</u>	<u>1,736,491,212</u>	<u>15,644,772</u>
Total liabilities	<u>1,745,674,340</u>	<u>286,901,404</u>	<u>2,032,575,744</u>	<u>22,329,448</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred inflow related to OPEB	59,511,591	12,259,768	71,771,359	709,854
Deferred inflow related to pension	76,328,604	6,423,819	82,752,423	271,911
Total deferred inflows of resources	<u>135,840,195</u>	<u>18,683,587</u>	<u>154,523,782</u>	<u>981,765</u>
NET POSITION				
Net investment in capital assets	3,070,389,572	652,282,698	3,722,672,270	12,715,581
Restricted for:				
Debt service	84,988,447	30,026,850	115,015,297	-
Construction	135,720,188	90,815,900	226,536,088	-
Housing and economic development	9,687,183	-	9,687,183	17,620,396
Federal and state funded programs	8,698,904	-	8,698,904	-
Open space and urban enhancement				
Expendable	3,214,933	-	3,214,933	-
Nonexpendable	18,507,981	-	18,507,981	-
Unrestricted	<u>(807,877,061)</u>	<u>(52,270,346)</u>	<u>(860,147,407)</u>	<u>-</u>
Total net position	<u>\$ 2,523,330,147</u>	<u>\$ 720,855,102</u>	<u>\$ 3,244,185,249</u>	<u>\$ 30,335,977</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, 2018

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
Governmental activities:			
General government	\$ 131,814,659	\$ 36,671,567	\$ 431,306
Public safety	284,864,612	7,936,033	6,755,294
Culture and recreation	110,091,970	10,246,908	1,962,621
Public works/municipal development	27,477,160	338,103	29,022
Health and welfare	20,554,999	5,768,825	-
Human services	71,027,243	8,267,848	17,037,882
Housing	2,035,223	-	(2,024,512)
Highways and streets	57,139,793	405,916	7,447,501
Interest and other charges	19,952,095	-	-
Total governmental activities	<u>724,957,754</u>	<u>69,635,200</u>	<u>31,639,114</u>
Business-type activities:			
Airport	63,113,140	68,419,209	-
Refuse disposal	69,592,007	71,995,219	-
Transit	62,419,788	11,428,933	-
Golf course	5,664,154	3,879,666	-
Apartments	3,493,953	4,191,812	-
Parking facilities	5,780,715	4,520,935	-
Stadium	1,859,386	1,873,377	-
Total business-type activities	<u>211,923,143</u>	<u>166,309,151</u>	<u>-</u>
Total primary government	<u>\$ 936,880,897</u>	<u>\$ 235,944,351</u>	<u>\$ 31,639,114</u>
Component unit:			
Albuquerque Housing Authority	<u>34,950,024</u>	<u>3,091,097</u>	<u>31,401,888</u>
Total component unit	<u>\$ 34,950,024</u>	<u>\$ 3,091,097</u>	<u>\$ 31,401,888</u>

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

Investment loss

Transfers

Total general revenues and transfers

Change in net position

Net position, July 1 (restated, see note IV.N)

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.	Governmental	Business-type	Total	Component Unit
Capital Grants and Contributions	Activities	Activities		
\$ 900,769	\$ (93,811,017)	\$ -	\$ (93,811,017)	\$ -
292,635	(269,880,650)	-	(269,880,650)	-
2,050,686	(95,831,755)	-	(95,831,755)	-
(626,535)	(27,736,570)	-	(27,736,570)	-
-	(14,786,174)	-	(14,786,174)	-
-	(45,721,513)	-	(45,721,513)	-
1,869,891	(2,189,844)	-	(2,189,844)	-
2,407,220	(46,879,156)	-	(46,879,156)	-
-	(19,952,095)	-	(19,952,095)	-
<u>6,894,666</u>	<u>(616,788,774)</u>	<u>-</u>	<u>(616,788,774)</u>	<u>-</u>
5,151,522	-	10,457,591	10,457,591	-
-	-	2,403,212	2,403,212	-
83,810,897	-	32,820,042	32,820,042	-
-	-	(1,784,488)	(1,784,488)	-
-	-	697,859	697,859	-
-	-	(1,259,780)	(1,259,780)	-
-	-	13,991	13,991	-
<u>88,962,419</u>	<u>-</u>	<u>43,348,427</u>	<u>43,348,427</u>	<u>-</u>
<u>\$ 95,857,085</u>	<u>\$ (616,788,774)</u>	<u>\$ 43,348,427</u>	<u>\$ (573,440,347)</u>	<u>\$ -</u>
6,437,693	-	-	-	5,980,654
<u>\$ 6,437,693</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,980,654</u>

\$ 147,913,704	\$ -	\$ 147,913,704	\$ -
25,730,210	-	25,730,210	-
2,614,477	-	2,614,477	-
13,072,384	-	13,072,384	-
194,878,183	-	194,878,183	-
13,812	-	13,812	-
207,985,257	-	207,985,257	-
281,013	-	281,013	-
22,012,786	1,058,104	23,070,890	-
(459,948)	(1,359,730)	(1,819,678)	257,565
<u>(41,078,326)</u>	<u>41,078,326</u>	<u>-</u>	<u>-</u>
<u>572,963,552</u>	<u>40,776,700</u>	<u>613,740,252</u>	<u>257,565</u>
(43,825,222)	84,125,127	40,299,905	6,238,219
<u>2,567,155,369</u>	<u>636,729,975</u>	<u>3,203,885,344</u>	<u>24,097,758</u>
<u>\$ 2,523,330,147</u>	<u>\$ 720,855,102</u>	<u>\$ 3,244,185,249</u>	<u>\$ 30,335,977</u>

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

CITY OF ALBUQUERQUE, NEW MEXICO

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018

	<u>General Fund</u>	<u>GO Bond Debt Service Fund</u>
ASSETS		
Cash and investments	\$ 41,919,737	\$ 70,269,728
Cash held by others	-	-
Taxes receivable	75,026,986	3,568,483
Accounts receivable	2,704,886	-
Due from other government units	1,192,224	-
Due from other funds	1,429,191	-
Prepaid expenses	59,658	-
Restricted assets:		
Cash and investments	-	-
Cash with fiscal agent	-	-
Land held for sale	-	-
	<u> </u>	<u> </u>
Total assets	<u>\$ 122,332,682</u>	<u>\$ 73,838,211</u>
LIABILITIES		
Accounts payable	10,361,628	9,080
Contracts payable	-	-
Accrued employee compensation	17,272,358	-
Due to other funds	988,533	-
Unearned revenue	-	-
Customer deposits and other	3,308,322	-
Matured interest payable	-	7,940,503
Total liabilities	<u>31,930,841</u>	<u>7,949,583</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred revenue - taxes	35,764,635	2,661,013
Deferred revenue - special assessments	-	-
Total deferred inflows of resources	<u>35,764,635</u>	<u>2,661,013</u>
FUND BALANCES (DEFICITS)		
Nonspendable	61,811	-
Restricted	-	63,227,615
Committed	48,302,000	-
Assigned	-	-
Unassigned	6,273,395	-
Total fund balances (deficits)	<u>54,637,206</u>	<u>63,227,615</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 122,332,682</u>	<u>\$ 73,838,211</u>

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

Capital Acquisition Fund	Nonmajor Governmental Funds	Total
\$ 63,416,635	\$ 131,353,973	\$ 306,960,073
-	319,874	319,874
-	13,079,740	91,675,209
1,803,431	20,098,686	24,607,003
4,978,419	8,193,236	14,363,879
24,011	249,584	1,702,786
1,669	150,562	211,889
182,181,770	18,549,884	200,731,654
-	774,559	774,559
-	2,287,306	2,287,306
<u>\$ 252,405,935</u>	<u>\$ 195,057,404</u>	<u>\$ 643,634,232</u>
7,327,688	7,140,888	24,839,284
1,018,021	1,187,012	2,205,033
79,109	367,232	17,718,699
13,913	2,934,691	3,937,137
512	19,202,078	19,202,590
-	-	3,308,322
-	5,421,057	13,361,560
<u>8,439,243</u>	<u>36,252,958</u>	<u>84,572,625</u>
-	5,478,276	43,903,924
-	10,629,939	10,629,939
-	16,108,215	54,533,863
-	18,507,981	18,569,792
243,966,692	94,568,642	401,762,949
-	13,155,882	61,457,882
-	16,573,134	16,573,134
-	(109,408)	6,163,987
<u>243,966,692</u>	<u>142,696,231</u>	<u>504,527,744</u>
<u>\$ 252,405,935</u>	<u>\$ 195,057,404</u>	<u>\$ 643,634,232</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, 2018

Total fund balances governmental funds	\$ 504,527,744
Capital assets used in governmental activities (except for internal service funds) are not financial resources and, therefore, are not reported in the funds.	3,563,771,770
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)	(1,577,461,595)
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.	(22,517,990)
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, pension activity and OPEB.	127,041,676
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)	<u>(72,031,458)</u>
Net position of governmental activities	<u><u>\$ 2,523,330,147</u></u>

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

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CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
JUNE 30, 2018

	<u>General Fund</u>	<u>GO Bond Debt Service Fund</u>
REVENUES		
Taxes		
Gross receipts taxes, local option	\$ 134,476,528	\$ -
Property taxes	83,268,262	65,753,804
Lodgers' and hospitality taxes	-	-
Franchise taxes	26,412,289	-
Payment in lieu of taxes	13,812	-
Licenses and permits	11,544,317	-
Intergovernmental - federal	-	-
Intergovernmental - state	208,524,564	-
Charges for services	50,906,295	-
Fines and forfeitures	280,039	-
Investment earnings	(601,787)	(602,652)
Special assessments	-	-
Miscellaneous	3,759,636	-
Total revenues	<u>518,583,955</u>	<u>65,151,152</u>
EXPENDITURES		
Current:		
General government	68,464,693	-
Public safety	250,845,753	-
Culture and recreation	79,055,480	-
Public works	10,358,376	-
Highways and streets	18,662,125	-
Health	16,760,799	-
Human services	34,935,109	-
Housing	-	-
Debt service:		
Principal retirement	-	58,720,000
Interest	-	15,256,353
Fiscal agent and other fees	-	1,306,515
Capital outlay	411,846	-
Total expenditures	<u>479,494,181</u>	<u>75,282,868</u>
Excess (deficiency) of revenues over expenditures	<u>39,089,774</u>	<u>(10,131,716)</u>
OTHER FINANCING SOURCES (USES)		
Transfers in	5,569,431	-
Transfers out	(47,192,554)	-
Premiums on bonds issued	-	9,035,943
Bonds and notes issued	-	-
Total other financing sources (uses)	<u>(41,623,123)</u>	<u>9,035,943</u>
Net change in fund balances	(2,533,349)	(1,095,773)
Fund balances, July 1	<u>57,170,555</u>	<u>64,323,388</u>
Fund balances, June 30	<u>\$ 54,637,206</u>	<u>\$ 63,227,615</u>

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

Capital Acquisition Fund	Nonmajor Governmental Funds	Total
\$ -	\$ 58,958,721	\$ 193,435,249
-	-	149,022,066
-	15,686,861	15,686,861
385,998	-	26,798,287
-	-	13,812
-	3,180,381	14,724,698
6,918,470	18,390,172	25,308,642
346,522	8,017,826	216,888,912
-	11,989,263	62,895,558
-	670,805	950,844
83,125	410,351	(710,963)
-	3,005,731	3,005,731
<u>3,673,709</u>	<u>7,347,437</u>	<u>14,780,782</u>
<u>11,407,824</u>	<u>127,657,548</u>	<u>722,800,479</u>
4,893,776	12,438,653	85,797,122
3,051,080	6,712,134	260,608,967
3,685,588	3,447,091	86,188,159
5,934,482	486,836	16,779,694
4,490,574	8,620,750	31,773,449
17,933	4,591,710	21,370,442
1,141,804	26,784,172	62,861,085
1,795,572	(1,379,333)	416,239
-	12,445,748	71,165,748
-	10,515,068	25,771,421
-	-	1,306,515
<u>68,023,941</u>	<u>31,206,999</u>	<u>99,642,786</u>
<u>93,034,750</u>	<u>115,869,828</u>	<u>763,681,627</u>
<u>(81,626,926)</u>	<u>11,787,720</u>	<u>(40,881,148)</u>
1,110,450	29,341,833	36,021,714
(2,266,065)	(25,893,422)	(75,352,041)
-	-	9,035,943
<u>115,840,246</u>	<u>469,754</u>	<u>116,310,000</u>
<u>114,684,631</u>	<u>3,918,165</u>	<u>86,015,616</u>
33,057,705	15,705,885	45,134,468
<u>210,908,987</u>	<u>126,990,346</u>	<u>459,393,276</u>
<u>\$ 243,966,692</u>	<u>\$ 142,696,231</u>	<u>\$ 504,527,744</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, 2018

Net change in fund balances - total governmental funds	\$ 45,134,468
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)	6,779,006
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)	(47,054,353)
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.	(5,967,522)
Under the modified accrual basis of accounting used in 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)	(3,269,485)
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.	(476,565)
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>(38,970,771)</u>
Change in net position of governmental activities	<u>\$ (43,825,222)</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Revenues:				
Taxes:				
Gross receipts tax-local option	\$ 134,434,000	\$ 131,212,000	\$ 134,476,528	\$ 3,264,528
Current property tax	80,902,000	81,047,000	81,171,756	124,756
Delinquent property tax	2,750,000	2,550,000	2,096,506	(453,494)
Franchise taxes:				
Electric	9,796,000	9,253,000	9,085,687	(167,313)
Gas	3,769,000	3,693,000	3,545,328	(147,672)
Cable television	4,240,000	4,240,000	4,132,995	(107,005)
Telephone	1,633,000	1,523,000	1,425,192	(97,808)
Telecommunications	209,000	230,000	239,492	9,492
Water Authority	7,632,000	7,890,000	7,983,595	93,595
Payments in lieu of taxes	-	-	13,812	13,812
Total taxes	<u>245,365,000</u>	<u>241,638,000</u>	<u>244,170,891</u>	<u>2,532,891</u>
Licenses and permits:				
Building permits	4,495,000	4,517,000	3,308,520	(1,208,480)
Plan checking permits	2,227,000	487,000	1,376,542	889,542
Business registration fees	1,200,000	1,200,000	706,091	(493,909)
Plumbing/mechanical permits	994,000	483,000	1,008,341	525,341
Restaurant inspections	1,200,000	1,200,000	1,299,974	99,974
Electrical/refrigeration permits	1,192,000	880,000	913,771	33,771
Other licenses and permits	186,000	148,000	152,117	4,117
Right of way usage permits	235,000	300,000	405,916	105,916
Liquor licenses	215,000	215,000	296,025	81,025
Animal licenses	250,000	250,000	262,010	12,010
Food retailers inspections	226,000	226,000	216,011	(9,989)
Swimming pool inspections	125,000	125,000	132,450	7,450
Flood plan certification	151,000	-	-	-
Reroofing permits	140,000	90,000	55,354	(34,646)
Loading zone permits	12,000	12,000	8,807	(3,193)
Solicitation permits	5,000	5,000	9,095	4,095
Excavation permits	250,000	170,000	198,609	28,609
Barricading permits	835,000	1,235,000	1,194,684	(40,316)
Total licenses and permits	<u>13,938,000</u>	<u>11,543,000</u>	<u>11,544,317</u>	<u>1,317</u>
Intergovernmental:				
State shared:				
Gross receipts tax	201,751,000	197,433,000	202,214,666	4,781,666
Municipal road - gas tax	2,592,000	2,592,000	2,515,100	(76,900)
Motor vehicle license distribution	2,028,000	2,028,000	1,956,251	(71,749)
Municipal comp tax	2,017,000	1,396,000	1,556,747	160,747
Grants:				
Bernalillo County-shared operations	282,000	495,000	281,800	(213,200)
Total intergovernmental	<u>208,670,000</u>	<u>203,944,000</u>	<u>208,524,564</u>	<u>4,580,564</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Revenues (continued):				
Charges for services:				
General government:				
Administrative charges to other funds	29,378,000	28,944,000	26,541,700	(2,402,300)
Legal services	2,495,000	2,495,000	2,205,287	(289,713)
Small business loan fees	25,000	2,000	1,700	(300)
Engineering fees	753,000	1,673,000	909,235	(763,765)
Engineering inspections	243,000	243,000	179,615	(63,385)
Shooting range fees	260,000	260,000	273,190	13,190
Records search fees	215,000	215,000	226,284	11,284
Filing of plats and subdivisions	378,000	209,000	233,740	24,740
Administrative fees	318,000	56,000	125,514	69,514
Photocopying	155,000	155,000	210,302	55,302
Hearing officer charges	30,000	30,000	22,648	(7,352)
Sign fees	80,000	24,000	24,400	400
Zoning plan check fees	175,000	277,000	245,555	(31,445)
Office services	23,000	23,000	25,226	2,226
Planning services	226,000	245,000	221,903	(23,097)
Land mediation charges	10,000	10,000	12,310	2,310
Sale of maps and publications	-	-	300	300
AGIS services	1,000	1,000	520	(480)
Public safety:				
Police services	4,333,000	4,283,000	5,669,228	1,386,228
Fire services	1,183,000	1,513,000	1,558,036	45,036
Culture and recreation:				
Zoo admissions	3,005,000	2,350,000	2,520,758	170,758
Cultural affairs	1,793,000	1,757,000	1,912,981	155,981
Albuquerque aquarium and gardens	1,991,000	1,600,000	1,762,648	162,648
Latch key program	862,000	902,000	861,349	(40,651)
Swimming pools	912,000	931,000	720,019	(210,981)
Sports programs	662,000	662,000	452,717	(209,283)
Other recreation charges	266,000	293,000	840,872	547,872
Museum charges	616,000	352,000	357,895	5,895
Other zoo charges	264,000	234,000	167,937	(66,063)
Community centers	89,000	105,000	109,134	4,134
Tournament/field rental	263,000	229,000	69,704	(159,296)
Outdoor recreation fees	8,000	21,000	23,864	2,864

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, 2018

	<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	70,000	45,000	52,920	7,920
Health:				
Animal control charges	1,355,000	1,355,000	792,723	(562,277)
Human services:				
Childcare services	741,000	676,000	640,641	(35,359)
Senior center memberships	255,000	255,000	271,691	16,691
Senior meal programs	160,000	174,000	185,435	11,435
Other	43,000	29,000	25,664	(3,336)
Senior dances	42,000	32,000	33,512	1,512
DSA Route #2	363,000	212,000	399,253	187,253
Senior coffee	14,000	14,000	17,885	3,885
Total charges for services	<u>54,055,000</u>	<u>52,886,000</u>	<u>50,906,295</u>	<u>(1,979,705)</u>
Fines and forfeits:				
Air quality penalties	295,000	295,000	280,039	(14,961)
Total fines and forfeits	<u>295,000</u>	<u>295,000</u>	<u>280,039</u>	<u>(14,961)</u>
Interest:				
Interest on investments	1,215,000	500,000	(601,787)	(1,101,787)
Total interest	<u>1,215,000</u>	<u>500,000</u>	<u>(601,787)</u>	<u>(1,101,787)</u>
Miscellaneous:				
Community center rentals	318,000	332,000	357,338	25,338
Jury duty and witness fees	2,000	2,000	812	(1,188)
Rental of City property	1,056,000	1,072,000	1,186,500	114,500
Other miscellaneous	884,000	714,000	1,259,284	545,284
Sales of real property	30,000	38,000	211,162	173,162
Collections from property damage	22,000	10,000	22,572	12,572
Contributions and donations	2,000	2,000	35,277	33,277
Liens and recoveries	361,000	848,000	686,691	(161,309)
Total miscellaneous	<u>2,675,000</u>	<u>3,018,000</u>	<u>3,759,636</u>	<u>741,636</u>
Total revenues	<u>526,213,000</u>	<u>513,824,000</u>	<u>518,583,955</u>	<u>4,759,955</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Expenses:				
Current:				
General government:				
Accounting	3,798,000	3,813,000	3,740,078	72,922
Administrative hearing office	393,000	398,000	314,743	83,257
Chief administrative officer	1,702,000	1,702,000	1,624,700	77,300
Citizen services	3,619,000	3,619,000	3,001,245	617,755
Citywide financial support	1,006,000	1,006,000	995,646	10,354
Urban design and development	1,970,000	1,999,000	1,637,027	361,973
Council services	3,884,000	3,973,000	3,886,648	86,352
DFAS - strategic support	405,000	405,000	462,840	(57,840)
Dues and memberships	473,000	473,000	481,935	(8,935)
Early retirement	6,500,000	6,500,000	6,065,206	434,794
Economic development	1,583,000	392,100	1,584,738	(1,192,638)
Economic development investment	211,000	875,000	220,919	654,081
ED - Convention center	1,974,000	1,974,000	1,888,981	85,019
International trade	154,000	154,000	184,525	(30,525)
Joint committee- intergov. legislation	158,000	158,000	158,000	-
Legal services	5,850,000	5,865,000	4,957,378	907,622
Mayor's office	916,000	922,000	847,601	74,399
Office of inspector general	345,000	345,000	332,527	12,473
Office of internal audit	850,000	850,000	627,500	222,500
Office of management and budget	1,113,000	1,131,000	1,018,777	112,223
Office of the city clerk	1,913,000	2,759,000	2,241,602	517,398
One stop shop	6,906,000	6,941,000	6,525,468	415,532
Open and ethical elections	529,000	529,000	529,000	-
Personnel services	2,473,000	2,477,000	2,447,974	29,026
Planning - strategic support	1,996,000	2,009,000	1,870,622	138,378
Purchasing	1,489,000	1,528,000	1,249,029	278,971
Real property	835,000	846,000	804,810	41,190
Treasury	1,022,000	1,025,000	986,032	38,968
Technology and innovation	10,446,000	10,490,000	9,160,960	1,329,040
B/C/J/Q Union Time	131,000	131,000	116,428	14,572
Total general government	<u>64,644,000</u>	<u>65,289,100</u>	<u>59,962,939</u>	<u>5,326,161</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, 2018

	<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	842,000	842,000	668,367	173,633
Police oversight	860,000	860,000	732,949	127,051
Investigative services	32,824,000	33,079,000	30,408,089	2,670,911
Neighborhood policing	98,878,000	100,015,000	100,973,385	(958,385)
Off duty police overtime	1,800,000	1,800,000	2,840,219	(1,040,219)
PD - Administrative support	16,318,000	16,464,000	16,740,371	(276,371)
Prisoner transport	1,922,000	1,936,000	2,353,797	(417,797)
Professional standards	18,817,000	19,286,000	18,690,557	595,443
Fire department:				
AFD headquarters	2,422,000	2,433,000	2,432,442	558
Dispatch	5,116,000	5,173,000	5,172,832	168
Emergency response	61,779,000	62,836,000	62,839,758	(3,758)
Fire prevention	3,398,000	3,439,000	3,436,016	2,984
Logistics	1,421,000	1,428,500	1,427,075	1,425
Training	2,334,000	2,356,500	2,355,942	558
Total public safety	<u>248,731,000</u>	<u>251,948,000</u>	<u>251,071,799</u>	<u>876,201</u>
Culture and recreation:				
Aquatics	4,574,000	4,655,000	4,639,993	15,007
Balloon museum	1,158,000	1,160,000	1,157,383	2,617
Biopark	13,918,000	13,974,000	14,043,393	(69,393)
CIP Biopark	385,000	385,000	349,756	35,244
CIP library	67,000	68,000	67,643	357
CIP parks	620,000	2,827,000	1,829,118	997,882
Community events	3,355,000	3,405,000	3,339,124	65,876
Community recreation	8,255,000	8,278,000	7,343,650	934,350
Cultural services - strategic support	1,582,000	1,586,000	1,518,130	67,870
Explora	1,434,000	1,434,000	1,434,002	(2)
Library	12,147,000	12,201,000	12,012,395	188,605
Museum	3,372,000	3,384,000	3,405,188	(21,188)
Parks and recreation - strategic support	981,000	983,000	804,429	178,571
Parks management	17,999,000	18,184,000	18,106,780	77,220
Public arts and urban enhancement	301,000	302,000	316,243	(14,243)
Recreation	2,772,000	2,820,000	2,547,071	272,929
Open space management	4,082,000	4,136,000	3,925,073	210,927
Special events parking	19,000	19,000	19,000	-
Total culture and recreation	<u>77,021,000</u>	<u>79,801,000</u>	<u>76,858,371</u>	<u>2,942,629</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Expenses (continued):				
Current:				
Municipal development:				
Construction	1,475,000	1,481,000	1,248,223	232,777
Design recovered CIP	4,169,000	1,982,000	2,080,097	(98,097)
Design recovered storm drain	2,084,000	2,090,000	2,254,368	(164,368)
Storm drainage	2,606,000	2,614,000	2,854,421	(240,421)
MD - Strategic support	2,200,000	2,208,000	2,046,271	161,729
Street CIP	4,687,000	4,713,000	4,295,877	417,123
Street services	13,762,000	13,859,000	14,246,448	(387,448)
City Buildings	8,627,000	8,670,000	8,510,450	159,550
Total municipal development	<u>39,610,000</u>	<u>37,617,000</u>	<u>37,536,155</u>	<u>80,845</u>
Health:				
Animal care and control	11,031,000	11,106,000	10,613,156	492,844
Code enforcement	3,737,000	3,848,000	3,160,334	687,666
Consumer health protection	1,306,000	1,312,000	1,194,517	117,483
Environmental health	647,000	648,000	641,322	6,678
Strategic support	696,000	697,000	645,773	51,227
Urban biology	526,000	527,000	505,697	21,303
Total health	<u>17,943,000</u>	<u>18,138,000</u>	<u>16,760,799</u>	<u>1,377,201</u>
Human services:				
SA - Basic services	248,000	249,000	154,551	94,449
Affordable housing	2,334,000	2,784,000	2,636,982	147,018
Child care	5,585,000	5,624,000	5,284,412	339,588
Emergency shelter	1,633,000	1,783,000	1,761,545	21,455
Health & social services	3,526,000	3,550,000	3,392,030	157,970
Mental health services	2,910,000	3,247,000	2,564,226	682,774
Partner with public education	4,986,000	4,990,000	4,334,829	655,171
FC - Strategic support	1,208,000	1,211,000	1,281,780	(70,780)
Reduce youth gangs	1,271,000	1,271,000	1,249,916	21,084
Subst. abuse treatment & prevention	3,793,000	3,235,000	1,968,386	1,266,614
FC - Supportive services	3,518,000	3,650,000	3,178,479	471,521
Transitional housing	167,000	167,000	144,246	22,754
Well being- seniors	4,936,000	4,960,000	4,644,415	315,585
Grants repayment	-	2,330,000	2,339,312	(9,312)
Senior affairs - strategic support	2,181,000	2,182,000	2,369,009	(187,009)
Total human services	<u>38,296,000</u>	<u>41,233,000</u>	<u>37,304,118</u>	<u>3,928,882</u>
Total expenses	<u>486,245,000</u>	<u>494,026,100</u>	<u>479,494,181</u>	<u>14,531,919</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
Excess of revenues over expenditures	39,968,000	19,797,900	39,089,774	19,291,874
OTHER FINANCING SOURCES (USES):				
Transfers in	4,702,000	5,542,000	5,569,431	27,431
Transfers out	<u>(43,928,000)</u>	<u>(47,477,000)</u>	<u>(47,192,554)</u>	284,446
Total other financing sources (uses)	(39,226,000)	(41,935,000)	(41,623,123)	311,877
Net change in fund balance	742,000	(22,137,100)	(2,533,349)	19,603,751
Fund balance, July 1	<u>57,170,555</u>	<u>57,170,555</u>	<u>57,170,555</u>	-
Fund balance, June 30	<u>\$ 57,912,555</u>	<u>\$ 35,033,455</u>	<u>\$ 54,637,206</u>	<u>\$ 19,603,751</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, 2018

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
ASSETS		
Current assets		
Cash and investments	\$ 61,999,422	\$ 36,439,165
Cash held by others	-	-
Flexible spending account	-	-
Accounts receivable, net of allowance	4,917,292	3,879,614
Prepaid expenses	11,066	-
Inventories	820,088	562,464
Due from other government units	974,689	-
Due from other funds	-	-
Total current assets	<u>68,722,557</u>	<u>40,881,243</u>
Noncurrent assets:		
Accounts receivable-developers, net	<u>-</u>	<u>-</u>
Restricted assets:		
Cash and investments	76,543,637	11,247,242
Cash with fiscal agent	3,164,704	-
Security deposits	-	-
Total restricted assets	<u>79,708,341</u>	<u>11,247,242</u>
Capital assets:		
Buildings	200,710,165	15,085,666
Runways	346,372,686	-
Infrastructure	-	11,269,994
Improvements	278,993,974	32,415,221
Machinery and equipment	24,608,675	73,818,544
Intangible assets	-	16,870
Total capital assets-depreciable	<u>850,685,500</u>	<u>132,606,295</u>
Less: accumulated depreciation	<u>529,955,254</u>	<u>86,664,062</u>
Capital assets-depreciable, net	320,730,246	45,942,233
Land	41,093,819	5,550,766
Construction in progress	34,004,817	3,594,895
Total capital assets	<u>395,828,882</u>	<u>55,087,894</u>
Total noncurrent assets	<u>475,537,223</u>	<u>66,335,136</u>
Total assets	<u>544,259,780</u>	<u>107,216,379</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred gain/loss on bond refunding	28,012	-
Deferred outflow related to OPEB	316,655	502,132
Deferred outflow related to pension	4,928,889	6,626,236
Total deferred outflows of resources	<u>\$ 5,273,556</u>	<u>\$ 7,128,368</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
\$ 2,829,933	\$ 4,848,957	\$ 106,117,477	\$ 67,783,583
-	596,352	596,352	-
-	-	-	508,635
735,274	838,224	10,370,404	7,525
304,184	10,463	325,713	1,183
3,093,160	-	4,475,712	1,992,845
82,394,160	-	83,368,849	165,551
1,462,944	-	1,462,944	1,380,069
<u>90,819,655</u>	<u>6,293,996</u>	<u>206,717,451</u>	<u>71,839,391</u>
-	1,517,582	1,517,582	-
85,259	3,429,131	91,305,269	-
-	-	3,164,704	-
-	170,833	170,833	-
<u>85,259</u>	<u>3,599,964</u>	<u>94,640,806</u>	<u>-</u>
85,171,383	94,566,397	395,533,611	1,231,765
-	-	346,372,686	-
112,559,255	-	123,829,249	-
7,070,874	-	318,480,069	46,466
108,265,591	4,821,384	211,514,194	1,169,357
-	17,550,000	17,566,870	21,000
<u>313,067,103</u>	<u>116,937,781</u>	<u>1,413,296,679</u>	<u>2,468,588</u>
<u>123,629,999</u>	<u>66,136,019</u>	<u>806,385,334</u>	<u>2,280,899</u>
189,437,104	50,801,762	606,911,345	187,689
5,746,040	5,108,043	57,498,668	283,842
966,472	-	38,566,184	-
<u>196,149,616</u>	<u>55,909,805</u>	<u>702,976,197</u>	<u>471,531</u>
<u>196,234,875</u>	<u>61,027,351</u>	<u>797,617,003</u>	<u>471,531</u>
<u>287,054,530</u>	<u>67,321,347</u>	<u>1,005,852,036</u>	<u>72,310,922</u>
-	502,934	530,946	-
507,986	78,661	1,405,434	88,945
6,678,769	1,005,928	19,239,822	1,954,789
<u>\$ 7,186,755</u>	<u>\$ 1,587,523</u>	<u>\$ 21,176,202</u>	<u>\$ 2,043,734</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, 2018

	Airport Fund	Refuse Disposal Fund
LIABILITIES		
Current liabilities:		
Book overdraft	\$ -	\$ -
Accounts payable	1,727,470	3,572,373
Accrued employee compensation	329,563	528,511
Accrued vacation and sick leave	1,256,698	1,826,703
Customer deposits	931,337	55,869
Unearned revenue	3,210,880	-
Claims reserve	-	-
Accrued fuel cleanup costs	-	-
Due to other funds	57,349	104,433
Payable from restricted assets:		
Contracts payable	2,417,221	55,046
Bonds payable	9,315,000	-
Accrued interest	412,513	40,529
Total current liabilities	19,658,031	6,183,464
Noncurrent liabilities:		
Accrued landfill closure costs	-	5,138,764
Bonds payable	13,830,174	-
Claims reserve	-	-
Accrued vacation and sick leave	735,122	377,570
Net pension liability	20,163,705	26,610,663
Net OPEB liability	13,637,453	22,104,602
Tenant security deposits	-	-
Total noncurrent liabilities	48,366,454	54,231,599
Total liabilities	68,024,485	60,415,063
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow related to OPEB	2,744,593	4,415,288
Deferred inflow related to pension	2,474,186	1,827,368
Total deferred inflows of resources	5,218,779	6,242,656
NET POSITION (DEFICIT)		
Invested in capital assets	384,377,241	59,288,181
Restricted for:		
Debt service	22,985,536	4,478,244
Construction in progress	62,839,869	21,681,268
Unrestricted	6,087,426	(37,760,665)
Total net position (deficit)	\$ 476,290,072	\$ 47,687,028

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

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities</u>
<u>Transit Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	<u>Internal Service Funds</u>
\$ 74,967,798	\$ -	\$ 74,967,798	\$ -
3,493,683	550,418	9,343,944	3,083,091
565,615	77,106	1,500,795	142,090
1,632,779	236,218	4,952,398	504,779
-	22,347	1,009,553	-
1,065,540	60,950	4,337,370	-
-	-	-	18,520,885
-	-	-	220,320
108,967	317,396	588,145	20,515
1,253,659	-	3,725,926	-
-	1,180,000	10,495,000	-
-	255,894	708,936	-
<u>83,088,041</u>	<u>2,700,329</u>	<u>111,629,865</u>	<u>22,491,680</u>
-	-	5,138,764	-
-	15,262,143	29,092,317	-
-	-	-	57,978,717
486,736	61,450	1,660,878	25,341
27,322,598	4,338,041	78,435,007	8,314,111
22,245,081	3,384,217	61,371,353	6,280,690
-	161,365	161,365	-
<u>50,054,415</u>	<u>23,207,216</u>	<u>175,859,684</u>	<u>72,598,859</u>
<u>133,142,456</u>	<u>25,907,545</u>	<u>287,489,549</u>	<u>95,090,539</u>
4,430,161	669,726	12,259,768	551,875
1,842,914	279,351	6,423,819	1,230,232
<u>6,273,075</u>	<u>949,077</u>	<u>18,683,587</u>	<u>1,782,107</u>
169,149,614	39,467,662	652,282,698	471,531
-	2,563,070	30,026,850	-
3,704,048	2,590,715	90,815,900	-
<u>(18,027,908)</u>	<u>(2,569,199)</u>	<u>(52,270,346)</u>	<u>(22,989,521)</u>
<u>\$ 154,825,754</u>	<u>\$ 42,052,248</u>	<u>\$ 720,855,102</u>	<u>\$ (22,517,990)</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, 2018

	Airport Fund	Refuse Disposal Fund
OPERATING REVENUES:		
Charges for services	<u>\$ 58,497,409</u>	<u>\$ 71,995,219</u>
OPERATING EXPENDITURES:		
Salaries and benefits	17,097,290	28,397,012
Professional services	412,719	582,768
Utilities	2,179,908	1,465,682
Supplies	1,358,755	3,093,602
Travel	50,520	10,614
Fuel, repairs and maintenance	2,227,814	9,218,185
Contractual services	5,661,156	8,521,349
Claims and judgements	-	-
Insurance premiums	723,435	2,937,861
Landfill closure costs	-	294,911
Other operating expenses	2,792,382	3,305,181
Depreciation	27,534,436	9,582,363
Total operating expenditures	<u>60,038,415</u>	<u>67,409,528</u>
Operating income (loss)	<u>(1,541,006)</u>	<u>4,585,691</u>
NON-OPERATING REVENUES (EXPENSES):		
Interest on investments	442,706	133,585
Passenger facility charges	9,921,802	-
Gain (loss) on disposition of property	(124,620)	(94,332)
Interest expense	(1,524,078)	(3,464)
Fiscal agent and other fees	(185,119)	-
Other	(812,101)	(1,542,733)
Total non-operating revenues (expenses)	<u>7,718,590</u>	<u>(1,506,944)</u>
Income (loss) before special items	6,177,584	3,078,747
Capital contribution	5,151,522	-
Transfers in	-	-
Transfers out	<u>(150,000)</u>	<u>(2,580,891)</u>
Change in net position	11,179,106	497,856
Net position, July 1 (restated, see note IV.N)	<u>465,110,966</u>	<u>47,189,172</u>
Net position, June 30	<u>\$ 476,290,072</u>	<u>\$ 47,687,028</u>

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>	
<u>\$ 11,428,932</u>	<u>\$ 14,465,788</u>	<u>\$ 156,387,348</u>	<u>\$ 115,895,848</u>
30,820,309	4,387,576	80,702,187	7,539,523
284,994	1,364,945	2,645,426	1,631,357
1,002,189	3,202,370	7,850,149	377,352
520,126	457,100	5,429,583	1,432,073
23,999	2,221	87,354	26,414
8,291,623	1,115,210	20,852,832	7,120,525
1,464,737	1,051,397	16,698,639	5,704,629
771	-	771	35,117,982
3,982,550	563,102	8,206,948	59,165,443
-	-	294,911	-
4,971,564	771,161	11,840,288	1,632,453
8,140,742	2,952,063	48,209,604	52,446
<u>59,503,604</u>	<u>15,867,145</u>	<u>202,818,692</u>	<u>119,800,197</u>
<u>(48,074,672)</u>	<u>(1,401,357)</u>	<u>(46,431,344)</u>	<u>(3,904,349)</u>
(1,914,425)	(21,597)	(1,359,731)	251,018
-	-	9,921,802	-
14,299	320	(204,333)	4,529
-	(604,472)	(2,132,014)	-
-	(6,500)	(191,619)	-
<u>(2,912,264)</u>	<u>(251,282)</u>	<u>(5,518,380)</u>	<u>(570,720)</u>
<u>(4,812,390)</u>	<u>(883,531)</u>	<u>515,725</u>	<u>(315,173)</u>
(52,887,062)	(2,284,888)	(45,915,619)	(4,219,522)
83,810,898	-	88,962,420	-
43,116,803	1,345,000	44,461,803	-
<u>(408,101)</u>	<u>(244,485)</u>	<u>(3,383,477)</u>	<u>(1,748,000)</u>
73,632,538	(1,184,373)	84,125,127	(5,967,522)
81,193,216	43,236,621	636,729,975	(16,550,468)
<u>\$ 154,825,754</u>	<u>\$ 42,052,248</u>	<u>\$ 720,855,102</u>	<u>\$ (22,517,990)</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, 2018

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
CASH FROM OPERATING ACTIVITIES:		
Received from customers	\$ 56,268,457	\$ 72,017,199
Received from other funds for goods and services	-	-
Payments to employees for services	(16,986,918)	(28,511,595)
Payments to supplies for goods and services	(11,692,950)	(21,754,409)
Payments to other funds for goods and services	(4,031,368)	(6,970,450)
Payments to claimants and beneficiaries	-	-
	<u>23,557,221</u>	<u>14,780,745</u>
CASH FROM NONCAPITAL FINANCING ACTIVITIES:		
Operating grants received	215,307	-
Proceeds from public surplus	347,976	581,842
Transfers from other funds	-	-
Transfers to other funds	(150,000)	(2,580,891)
Book overdraft	-	-
	<u>413,283</u>	<u>(1,999,049)</u>
CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Principal paid on bond maturities	(9,205,000)	-
Interest and other expenses paid on bond maturities	(1,202,911)	-
Acquisition and construction of capital assets	(45,123,416)	(6,164,612)
Capital grants received	4,396,149	-
Passenger facility charges	9,921,802	-
Proceeds from sale of property and equipment	3,456	19,383
	<u>(41,209,920)</u>	<u>(6,145,229)</u>
CASH FROM INVESTING ACTIVITIES:		
Interest received on investments	442,706	133,585
	<u>442,706</u>	<u>133,585</u>
Net increase (decrease) in cash and cash equivalents	(16,796,710)	6,770,052
Cash and cash equivalents, July 1	<u>158,504,475</u>	<u>40,916,355</u>
Cash and cash equivalents, June 30	<u>\$ 141,707,765</u>	<u>\$ 47,686,407</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>
\$ 16,083,508	\$ 14,298,332	\$158,667,496	\$ 2,373,464
-	-	-	113,809,888
(30,722,874)	(4,368,554)	(80,589,941)	(7,548,004)
(26,822,133)	(7,024,344)	(67,293,836)	(74,922,857)
(36,331,158)	(1,191,599)	(48,524,575)	(2,282,407)
-	-	-	(30,544,460)
<u>(77,792,657)</u>	<u>1,713,835</u>	<u>(37,740,856)</u>	<u>885,624</u>
-	-	215,307	-
18,222	69,447	1,017,487	38,638
43,116,803	1,345,000	44,461,803	-
(408,101)	(244,485)	(3,383,477)	(1,748,000)
<u>74,967,798</u>	<u>-</u>	<u>74,967,798</u>	<u>-</u>
<u>117,694,722</u>	<u>1,169,962</u>	<u>117,278,918</u>	<u>(1,709,362)</u>
-	(1,145,000)	(10,350,000)	-
-	(538,925)	(1,741,836)	-
(42,158,368)	(25,519)	(93,471,915)	(58,108)
1,907,749	-	6,303,898	-
-	-	9,921,802	-
-	-	22,839	4,528
<u>(40,250,619)</u>	<u>(1,709,444)</u>	<u>(89,315,212)</u>	<u>(53,580)</u>
<u>(1,914,425)</u>	<u>(21,597)</u>	<u>(1,359,731)</u>	<u>251,018</u>
<u>(1,914,425)</u>	<u>(21,597)</u>	<u>(1,359,731)</u>	<u>251,018</u>
(2,262,979)	1,152,756	(11,136,881)	(626,300)
<u>5,178,171</u>	<u>7,892,517</u>	<u>212,491,518</u>	<u>68,409,882</u>
<u>\$ 2,915,192</u>	<u>\$ 9,045,273</u>	<u>\$201,354,637</u>	<u>\$ 67,783,582</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, 2018

	<u>Airport Fund</u>	<u>Refuse Disposal Fund</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	\$ (1,541,006)	\$ 4,585,691
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	27,534,436	9,582,363
Decrease (increase) in assets:		
Accounts receivable	(1,152,898)	32,454
Due from other funds	-	-
Flexible spending account	-	-
Inventories	34,655	(59,313)
Prepaid expenses	(8,906)	-
Increase (decrease) in liabilities:		
Accounts payable	518,919	394,682
Deposits	263,626	(10,470)
Accrued landfill and fuel cleanup costs	-	294,911
Due to other funds	13,602	19,968
Contracts payable	(875,898)	55,046
Claims reserve	-	-
Unearned revenue	(1,339,681)	-
Accrued employee compensation	110,372	(114,587)
	<u>23,557,221</u>	<u>14,780,745</u>
Net cash provided (used) by operating activities:	<u>\$ 23,557,221</u>	<u>\$ 14,780,745</u>
 SUPPLEMENTAL DATA:		
Increase (decrease) in fair value of investments	\$ (1,792,442)	\$ (559,667)

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>
\$ (48,074,672)	\$ (1,401,364)	\$(46,431,351)	\$ (3,904,348)
8,140,742	2,952,063	48,209,604	52,446
4,751,236	(161,028)	3,469,764	589,830
-	-	-	(302,320)
-	-	-	(34,613)
(256,070)	-	(280,728)	247,777
(301,727)	(202)	(310,835)	(1,131)
(16,386,156)	143,972	(15,328,583)	(384,799)
-	5,942	259,098	-
-	-	294,911	20,230
(26,920,444)	167,799	(26,719,075)	2,905
1,253,659	-	432,807	-
-	-	-	4,573,522
(96,660)	(12,369)	(1,448,710)	-
97,435	19,022	112,242	26,125
<u>\$ (77,792,657)</u>	<u>\$ 1,713,835</u>	<u>\$(37,740,856)</u>	<u>\$ 885,624</u>

\$ (996,750) \$ (72,287) \$ (3,421,146) \$ (86,951)

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

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2018

	Albuquerque Pooled OPEB Trust Fund	Agency Fund
ASSETS		
Cash and investments	\$ -	\$ 4,722,221
Cash and investments-restricted	-	280,117
Long term investments at fair value		
Mutual funds - fixed income	11,818,078	-
Mutual funds - equities	7,640,540	-
Interest receivable	555	-
Accounts receivable	429,340	29,435
Total assets	19,888,513	5,031,773
LIABILITIES		
Accounts payable	\$ -	\$ 2,537
Customer deposits	-	5,029,236
Total liabilities	-	5,031,773
NET POSITION		
Net position held in trust for OPEB benefits	19,888,513	
Total net position	\$ 19,888,513	

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, 2018

	<u>Albuquerque Pooled OPEB Trust Fund</u>
ADDITIONS	
Employer contributions	\$ <u>1,894,137</u>
Investment income	
Gain (loss) on investments	1,073,493
Investment income	<u>395,381</u>
Total additions	<u>3,363,011</u>
DEDUCTIONS	
Contractual services	10,731
Insurance premiums	<u>480,338</u>
Total deductions	<u>491,069</u>
Change in net position	2,871,942
NET POSITION	
Beginning of year	<u>17,016,571</u>
End of year	<u>\$ 19,888,513</u>

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

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. AHA reports both blended component units and discrete component units primarily made up of housing development partners. 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. In fiscal year 2012, the Authority was reported as stand-alone special purpose government and not as a component unit of the City of Albuquerque. The Authority's Comprehensive Annual Financial Report for the year ended June 30, 2018, 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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

B. Government-wide and fund financial statements

and enterprise funds are aggregated and reported as nonmajor funds.

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. The Agency Fund is reported on the accrual basis of accounting and has no measurement focus. 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. As of fiscal year 2018, the General Obligation Bond Debt Service Fund no longer qualifies as a special revenue fund. The City determined that for consistency purposes, to continue to report the fund as a major governmental fund.

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.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

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

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

The City reports the following fund types:

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

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

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

Enterprise Funds - These funds account for resources generally through services for which the City charges. 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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

1. Deposits and investments and investment derivatives

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 seven years from the date of purchase. Where applicable based on the investment type, 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.

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

Bank deposits - collateralized at 50% or greater of value by U.S. Treasury and Agency securities;

Repurchase agreements - secured by collateral, which is delivered to a third-party safekeeping institution, with a market value at least 102% of the value of the agreement.

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

Obligations of certain Federal agencies or instrumentalities

Municipal bonds - New Mexico issues.

Fixed-income mutual funds or exchange-traded funds (ETFs) - 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), and provided the instrument passively tracks the performance of major fixed income index.

Investment pools offered by the State Investment Council (SIC) - investment pools that are available for investment by the City.

The New Mexico Local Government Investment Pool (LGIP) - administered by the State Treasurer's Office

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 collectibility of specific customer accounts, the aging of the accounts receivables, and historical experience. All property tax

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

2. *Receivables and payables*

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 3,577 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 the lower of cost or 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 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 and assets received in a service concession agreement are recorded at acquisition 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,

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

5. Capital assets

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.

In fiscal year 2018, the City reviewed the policies and procedures regarding the depreciation of fixed assets. Asset lives across categories and funds were standardized. As a result of this analysis, the City decreased the beginning balance of accumulated depreciation in governmental activities and business activities by \$14,181,752 and \$107,964,417, respectively.

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

Buildings	40 years
Runways	25 years
Infrastructure - storm	50 years
Infrastructure - streets	35 years
Improvements	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 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 measurable 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 outflows and inflows are the result of pension and OPEB activity and the implementation of GASB Statement 68 and 75. All revenues related to these deferred inflows of resources have been recognized as revenue in the government-wide statements. Deferred outflows of resources also consists 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, an internal service fund. Liabilities for workers' compensation, tort and other claims as of June 30, 2018, 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 1.75% over the estimated payment period. Revenues consist primarily of charges to other funds, the amounts of

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

8. Risk management

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 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.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

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 \$381,660,386 of restricted net position.

Unrestricted net position – This category reflects the 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.

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 Office of Management and Budget 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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

14. Fund balance

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 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
Nonspendable:					
Prepaid Expenditures	\$ 61,811	\$ -	\$ -	\$ -	\$ 61,811
Permanent Fund Principal Investment	-	-	-	18,507,981	18,507,981
Total nonspendable fund balances	61,811	-	-	18,507,981	18,569,792
Restricted for:					
General Government	-	-	26,186,524	8,518,300	34,704,824
Public Safety - Fire	-	-	-	690,528	690,528
Public Safety - Police	-	-	18,319,669	-	18,319,669
Culture and Recreation	-	-	38,602,571	-	38,602,571
Municipal Development Public Works	-	-	50,805,565	2,624,406	53,429,971
Highway and Streets	-	-	72,545,775	56,840,732	129,386,507
Health	-	-	412,153	3,548,906	3,961,059
Human Services	-	-	37,094,435	2,416	37,096,851
Housing	-	-	-	1,421,949	1,421,949
Debt Service	-	63,227,615	-	20,921,405	84,149,020
Total restricted fund balances	-	63,227,615	243,966,692	94,568,642	401,762,949
Committed to:					
Capital Projects	-	-	-	1,012,461	1,012,461
Culture and Recreation	-	-	-	846,860	846,860
Housing	-	-	-	7,995,304	7,995,304
Public Safety - Police	-	-	-	668,519	668,519
General Government	48,302,000	-	-	1,793,311	50,095,311
Debt Service	-	-	-	839,427	839,427
Total committed fund balances	48,302,000	-	-	13,155,882	61,457,882
Assigned to:					
Capital Projects	-	-	-	771,819	771,819
Culture and Recreation	-	-	-	15,801,315	15,801,315
Total assigned fund balances	-	-	-	16,573,134	16,573,134
Unassigned:					
Total Fund Balances:	6,273,395	-	-	(109,408)	6,163,987
Total Fund Balances:	<u>\$ 54,637,206</u>	<u>\$ 63,227,615</u>	<u>\$ 243,966,692</u>	<u>\$ 142,696,231</u>	<u>\$ 504,527,744</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

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. Postemployment benefits other than pensions (OPEB)

OPEB RHCA - For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRHCA. For this purpose, NMRHCA recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value.

OPEB Life Insurance - For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Albuquerque Pooled Trust and additions to and deductions from the fiduciary net position have been determined on the same basis as they are reported by the Trust. For this purpose, the Trust recognizes benefit payments in the form of direct payments for premiums and taxes (explicit subsidy) and or indirect payments to retirees in the form of higher premiums for active employees (implicit subsidy). Investments are reported at fair value.

17. 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 from investing activities.

18. 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.

19. 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.

20. 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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

I. Summary of Significant Accounting Policies

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

20. *Interfund transactions*

in the determination of the results of operations in the governmental, proprietary, and fiduciary funds.

21. *New accounting pronouncements*

The following GASB's were implemented in fiscal year 2018 if they were applicable to the City of Albuquerque:

- *GASB Statement No. 75, Accounting and Reporting for Postemployment Benefits Other than Pensions*
- *GASB Statement No. 85, Omnibus 2017*
- *GASB Statement No. 86, Certain Debt Extinguishment Issues*
- *GASB Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period*

The following GASB pronouncements have been issued, but are not yet effective at June 30, 2018:

- *GASB Statement No. 83, Certain Asset Retirement Obligations*
- *GASB Statement No. 84, Fiduciary Activities*
- *GASB Statement No. 87, Leases*
- *GASB Statement No. 88, Certain Disclosures Related to Debt*
- *GASB Statement No. 90, Majority Equity Interests*

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.

22. *Reclassifications*

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

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:

General obligation bonds	\$ (440,576,000)
Gross receipts tax revenue bonds	(249,975,000)
Special assessments bonds	(17,170,679)
Fire fund loan	(1,026,570)
Unamortized bond premiums/discounts	(32,710,937)
Arbitrage payable	(813,204)
Accrued vacation and sick leave	(32,872,566)
Net pension liability	(516,479,088)
Net OPEB liability	<u>(285,837,551)</u>
Net adjustment to governmental fund balance to arrive at net position of governmental activities	<u>\$ (1,577,461,595)</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. The details of this difference are as follows:

Special assessments	\$ 10,629,939
Developer loans	7,494,266
Property taxes	5,961,045
Lodgers' taxes	15,619
Hospitality taxes	3,124
Gross receipts tax	37,564,128
Gasoline taxes	358,510
Deferred inflows related to pension activity	(75,812,080)
Deferred inflows related to OPEB	<u>(58,246,009)</u>
Net adjustment to governmental fund balance to arrive at net position of governmental activities	<u>\$ (72,031,458)</u>

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

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

Deferred outflows related to pension activity	\$ 117,567,397
Deferred outflows related to refunding activity	3,047,041
Deferred outflows related to OPEB activity	6,427,238
Net adjustment to governmental fund balance to arrive at net position of governmental activities	\$ 127,041,676

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	\$ 99,642,786
Dedicated infrastructure	8,954,912
Depreciation expense	(100,882,691)
Net gain (loss) on disposition of capital assets	(936,001)
Net adjustment to change in governmental fund balances to arrive at change in net position of governmental activities	\$ 6,779,006

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	\$ (116,310,000)
Bond premium	(9,035,943)
Arbitrage costs	(12,001)
Amortization:	
Bond discount	(290,252)
Bond premium	7,428,095
Principal repayments:	
General obligation bonds	58,720,000
Gross receipts tax revenue bonds	10,665,000
Fire Fund loan	63,680
Special assessment district bonds	1,717,068
Net adjustment to change in governmental fund balance to arrive at change in net position of governmental activities	\$ (47,054,353)

Under the modified accrual basis of accounting used in the governmental funds, revenue is recognized when available to

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

II. Reconciliation of government-wide and fund financial statements

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.

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	\$	1,442,935
NM shared taxes and fees		(257,508)
Franchise taxes		(1,068,078)
Property taxes		(1,108,362)
Collections on rehabilitation and developer loans		389,156
Special assessments		<u>(2,667,628)</u>
Net adjustment to change in governmental fund balance to arrive at change in net position of governmental activities	\$	<u><u>(3,269,485)</u></u>

The change in liability for the City's portion of pension and other post employment 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 net pension liability	\$	(34,321,579)
Change in net OPEB liability		<u>(4,649,192)</u>
Net adjustment to change in governmental fund balance to arrive at change in net position of governmental activities	\$	<u><u>(38,970,771)</u></u>

III. Stewardship, compliance and accountability

A. Budgetary information

Annual budgets for the General Fund, the following special revenue funds: Fire; Lodgers' Tax; Hospitality Tax; Air Quality; HEART Ordinance; Senior Services Provider; Gas Tax Road; and City/County Facilities are departmental appropriations by program, the level at which expenditures may not legally exceed appropriations. Annual budgets are also prepared for special revenue project funds however the budgeted and actual expenditures are reported on a life to date basis due to the nature of the restricted sources of revenue. Special revenue funds that report on a project basis are as follows; Community Development; Culture and Recreation Projects; Albuquerque Biological Park; City Housing; Operating Grants; Metropolitan Redevelopment; Housing and Neighborhood Economic Development; Law Enforcement Protection and Urban Enhancement Expenditures fund. 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

CITY OF ALBUQUERQUE, NEW MEXICO
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2018

III. Stewardship, compliance and accountability

A. Budgetary information

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 except for life-to-date funds and for certain non-recurring items that may be re-appropriated without further approval by the Council, subject to sufficient reversions in the respective program. 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, 2018, the following funds had fund balance/net position deficits:

<u>Nonmajor governmental funds</u>	
Culture and Recreation Projects	(40,432)
Heart Ordinance	(98)
Impact Fees	(85,857)
<u>Internal Service Funds</u>	
Communications	(2,060,251)
Fleet Management	(3,144,096)
Risk Management	(20,408,781)

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 and the review of the purpose of the fund. It was determined that revenue and expenditures from special events were being put into the fund in addition to donations and contributions. The remaining balance was agreed upon by the Budget Office and the department, but resulted in a shortfall in the fund balance. The department is developing a plan to reduce expenditures or identify if the amount of fund balance transferred to the General Fund was accurate. In fiscal year 2019, projects will be reconciled and closed to eliminate the life-to-date revenues and expenditures showing in the schedule of revenues, expenditures, and changes in fund balance that relate to special events.

The deficit in the HEART Ordinance Fund and the Impact Fee Fund is a result of the GASB 31 (mark to market) adjustment.

The deficit in the Fleet Management Fund, Communications Fund and a portion of the Risk Fund is a result of the implementation of GASB Statement No 68 *Recognition of Pension Liabilities*, effective June 30, 2014 and the implementation of GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, effective June 30, 2018. The implementation and recognition of the City's proportionate share of OPEB Liabilities resulted in a reinstatement of beginning fund balance for fiscal year 2017. Additional information can be found in GASB 75 Footnotes.

The deficit in the Communications Fund was also due to increased payments to a vendor following the signing of a negotiated agreement and increased cellular phone usage.

In fiscal year 2013, the City conducted a review of both its philosophy for reserving of funds and tools used to analyze thereported 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 \$36,300,000 over ten years. In fiscal years 2015, 2016, 2017 and 2018, \$8,800,000 was collected under the plan. Additional information can be found in Note IV. O.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

A. Cash and investments

Cash and investments at June 30, 2018 consist of the following:

	(In thousands of dollars)				
	Governmental Activities	Business-type Activities	City of Albuquerque Fiduciary Funds	Total	Component Unit
Investments:					
U.S. Treasury securities	\$ 83,348	\$ 23,508	\$ 11,818	\$ 118,674	\$ -
Money market funds	3,544	1,618	-	5,162	-
Equity mutual funds	106,517	30,043	7,641	144,201	-
Bond ETFs	69,379	19,568	-	88,947	-
Agency securities	135,489	38,215	-	173,704	-
Municipal bonds	2,104	593	-	2,697	6,771
Total investments	<u>400,381</u>	<u>113,545</u>	<u>19,459</u>	<u>533,385</u>	<u>6,771</u>
Cash and cash equivalents:					
Bank deposits	175,725	9,303	5,002	190,030	11,593
NM Finance Authority	-	3,165	-	3,165	-
Accrued interest	465	373	-	838	-
Total cash and cash equivalents	<u>176,190</u>	<u>12,841</u>	<u>5,002</u>	<u>194,033</u>	<u>11,593</u>
Total investments, cash and cash equivalents	<u>\$ 576,571</u>	<u>\$ 126,386</u>	<u>\$ 24,461</u>	<u>\$ 727,418</u>	<u>\$ 18,364</u>
Financial statement presentation:					
Cash and investments	\$ 374,744	\$ 106,117	\$ 4,722	\$ 485,583	\$ 16,444
Cash held by others	320	596	-	916	-
Book overdraft	-	(74,968)	-	(74,968)	-
Restricted:					
Cash and investments	200,732	91,305	19,459	311,496	-
Cash with fiscal agent	775	3,165	280	4,220	-
Security deposits	-	171	-	171	-
Total cash and investments	<u>\$ 576,571</u>	<u>\$ 126,386</u>	<u>\$ 24,461</u>	<u>\$ 727,418</u>	<u>\$ 16,444</u>

The Transit Fund reported a book overdraft of \$74,967,798 as opposed to an interfund loan. This does not follow generally accepted accounting principles because City management felt that it was impractical to objectively determine which fund loaned the money since the expenditures were paid from the cash pool. The City believes that the reclassification difference between GAAP and the chosen method of presentation is not material. The City has subsequently received most of the federal funding for the Albuquerque Rapid Transit (ART) project and is expected to completely recover the amounts reported as a book overdraft in fiscal year 2019.

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.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2018

IV. Detailed notes on all funds

A. Cash and investments

The following is a summary of the fair value hierarchy of investments of the City as of June 30, 2018:

Investments by Fair Value Level	Fair Value Measurement Using (In thousands of dollars)			
	Total	Level 1 Quoted Prices in Active Markets for Identical Assets	Level 2 Significant Other Observable Inputs	Level 3 Significant Unobservable Inputs
U.S. Treasury securities	\$ 118,674	\$ 118,674	\$ -	\$ -
Money market funds	5,162	5,162	-	-
Equity mutual funds	144,201	144,201	-	-
Bond ETFs	88,947	88,947	-	-
Agency securities	173,704	173,704	-	-
Municipal bonds	2,697	2,697	-	-
Total	\$ 533,385	\$ 533,385	\$ -	\$ -

Investments classified in Level 1 of the fair value hierarchy, valued at \$532,766,377 include bonds, funds, stocks and other assets that have a regular "mark to market" mechanism for setting a fair market value. These assets are considered to have readily observable prices and therefore a reliable fair market value.

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, 2018, none of the City’s bank balances were not exposed to a custodial credit risk.

Custodial credit risk – Investments - Custodial credit risk with respect to investments is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City’s investment policy requires that all security transactions, including collateral for repurchase agreements, entered into by the City shall be conducted on a delivery-versus-payment basis. The investment policy further requires that all collateral securities held by a third party custodian, designated by the City Treasurer, shall be held in the City’s name and evidenced by a safekeeping receipt or Federal Reserve book-entry reporting. As of June 30, 2018, 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.

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

A. Cash and investments

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, 2018, 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, 2018, 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 1-5 year Treasury Inflation Protected Securities (TIPS) ETF, a 1-5 year high-yield corporate bond ETF, United States Treasury securities and local government obligations. These investments comprise 37% (GSEs collectively), 35%, 10%, 6%, 20%, 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, 2018, core segment bond maturities are allocated as follows: 0-12 months – 21%; 1-2 years – 10%; 2-5 years – 69%.

Summarized information concerning the City's portfolio investments is as follows:

City Portfolio Investments	Amount (in thousands)	Weighted Average Days to Maturity	Weighted Average Days to Call	Standard & Poor's Rating	Moody's Rating
Federal Home Loan Bank	\$ 34,624	354	N/A	AA+	Aaa
Federal National Mortgage Association	71,268	506	N/A	AA+	Aaa
Federal Farm Credit Bank	24,240	1,087	N/A	AA+	Aaa
Federal Home Loan Mortgage	43,572	876	N/A	AA+	Aaa
Money market funds	5,162	60	N/A	AAAm	Aaa-mf
Equity mutual funds	144,201	1,066	N/A	A-	A3
Municipal bond ETFs	46,921	1,124	N/A	AA	AA
U.S. Treasury securities	118,674	817	N/A	AA+	Aaa
Municipal bonds	2,697	321	N/A	AA-	Aa2
Treasury inflation protected ETFs	27,227	960	N/A	AA+	Aaa
High yield corporate bond ETFs	14,799	1,263	N/A	B+	B1
Total	\$ 533,385	837		AA+	Aaa

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

A. Cash and investments

average maturity of the investments in the internal investment pool's core segment at June 30, 2018, was 33 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 bank balances do not include outstanding items of \$7,160,000 and an unreconciled amount of \$1,020,000. The pledged collateral by bank (in thousands) at June 30, 2018, was as follows:

	US Bank	Bank of Oklahoma	Bank of Albuquerque	Wells Fargo Bank	NM Bank & Trust
Total amount on deposit	\$ 135	\$ 775	\$ 958	\$ 190,417	\$ 922
Less FDIC coverage	(250)	(250)	(250)	(250)	(250)
Total uninsured public	-	525	708	190,167	672
50% collateral requirement	-	-	354	95,084	336
Pledged securities, fair value	33	-	1,229	212,999	441
Pledged in excess of (less than) requirement	\$ 33	\$ -	\$ 875	\$ 117,915	\$ 105

B. Receivables

Taxes receivable at June 30, 2018, are from the following sources:

Gross receipts tax	\$ 75,254,196
Property tax	8,066,997
Lodgers' tax	1,329,421
Hospitality tax	265,886
Other taxes	6,758,709
Total	<u>\$ 91,675,209</u>

The property taxes above include a receivable of \$4,498,514 in the General Fund and \$3,568,483 in the General Obligation Debt Service 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 2018 tax levy had a taxable value of \$13,230,978,827. 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 2017 (fiscal year 2018) is 4.976 mills and the operational levy is 6.241 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.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

B. Receivables

Due from other governments

Due from other governments totaled \$97,898,041, representing \$72,663,864 million in federal and state grant receivables and \$25,234,177 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, 2018 are as follows:

	Total Receivables	Allowance for Uncollectible Accounts	Net Receivables
Accounts and notes receivable:			
Governmental activities:			
Major funds:			
General fund	\$ 25,429,915	\$ 22,725,029	\$ 2,704,886
Capital acquisition fund	1,803,431	-	1,803,431
Nonmajor funds:			
Governmental funds	415,041	36,409	378,632
Internal service funds	7,525	-	7,525
Total governmental activities	<u>\$ 27,655,912</u>	<u>\$ 22,761,438</u>	<u>\$ 4,894,474</u>
Business-type activities:			
Major funds:			
Airport	\$ 5,304,409	\$ 387,117	\$ 4,917,292
Refuse disposal	5,906,529	2,026,915	3,879,614
Transit	735,274	-	735,274
Nonmajor enterprise funds	1,525,298	687,074	838,224
Total business-type activities	<u>\$ 13,471,510</u>	<u>\$ 3,101,106</u>	<u>\$ 10,370,404</u>
Accounts and notes receivable-noncurrent			
Governmental activities:			
Major funds:			
Special assessments	\$ 12,248,064	\$ 60,208	\$ 12,187,856
Nonmajor funds:			
Rehabilitation loans	6,327,568	2,600,612	3,726,956
Developer loans	3,805,242	-	3,805,242
Total governmental activities	<u>\$ 22,380,874</u>	<u>\$ 2,660,820</u>	<u>\$ 19,720,054</u>
Business-type activities:			
Accounts receivable-developers:			
Nonmajor funds:			
Developer loans	<u>\$ 2,674,501</u>	<u>\$ 1,156,919</u>	<u>\$ 1,517,582</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

C. Capital assets

Capital asset activity for the year ended June 30, 2018, was as follows:

<u>Governmental activities</u>	Balance July 1, 2017 restated	Additions	Deductions	Balance June 30, 2018
Land and construction in progress:				
Land	\$ 321,568,762	\$ 2,192,747	\$ 894,471	\$ 322,867,038
Construction in progress	23,624,824	14,783,057	20,109,222	18,298,659
Right of way	1,145,481,026	-	-	1,145,481,026
	<u>1,490,674,612</u>	<u>16,975,804</u>	<u>21,003,693</u>	<u>1,486,646,723</u>
Capital assets-depreciable:				
Buildings	468,480,464	4,849,814	-	473,330,278
Infrastructure	2,249,395,180	41,927,083	-	2,291,322,263
Improvements	749,350,798	56,402,699	-	805,753,497
Machinery and equipment	175,174,476	9,049,941	5,811,368	178,413,049
Intangible	7,742,548	281,066	-	8,023,614
	<u>3,650,143,466</u>	<u>112,510,603</u>	<u>5,811,368</u>	<u>3,756,842,701</u>
Less accumulated depreciation:				
Buildings	147,659,999	11,199,744	-	158,859,743
Infrastructure	897,115,762	51,760,576	-	948,876,338
Improvements	390,732,874	23,315,837	-	414,048,711
Machinery and equipment	142,622,208	13,805,842	5,769,833	150,658,217
Intangible	5,228,596	1,574,516	-	6,803,112
	<u>1,583,359,439</u>	<u>101,656,515</u>	<u>5,769,833</u>	<u>1,679,246,121</u>
Capital assets-depreciable, net	<u>2,066,784,027</u>	<u>10,854,088</u>	<u>41,535</u>	<u>2,077,596,580</u>
Total capital assets, net	<u>\$ 3,557,458,639</u>	<u>\$ 27,829,892</u>	<u>\$ 21,045,228</u>	<u>\$ 3,564,243,303</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

C. Capital assets

<u>Business-type activities</u>	Balance July 1, 2017 restated	Additions	Deductions	Balance June 30, 2018
Land and construction in progress:				
Land	\$ 57,482,318	\$ 16,350	\$ -	\$ 57,498,668
Construction in progress	95,561,957	18,174,789	75,170,562	38,566,184
	<u>153,044,275</u>	<u>18,191,139</u>	<u>75,170,562</u>	<u>96,064,852</u>
Capital assets-depreciable:				
Buildings	394,265,192	1,268,419	-	395,533,611
Runways	331,855,847	14,516,839	-	346,372,686
Infrastructure	11,269,994	112,559,255	-	123,829,249
Improvements	305,779,037	12,701,032	-	318,480,069
Machinery and equipment	205,559,591	9,415,899	3,461,296	211,514,194
Intangible	17,566,870	-	-	17,566,870
	<u>1,266,296,531</u>	<u>150,461,444</u>	<u>3,461,296</u>	<u>1,413,296,679</u>
Less accumulated depreciation:				
Buildings	157,825,222	8,604,516	-	166,429,738
Runways	239,334,020	10,657,340	-	249,991,360
Infrastructure	1,932,910	1,886,135	-	3,819,045
Improvements	201,851,197	11,749,412	-	213,600,609
Machinery and equipment	160,025,228	14,691,827	3,242,343	171,474,712
Intangible	366,183	703,687	-	1,069,870
	<u>761,334,760</u>	<u>48,292,917</u>	<u>3,242,343</u>	<u>806,385,334</u>
Capital assets-depreciable, net	<u>504,961,771</u>	<u>102,168,527</u>	<u>218,953</u>	<u>606,911,345</u>
Total capital assets, net	<u>\$ 658,006,046</u>	<u>\$ 120,359,666</u>	<u>\$ 75,389,515</u>	<u>\$ 702,976,197</u>

The City standardized its asset lives across certain categories in fiscal year 2018; this resulted in decreases to the beginning balance of accumulated depreciation of governmental activities and business-type activities totaling \$14,181,752 and \$107,964,417, respectively.

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

C. Capital assets

Governmental activities:

General government	\$	6,350,895
Public safety:		
Corrections		-
Fire protection		3,256,142
Police protection		6,657,060
Culture and recreation		22,378,324
Public works:		
Municipal development		575,448
Storm		17,564,798
Highways and streets:		
Street maintenance		38,631,596
Traffic engineering		405,433
Health		652,460
Human services		4,410,537
Internal service funds		52,446
Total depreciation expense		<u>100,935,139</u>
Transfers-in from business-type activities		721,376
Total additions to accumulated depreciation		<u><u>101,656,515</u></u>

Business-type activities

Major funds:		
Airport	\$	27,534,436
Refuse Disposal		9,582,363
Transit		8,140,742
Nonmajor funds		2,952,063
Total depreciation expense		<u>48,209,604</u>
Transfers-in from governmental activities		81,337
Cost adjustments		1,976
Total additions to accumulated depreciation	\$	<u><u>48,292,917</u></u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

C. Capital assets

Discretely Presented Component Unit

Capital asset activity for Albuquerque Housing Authority for the year ended June 30, 2018, was as follows:

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
Land and construction in progress:				
Land	\$ 4,309,192	\$ 333,029	\$ -	\$ 4,642,221
Construction in progress	1,433,608	-	1,433,608	-
Total land and construction in progress:	<u>5,742,800</u>	<u>333,029</u>	<u>1,433,608</u>	<u>4,642,221</u>
Capital assets-depreciable:				
Buildings	61,573,518	15,130,952	46,160	76,658,310
Machinery and equipment	1,663,001	604,866	387,624	1,880,243
Total capital assets-depreciable:	63,236,519	15,735,818	433,784	78,538,553
Less accumulated depreciation:				
Buildings	52,269,184	1,129,386	221,404	53,177,166
Machinery and equipment	1,662,970	34,929	6,848	1,691,051
Total accumulated depreciation	<u>53,932,154</u>	<u>1,164,315</u>	<u>228,252</u>	<u>54,868,217</u>
Capital assets-depreciable, net	<u>9,304,365</u>	<u>14,571,503</u>	<u>205,532</u>	<u>23,670,336</u>
Total capital assets, net	<u>\$ 15,047,165</u>	<u>\$ 14,904,532</u>	<u>\$ 1,639,140</u>	<u>\$ 28,312,557</u>

D. Interfund receivables, payables, and transfers

The interfund receivable and payable accounts have primarily been recorded when funds overdraw their share of pooled cash or for payroll related liabilities recorded at year-end. The composition of interfund balances as of June 30, 2018, consists of the following:

	Due from other funds	Due to other funds
General Fund	\$ 1,429,191	\$ 988,533
Capital Acquisition Fund	24,011	13,913
Nonmajor governmental funds	249,584	2,934,693
Transit Fund	1,462,944	108,967
Airport Fund	-	57,348
Refuse Fund	-	104,433
Nonmajor enterprise funds	-	317,397
Internal service funds	1,380,069	20,515
Total	<u>\$ 4,545,799</u>	<u>\$ 4,545,799</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

D. Interfund receivables, payables, and transfers

Interfund transfers for the year ended June 30, 2018 were as follows:

<u>From</u>	<u>To</u>	<u>Total</u>
General Fund	Capital Acquisition Fund	\$ 785,000
General Fund	Transit Fund	25,256,000
General Fund	Nonmajor Governmental Fund	19,806,554
General Fund	Nonmajor Proprietary Funds	1,345,000
Capital Acquisition Fund	Transit Fund	1,855,065
Capital Acquisition Fund	General Fund	411,000
Aviation Fund	General Fund	150,000
Refuse Disposal Fund	General Fund	2,580,891
Transit Fund	General Fund	408,101
Nonmajor Governmental Funds	General Fund	1,578,000
Nonmajor Governmental Funds	Capital Acquisition Fund	325,450
Nonmajor Governmental Funds	Nonmajor Governmental Funds	7,984,234
Nonmajor Governmental Funds	Transit Fund	16,005,738
Nonmajor Proprietary Funds	General Fund	191,438
Nonmajor Proprietary Funds	Nonmajor Governmental Funds	53,046
Internal Service Funds	General Fund	250,000
Internal Service Funds	Nonmajor Governmental Funds	1,498,000
Total transfers		<u>\$ 80,483,517</u>

Transfers are summarized as follows:

	<u>Transfers in</u>	<u>Transfers out</u>	<u>Total</u>
Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Funds	\$ 36,021,714	\$ (75,352,040)	\$ (39,330,326)
Statement of Revenues, Expenses, and Changes in Net Position - All Proprietary Funds			
Enterprise Funds	44,461,803	(3,383,477)	41,078,326
Internal Service Funds	-	(1,748,000)	(1,748,000)
Total transfers	<u>\$ 80,483,517</u>	<u>\$ (80,483,517)</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 Transit, Stadium, 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 \$1,257,582 were

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

E. Leases

incurred for the year ended June 30, 2018. Lease commitments for future years are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
FY 2019	\$ 1,211,789
FY 2020	806,032
FY 2021	681,749
FY 2022	697,051
FY 2023	163,045
FY 2024-2028	200,059
FY 2029-2033	200,055
FY 2034-2038	38,348
Total	<u>\$ 3,998,128</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 restricted assets reported in the statement of net position at June 30, 2018 is \$298,478,913 of which \$203,793,518 is in governmental activities and \$94,640,806 is in business-type activities.

Governmental activities:

Capital Acquisition Fund	\$ 182,181,770
Nonmajor governmental	21,611,749
Total	<u>\$ 203,793,519</u>

Business-type activities

Airport Fund	\$ 79,708,341
Refuse Disposal Fund	11,247,242
Transit Fund	85,259
Nonmajor enterprise funds	3,599,964
Total	<u>\$ 94,640,806</u>

G. Long-term obligations

Governmental activities:

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 liability, 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, 2018.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

G. Long-term obligations

The changes in the long-term obligations of the governmental activities for the year ended June 30, 2018, are as follows:

	July 1, 2017	Additions	Deductions	June 30, 2018	Payable in one year
General obligation bonds	\$ 408,096,000	\$ 91,200,000	\$ 58,720,000	\$ 440,576,000	\$ 51,355,000
Gross receipts tax revenue bonds	235,530,000	25,110,000	10,665,000	249,975,000	11,815,000
Fire fund loan	1,090,250	-	63,680	1,026,570	65,087
Special assessment bonds	18,887,747	-	1,717,068	17,170,679	1,717,068
Accrued vacation and sick leave	32,915,644	23,530,869	23,043,828	33,402,685	24,981,549
Claims reserve	71,926,080	5,386,687	813,165	76,499,602	18,520,885
Net pension liability	627,933,852	-	103,140,653	524,793,199	-
Net OPEB liability	3,339,812	288,778,429	-	292,118,241	-
Arbitrage liability	801,203	12,001	-	813,204	-
Unamortized:					
Premium (discount)	31,103,089	9,035,943	7,428,095	32,710,937	-
	<u>1,431,623,677</u>	<u>443,053,929</u>	<u>205,591,489</u>	<u>1,669,086,117</u>	<u>108,454,589</u>
Current portion of long-term debt	<u>(108,211,939)</u>	<u>-</u>	<u>242,650</u>	<u>(108,454,589)</u>	<u>-</u>
Total	<u>\$ 1,323,411,738</u>	<u>\$ 443,053,929</u>	<u>\$ 205,834,139</u>	<u>\$ 1,560,631,528</u>	<u>\$ 108,454,589</u>

Total interest cost incurred for governmental activities for the year ended June 30, 2018, was \$25,771,420 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, 2018, based on the most recent assessed taxable valuation of \$13,251,118,037 the City may issue an additional \$119,084,721 of general-purpose general obligation bonds. Included in the general obligation bonds outstanding at June 30, 2018, are Storm Sewer bonds in the amount of \$29,616,000 that are not subject to the legal debt limit.

On April 11, 2018, the City issued \$84,225,000 of General Obligation Bonds, Series 2018A with an average coupon rate of 4.55%. 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; parks and recreation; energy conservation, public facilities and system modernization; libraries; streets; and public transportation. The bonds require annual principal payments and semi-annual interest payments through July 1, 2031. On June 29, 2018, the City issued \$6,975,000 of Short-Term General Obligation Bonds, Series 2018B. 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 2.135%.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

G. Long-term obligations

General obligation bonds outstanding at June 30, 2018, are as follows:

Issue	Face Value of Bonds	Amount Outstanding	Interest Rate	Final Maturity	Call Provisions
June 24, 2009 A General Purpose	\$ 54,970,000	\$ 6,090,000	2.00/4.00%	July 1, 2018	Non-callable
Feb. 24, 2011 A General Purpose	135,000,000	64,200,000	3.00/4.375%	July 1, 2023	100% beg. July 1, 2020
May 22, 2012 A General Purpose	61,760,000	37,645,000	2.00/5.00%	July 1, 2024	100% beg. July 1, 2020
May 22, 2012 B Storm Sewer	8,035,000	8,035,000	3.00/4.00%	July 1, 2025	100% beg. July 1, 2020
May 8, 2013 A General Purpose	70,040,000	49,425,000	2.50/4.00%	July 1, 2026	100% beg. July 1, 2021
May 8, 2013 B Storm Sewer	4,980,000	4,980,000	2.80%	July 1, 2026	100% beg. July 1, 2021
May 28, 2014 A General Purpose	57,060,000	42,645,000	2.25/5.00%	July 1, 2026	100% beg. July 1, 2022
May 28, 2014 B Storm Sewer	5,375,000	5,375,000	3.50/3.75%	July 1, 2027	100% beg. July 1, 2022
June 10, 2015 A General Purpose	37,970,000	31,405,000	2.75/5.00%	July 1, 2027	100% beg. July 1, 2023
June 10, 2015 B Storm Sewer	4,726,000	4,726,000	3.00/3.50%	July 1, 2028	100% beg. July 1, 2023
Mar. 24, 2016 A General Purpose	71,523,000	65,500,000	2.5/5.00%	July 1, 2028	100% beg. July 1, 2025
March 24, 2016 B Storm Sewer	6,500,000	6,500,000	3.00%	July 1, 2029	100% beg. July 1, 2025
April 11, 2017A General Purpose	22,850,000	22,850,000	3.00/5.00%	July 1, 2030	100% beg. July 1, 2026
April 11, 2018A General Purpose	84,225,000	84,225,000	3.00/5.00%	July 1, 2031	100% beg. July 1, 2027
Total long-term outstanding	<u>625,014,000</u>	<u>433,601,000</u>			
June 29, 2018B General Purpose	\$ 6,975,000	\$ 6,975,000	2.13%	July 2, 2018	Non-callable
Total G.O. bonds	<u>\$ 631,989,000</u>	<u>\$ 440,576,000</u>			

Gross Receipts Tax Revenue Bonds of the City are secured by a pledge of up to 1.225% of State Shared Gross Receipts 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 \$200,859,670 for State Shared Gross Receipts and \$15,686,860 for Lodgers' and Hospitality Tax. Total debt service expenditures for the year were \$20,614,707.

On September 8, 2017, the City issued \$25,110,000 of Energy Savings/Municipal Infrastructure Gross Receipts Tax Revenue Bonds, Series 2017. The Series 2017 bonds were issued for the purpose of funding a portion of the City's solar projects. The bonds have an average coupon rate of 4.06% which will be partially offset by a federal subsidy resulting in an effective borrowing rate of 1.323%.

Gross receipts tax revenue bonds outstanding at June 30, 2018, are as follows:

Issue	Face Value of Bonds	Amount	Interest Rate	Final Maturity	Call Provisions
October 6, 2004 B Refunding	\$ 28,915,000	\$ 25,965,000	2.39/4.90%	July 1, 2036	100% beg. Oct. 6, 2004
July 22, 2009 A Refunding	10,535,000	9,465,000	3.00/5.00%	July 1, 2025	100% beg. July 1, 2019
July 22, 2009 B Refunding	28,305,000	16,100,000	3.00/5.00%	July 1, 2022	100% beg. July 1, 2019
September 1, 2011 A Refunding	22,600,000	12,085,000	2.00/4.00%	July 1, 2028	100% beg. July 1, 2021
April 9, 2013 Improvement	42,030,000	36,935,000	1.50/5.00%	July 1, 2035	100% beg. July 1, 2023
June 10, 2014 A Refunding	36,960,000	36,440,000	2.00/4.00%	July 1, 2037	100% beg. July 1, 2024
May 27, 2015 A Improvement	39,085,000	37,505,000	2.00/5.00%	July 1, 2038	100% beg. July 1, 2025
May 27, 2015 B Improvement	10,110,000	7,770,000	0.55/2.95%	July 1, 2023	Non-callable
December 8, 2015 C State Shared	2,080,000	1,890,000	1.75%	July 1, 2026	100% beg. July 1, 2020
February 16, 2016 Improvement	24,000,000	23,550,000	3.00/3.90%	July 1, 2038	100% beg. July 1, 2026
September 8, 2016C Improvement	17,750,000	17,160,000	2.00/5.00%	July 1, 2014	100% beg. July 1, 2026
July 11, 2017 NCREB	25,110,000	25,110,000	2.00/5.00%	July 1, 2014	100% beg. July 1, 2027
	<u>\$ 287,480,000</u>	<u>\$ 249,975,000</u>			

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

G. Long-term obligations

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 in the amount of \$ 101,043 made to the City's Fire Fund by the State Treasurer pursuant to Section 59A-53-7, NMSA 1978. The funds are remitted directly to NMFA and held by NMFA until the November/May due dates. The balance due at June 30, 2018 is \$1,026,570.

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 used to finance the construction of streets, sewer lines, and water lines. The balance outstanding at June 30, 2018 is \$17,170,679.

Business-type activities:

Long-term obligations - The changes in the business-type activities obligations for the year ended June 30, 2018, are as follows:

	Outstanding				Payable in one year
	July 1, 2017	Additions	Deductions	June 30, 2018	
Revenue bonds	\$ 49,910,000	\$ -	\$ 10,350,000	\$ 39,560,000	\$ 10,495,000
Accrued vacation and sick leave	6,738,063	4,864,642	4,989,429	6,613,276	4,952,398
Landfill closure costs	4,843,853	294,911	-	5,138,764	-
Net pension liability	90,049,699	-	11,614,692	78,435,007	-
Net OPEB liability	757,376	60,613,977	-	61,371,353	-
Security deposits	157,223	4,142	-	161,365	-
Unamortized:					
Premium (discount)	106,997	-	79,680	27,317	-
	<u>152,563,211</u>	<u>65,777,672</u>	<u>27,033,801</u>	<u>191,307,082</u>	<u>15,447,398</u>
Current portion	<u>(15,453,096)</u>	<u>-</u>	<u>(5,698)</u>	<u>(15,447,398)</u>	<u>-</u>
Business-type activity long-term obligations	<u>\$ 137,110,115</u>	<u>\$ 65,777,672</u>	<u>\$ 27,028,103</u>	<u>\$ 175,859,684</u>	<u>\$ 15,447,398</u>

Total interest cost incurred for business-type activities for the year ended June 30, 2018 was \$2,132,014, all of which was charged to expense. The city implemented GASB No. 89 *Accounting for Interest Cost Incurred before the End of a Construction Period* in the current fiscal year. Therefore, interest expense includes \$716,110 which was previously capitalized in the construction in progress account.

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2018

IV. Detailed notes on all funds

G. Long-term obligations

Airport Revenue Bonds are secured by pledges of net revenues of the airport. Airport Revenue Bonds outstanding at June 30, 2018, are as follows:

Issue	Face Value of		Interest Rate	Final Maturity	Call Provisions
	Bonds	Amount			
March 23, 2004 A, Refunding	\$ 20,610,000	\$ 1,790,000	1.63% to 5.11%	July 1, 2018	100% beg. July 1, 2005
March 11, 2008 A, Refunding	13,640,000	2,300,000	3.00% to 5.00%	July 1, 2018	Non-callable
May 14, 2008 C, Refunding	5,170,000	1,465,000	3.50% to 4.38%	July 1, 2020	100% beg. July 1, 2018
November 12, 2009 A, Refunding	26,080,000	6,110,000	3.00% to 4.50%	July 1, 2019	Non-callable
April 8, 2014 A, Refunding	15,375,000	11,445,000	2.60%	July 1, 2024	Non-callable
Total outstanding	80,875,000	23,110,000			
Unamortized:					
Premium (discount)		35,174			
Net outstanding		<u>\$ 23,145,174</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 redemption generally at par (unless long-term interest rates are in effect). The Apartments debt in the amount of \$8,885,000 is outstanding for the year ended June 30, 2018.

Stadium Loans are secured by pledges of net revenues of the Albuquerque baseball stadium. Revenue in fiscal year 2018 totaled \$1.9 million. The annual debt service payment including interest for fiscal year 2018 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 payments through July 1, 2026. The Stadium debt in the amount of \$7,565,000 is outstanding at June 30, 2018.

Summary of annual debt service requirements - The annual debt service requirements on bonds outstanding at June 30, 2018 are as follows:

Year ending June 30,	Governmental activities		Business-type activities	
	Principal	Interest	Principal	Interest
2019	\$ 64,952,155	\$ 26,640,610	\$ 10,495,000	\$ 1,118,975
2020	59,543,717	25,182,306	6,675,000	780,087
2021	60,320,484	20,527,525	3,550,000	605,705
2022	60,887,488	19,830,010	3,080,000	508,508
2023	56,654,699	17,287,142	3,100,000	419,488
2024-2028	226,229,199	55,973,598	10,335,000	885,486
2029-2033	109,910,507	23,504,197	2,325,000	81,133
2034-2038	66,010,000	7,634,095	-	-
2039-2043	4,240,000	80,561	-	-
Total	<u>\$ 708,748,249</u>	<u>\$ 196,660,044</u>	<u>\$ 39,560,000</u>	<u>\$ 4,399,382</u>

Arbitrage - Section 148 of the Internal Revenue Code generally provides that bonds issued by a municipality will be "arbitrage

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G. Long-term obligations

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 \$813,204 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 2018, no payment is due to the IRS.

Discretely presented component unit

	Outstanding			June 30, 2018	Amount due within one year
	July 1, 2017	Additions	Deductions		
Loans and notes payable	\$ 3,500,000	\$ -	\$ 3,500,000	\$ -	\$ -
HUD payable	142,623	-	15,847	126,776	21,129
Accrued vacation and sick leave	171,702	687	-	172,389	76,887
Capital lease	4,000,000	4,048,076	-	8,048,076	156,064
Net OPEB liability	239,763	2,894,166	-	3,133,929	-
Net pension liability	4,764,231	-	346,549	4,417,682	-
	<u>\$ 12,818,319</u>	<u>\$ 6,942,929</u>	<u>\$ 3,862,396</u>	<u>\$ 15,898,852</u>	<u>\$ 254,080</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, 2018, 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, 2018, there were ten series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable could not be determined; however, the original amount issued totaled \$271,485,000. Bonds issued by Sun Healthcare Group for \$65,000,000 and Emcore Corporation for \$55,000,000 are pending close out.

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IV. Detailed notes on all funds

J. 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, 2018, is as follows:

(in thousands of dollars)

CONDENSED STATEMENT OF NET POSITION	Golf Course Fund	Apartments Fund	Parking Facilities Fund	Stadium Fund	Total
Assets					
Current assets	\$ 669	\$ 3,738	\$ 1,317	\$ 571	\$ 6,295
Restricted assets	90	1,835	2,544	648	5,117
Capital assets	3,942	10,385	26,918	14,665	55,910
Total assets	<u>\$ 4,701</u>	<u>\$ 15,958</u>	<u>\$ 30,779</u>	<u>\$ 15,884</u>	<u>\$ 67,322</u>
Deferred outflows of resources					
Deferred gain/loss on bond refunding	\$ -	\$ 469	\$ -	\$ 34	\$ 503
Deferred outflow related to OPEB	42	-	34	3	79
Deferred outflow related to pension	531	-	443	32	1,006
Total deferred outflows of resources	<u>\$ 573</u>	<u>\$ 469</u>	<u>\$ 477</u>	<u>\$ 69</u>	<u>\$ 1,588</u>
Liabilities					
Current liabilities	532	924	235	1,010	2,701
Liabilities payable from restricted assets	-	161	-	-	161
Bonds, notes payable, and other long-term liabilities	-	8,430	-	6,832	15,262
Other liabilities	4,035	-	3,495	252	7,782
Total liabilities	<u>4,567</u>	<u>9,515</u>	<u>3,730</u>	<u>8,094</u>	<u>25,906</u>
Deferred Inflows of Resources					
Deferred inflow related to OPEB	353	-	294	22	669
Deferred inflow related to pension	146	-	125	8	279
Total deferred inflows of resources	<u>499</u>	<u>-</u>	<u>419</u>	<u>30</u>	<u>948</u>
Net Position (Deficit)					
Invested in capital assets	3,942	1,500	26,918	7,108	39,468
Restricted for					
Debt service	47	1,556	7	953	2,563
Construction in progress	44	-	2,547	-	2,591
Unrestricted	(3,827)	3,855	(2,365)	(232)	(2,569)
Total net position	<u>\$ 206</u>	<u>\$ 6,911</u>	<u>\$ 27,107</u>	<u>\$ 7,829</u>	<u>\$ 42,053</u>

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IV. Detailed notes on all funds

J. Segment information

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	\$ 3,880	\$ 4,192	\$ 4,521	\$ 1,873	\$ 14,466
Depreciation	(246)	(540)	(1,537)	(629)	(2,952)
Other operating expenses	(5,254)	(2,648)	(4,097)	(917)	(12,916)
Operating income (loss)	(1,620)	1,004	(1,113)	327	(1,402)
Nonoperating revenues (expenses):					
Interest on investments	4	(12)	1	(14)	(21)
Interest expense	-	(299)	-	(306)	(605)
Other	(114)	(7)	(128)	(9)	(258)
Transfers in	1,146	-	-	199	1,345
Transfers out	(76)	(53)	(116)	-	(245)
Change in net position	(660)	633	(1,356)	197	(1,186)
Beginning net position	1,054	6,278	31,320	4,677	43,329
Ending net position	\$ 394	\$ 6,911	\$ 29,964	\$ 4,874	\$ 42,143

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	\$ (1,321)	\$ 1,706	\$ 546	\$ 783	\$ 1,714
Noncapital financing activities	1,121	(53)	(97)	199	1,170
Capital and related financing activities	-	(695)	-	(1,015)	(1,710)
Investing activities	3	(12)	1	(13)	(21)
Net increase (decrease)	(197)	946	450	(46)	1,153
Beginning cash and cash equivalents	921	4,610	1,667	695	7,893
Ending cash and cash equivalents	\$ 724	\$ 5,556	\$ 2,117	\$ 649	\$ 9,046

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 stadium that is being used by an AAA class baseball team. The Parking Fund charges fees for the use of City parking facilities.

K. 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

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K. Defined benefit pension plan

General Information about the Pension Plan

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, 2018:

Group Covered	Employee		Employer	
	Percent	Amount	Percent	Amount
General, Management, and Bus Drivers	14.16 %	\$ 23,899	9.55 %	\$ 15,699
Temporary Employees	7.74 %	85	7.40 %	85
J-Series 20 Year	18.15 %	576	17.05 %	205
Police	17.78 %	9,960	18.90 %	11,408
Fire	17.70 %	7,261	21.65 %	8,881
		<u>\$ 41,781</u>		<u>\$ 36,278</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 years ending June 30, 2018, 2017, and 2016 were \$36,278,146, \$35,376,597, and \$33,311,341, 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, 2018, 2017, and 2016 were \$64,913,483, \$63,864,670, and \$60,217,368, respectively.

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

As of June 30, 2018, The City of Albuquerque reported a net pension liability of \$603,228,206 its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2016.

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 2018. As June 30, 2018, the City of Albuquerque's proportional share was 18.82% of the Municipal General Division, 28.06% of the Municipal Police Division, and 32.99% of the Municipal Fire Division.

For the year ended June 30, 2018, the City recognized its proportional share of the pension contribution expense of \$69,711,525. The proportional share of the pension contribution expense by plan type is as follows:

Plan Type	Pension Contribution Expense
Municipal General	\$ 29,925,572
Municipal Police	\$ 18,356,314
Municipal Fire	\$ 21,429,639

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K. Defined benefit pension plan

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

At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred outflows of resources	Deferred inflows of resources
City of Albuquerque - Overall		
Differences between expected and actual experience	\$ 25,792,403	\$ (66,008,131)
Change in assumptions	28,662,053	(7,480,883)
Net difference between projected and actual earnings on pension plan investments	40,856,144	-
Changes in proportion and differences between City contributions and proportionate share of contributions	7,305,896	(9,263,407)
City contributions subsequent to the measurement date	36,091,959	-
Total	<u>\$ 138,708,455</u>	<u>\$ (82,752,421)</u>

	Deferred outflows of resources	Deferred inflows of resources
General Municipal		
Differences between expected and actual experience	\$ 10,159,991	\$ (13,243,116)
Change in assumptions	11,923,842	(2,671,952)
Net difference between projected and actual earnings on pension plan investments	21,213,974	-
Changes in proportion and differences between City contributions and proportionate share of contributions	2,838,695	(4,646,714)
City contributions subsequent to the measurement date	16,014,707	-
Total	<u>\$ 62,151,209</u>	<u>\$ (20,561,782)</u>

	Deferred outflows of resources	Deferred inflows of resources
General Police Division		
Differences between expected and actual experience	\$ 9,469,749	\$ (29,131,919)
Change in assumptions	9,276,648	(3,625,633)
Net difference between projected and actual earnings on pension plan investments	12,557,132	-
Changes in proportion and differences between City contributions and proportionate share of contributions	1,846,086	(3,285,714)
City contributions subsequent to the measurement date	11,198,828	-
Total	<u>\$ 44,348,443</u>	<u>\$ (36,043,266)</u>

	Deferred outflows of resources	Deferred inflows of resources
General Fire Division		
Differences between expected and actual experience	\$ 6,162,663	\$ (23,633,096)
Change in assumptions	7,461,563	(1,183,298)
Net difference between projected and actual earnings on pension plan investments	7,085,038	-
Changes in proportion and differences between City contributions and proportionate share of contributions	2,621,115	(1,330,979)
City contributions subsequent to the measurement date	8,878,424	-
Total	<u>\$ 32,208,803</u>	<u>\$ (26,147,373)</u>

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K. Defined benefit pension plan

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

The amount of contributions related to fiscal year 2018 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 2019. 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
2019	\$ 4,989,500	\$ 5,971,503	\$ (1,411,202)	\$ 429,199
2020	\$ 31,417,463	\$ 21,651,973	\$ 6,498,968	\$ 3,266,522
2021	\$ (4,630,377)	\$ 4,150,913	\$ (4,309,878)	\$ (4,471,412)
2022	\$ (11,912,511)	\$ (6,199,669)	\$ (3,671,539)	\$ (2,041,303)

Actuarial assumptions - The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods including the measurement:

<u>Actuarial Methods</u>	
Actuarial valuation date	June 30, 2016
Actuarial cost method	Entry Age Normal
Amortization method	Level Percentage of Pay
Amortization period	Solved for based on statutory rates
Asset valuation method	4 year smoothed market value

<u>Actuarial Assumptions</u>	
Investment rate of return	7.51% annual rate, net of investment expense
Payroll Growth	2.75% annual rate for 9 years, then
Projected salary increases	3.25% annual rate
Inflation assumption	2.75% to 14.00% annual rate
	2.25% annual rate first 9 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:

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K. Defined benefit pension plan

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

ALL FUNDS - Asset Class	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Global Equity	43.5 %	7.39 %
Risk Reduction and Mitigation	21.5 %	1.79 %
Credit Oriented Fixed Income	15.0 %	5.77 %
Real Assets	20.0 %	7.35 %
Total	100.0 %	

Discount rate - The rate is 7.25% for the first 9 years (select period) and 7.75% for all other years (ultimate). The equivalent blended rate is 7.51% 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 7.51% 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.

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 7.51 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 (6.51 percent) or 1-percent higher (8.51 percent) than the current rate:

Plan	1% Decrease (6.51%)	Current Discount Rate (7.51%)	1% Increase (8.51%)
City of Albuquerque, Overall	\$ 906,867,068	\$ 603,225,178	\$ 352,208,619
Municipal General	\$ 405,262,029	\$ 258,568,366	\$ 136,572,187
Municipal Police	\$ 248,647,418	\$ 155,918,916	\$ 79,821,460
Municipal Fire	\$ 252,957,621	\$ 188,737,896	\$ 135,814,972

Pension plan fiduciary net position - Detailed information about the pension plan's fiduciary net position is available in the separately issued PERA Financial Report. As of June 30, 2018, 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, 2018.

L. Post-employment benefits

In addition to providing pension benefits described in Note K, 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

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L. Post-employment benefits

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, 8th 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 4,846 at June 30, 2018, and the amount of life insurance coverage for these retired employees was \$108,964,850.

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 contributes 100% or more of the actuarially determined contributions each year.

Contributions - Contributions are expected to match or exceed the actuarial annual required contribution (ARC). 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. The City's total contributions to the trust for the year ending June 30, 2018 were \$4,062,731 which included \$2,238,878 of employer contributions and \$1,823,853 implicit subsidy contributions (reported in insurance expense). Included in the trust assets is an accrual that is not included in the contributions used to calculate the net OPEB liability in the amount of \$28,461.

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources - As of June 30, 2018, the City reported a net OPEB Liability of \$38,544,574 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the OPEB liability was determined by an actuarial valuation as of July 1, 2017 rolled forward to June 30, 2018. As of June 30, 2018, the City's proportionate share of the OPEB liability was 95%.

For year ended June 30, 2018, the City recognized pension contribution expense of \$3,110,289.

As of June 30, 2018, the City reported deferred outflows of resources and deferred inflow of resources related to OPEB Life Insurance from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 344,896	\$ -
Change in assumptions	1,773,352	-
Net difference between projected and actual earnings on OPEB plan investments	-	(90,616)
Total	<u>\$ 2,118,248</u>	<u>\$ (90,616)</u>

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

Fiscal Year Ended June 30:	<u>Amount</u>
2019	514,972
2020	514,972
2021	514,972
2022	482,716

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L. Post-employment benefits

Sensitivity of the City of Albuquerque's proportionate share of the net OPEB liability to changes in the discount rate - The following presents the City's proportionate share of the net OPEB liability calculated using the discount rate of 5 percent, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower (4.0 percent) or 1-percent higher (6.0 percent) than the current rate:

	1% Decrease (4.0%)	Current Discount Rate (5.0%)	1% Increase (6.0%)
City's proportionate share of the net OPEB liability	\$ 48,181,125	\$ 38,544,574	\$ 30,837,292

OPEB plan fiduciary net position - Detailed information about the trust plan's fiduciary net position is available in the separately issued OPEB Financial Report. Payables to the OPEB Plan. As of June 30, 2018, there was a \$429,340 contributions payable to the trust.

Actuarial assumptions - The total OPEB liability in the June 30, 2018 valuation was determined using the following actuarial assumptions applied to all periods including the measurement:

Actuarial Methods	
Actuarial valuation date	July 1, 2017
Actuarial cost method	Entry Age Normal
Asset valuation method	Cost, level % of pay
	Market value of assets
Actuarial Assumptions	
Long term rate of return	5% as of June 30, 2017 net of investment expenses and including inflation
Discount rate	5%
Projected salary increases	4.25% per year
Inflation assumption	2.75% per year

The long-term expected rate of return on OPEB plan investments was determined using statistical analysis in which best estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) 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.

Discount rate - The expected long-term rate of return on trust assets was used. Based on the level of funding to date and the expected future contributions established in the funding policy, trust assets are expected to be sufficient in all future years to provide the expected benefit payments.

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	Target Allocation	Long-Term Expected Real Rate of Return
ALL FUNDS - Asset Class		
US Equity - Broad Market (U.S. Total Stock Market Index)	60.00 %	6.00 %
US Fixed Income (U.S. Aggregate Bond Market)	40.00 %	3.00 %
	100.00 %	

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.

Benefits Provided - RHCA is a multiple employer cost sharing defined benefit healthcare plan that provides eligible retirees, their spouses, dependents and surviving spouses and dependents with health insurance and prescription drug benefits consisting of a plan, or optional plans of benefits, that can be contributions to RHCA and by co-payments or out-of-pocket payments of eligible retirees.

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 City does not have data pertaining to the City of Albuquerque retired and active employees as of June 30, 2018.

The RHCA issues a publicly available stand-alone financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. Information related to the number of plan members can be found in the publicly available report. 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.

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

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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.

OPEB Liabilities, OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources - As of June 30, 2018, the City reported a net OPEB Liability for Retiree Health Care of \$314,945,020 for its proportionate share of the net OPEB liability. This amount excludes the amount attributable to Albuquerque Metropolitan Arroyo Flood Control Authority (AMAFCA) and Mid-Region Council of Governments of New Mexico (MRCOG) \$7,909,946. RHCA included these two entities in the City's Liability. The net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the OPEB liability was determined by an actuarial valuation as of June 30, 2016. As of June 30, 2018, the City's proportionate share of the OPEB liability was 6.95%. AMAFCA and MRCOG represent .17% of the reported percentage by RHCA.

For year ended June 30, 2018, the City recognized pension contribution expense of \$12,835,677. As of June 30, 2018, the City reported deferred outflows of resources and deferred inflow of resources related to OPEB Life Insurance from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ (12,085,920)
Change in assumptions	-	(55,064,125)
Net difference between projected and actual earnings on OPEB plan investments	-	(4,530,701)
City contributions subsequent to the measurement date	5,856,915	-
Total	<u>\$ 5,856,915</u>	<u>\$ (71,680,746)</u>

The amount of contributions related to fiscal year 2018 have been recorded as a deferred outflow of resources related to the RHCA OPEB liability. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Fiscal Year Ended June 30:	-
2019	(15,252,141)
2020	(15,252,141)
2021	(15,252,141)
2022	(15,252,141)
2023	(10,730,099)

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Actuarial assumptions - The total OPEB liability in the June 30, 2017 valuation was determined using the following actuarial assumptions applied to all periods including the measurement:

Actuarial Methods	
Actuarial valuation date	June 30, 2017
Actuarial cost method	Entry Age Normal
Amortization method	Market value of assets
Actuarial Assumptions	
Investment rate of return	7.25 annual rate, net of investment
Discount rate	3.81%
Projected salary increases	3.50%
Mortality rate	RP-2000 Combined Healthy Mortality
Healthcare cost trend rate	8% graded down to 4.5% over 14 years for Non-Medicare medical plan costs 7.5% graded down to 4.5% over 12 years for Medicare medical plan costs

The long-term expected rate of return on OPEB plan investments was determined using a building block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns 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, adding expected inflation and subtracting expected investment expenses as a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investments expenses, used in the derivation of the long-term expected investment rate of return assumptions.

ALL FUNDS - Asset Class	Target Allocation	%	Long-Term Expected Real Rate of Return	%
U.S. core fixed income	20.00	%	4.10	%
U.S. equity - large cap	20.00	%	9.10	%
Non U.S. - emerging markets	15.00	%	12.20	%
Non U.S. - developed equities	12.00	%	9.80	%
Private equity	10.00	%	13.80	%
Credit and structured finance	10.00	%	7.30	%
Real Estate	5.00	%	6.90	%
Absolute Return	5.00	%	6.10	%
U.S. equity - small cap	3.00	%	9.10	%
	100.00	%		

Discount rate - The discount rate used to measure the total OPEB liability is 3.81% as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the

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actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included. Based on those assumptions, the Funds fiduciary net position was projected to be available to make all projected future benefit payments for current plan members through the fiscal year ending June 30, 2028. Thus, the 7.25% discount rate was used to calculate the net OPEB liability through 2029. Beyond 2029, the index rate for 20-year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. Thus 3.81% is the blended discount rate.

Sensitivity of the City of Albuquerque’s proportionate share of the net OPEB liability to changes in the discount rate. The following represents the City’s proportionate share of the net OPEB liability calculated using the discount rate of 3.81 percent, as well as what the City’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower (2.81 percent) or 1-percent higher (4.81 percent) than the current rate:

	1% Decrease (2.815%)	Current Discount Rate (3.81%)	1% Increase (4.81%)
City's proportionate share of the net OPEB liability	\$ 382,332,084	\$ 314,945,019	\$ 262,527,956

OPEB plan fiduciary net position. Detailed information about RHCA’s fiduciary net position is available in their separately issued OPEB Financial Report. Payables to the OPEB Plan. As of June 30, 2018, there was a \$532.193 RHCA contributions payable of which \$339,322 was for pay period June 23, 2018 and a \$192,871 accrual through June 30, 2018.

M. 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 \$5,138,764 reported as accrued landfill closure costs from restricted assets at June 30, 2018, represents the cumulative amount reported to date based on the use of 32.2% of the estimated capacity of the Cerro Colorado Landfill.

The City will recognize the remaining estimated cost of closure and post-closure care of \$10,799,644 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 2018. 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 \$5,138,764 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.

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N. Restatement of previously reported net position and prior period adjustment

The City implemented GASB Statement 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions, in the fiscal year ending June 30, 2018. The implementation of the statement required the City to record a beginning net OPEB liability. The total restatement for governmental and business-type activities attributed to the implementation of GASB 75 is (\$336,970,807) and (\$70,505,946), respectively. The Housing Authority (AHA) also recorded a prior period adjustment for GASB 75 in the amount of (\$2,633,784).

In fiscal year 2018, the city concluded that in prior years it had made errors in estimating the asset lives for certain categories; the impact on the prior year excess revenues over expenditures could not be determined. However, the overall impact totaled \$14,181,752 and \$107,964,417 for governmental and business-type activities, respectively, in the period between fiscal years 2014 and 2017.

As a result, net position for the governmental, business-type activities and AHA changed as follows:

	June 30, 2017, as previously reported	Restatement of Net Position	July 1, 2017 as restated
Governmental net position	\$ 2,899,338,246	\$ (315,632,409)	\$ 2,583,705,837
Non-major governmental funds			
Internal service funds included in governmental net position:			
Communications Fund	73,208	(1,342,310)	(1,269,102)
Employee Insurance Fund	2,735,991	(839,569)	1,896,422
Fleet Management Fund	(965,768)	(1,854,686)	(2,820,454)
Risk management Fund	(13,166,159)	(2,725,621)	(15,891,780)
Supplies Inventory Management Fund	1,928,906	(394,460)	1,534,446
Total governmental activities	<u>\$ 2,889,944,424</u>	<u>\$ (322,789,055)</u>	<u>\$ 2,567,155,369</u>
Business-type net position			
Major enterprise funds net position:			
Airport Fund	366,505,723	98,605,243	465,110,966
Refuse Disposal Fund	76,389,029	(29,199,857)	47,189,172
Transit Fund	109,168,751	(27,975,535)	81,193,216
Non-major enterprise funds net position:			
Golf Course Fund	3,097,808	(2,231,512)	866,296
Apartments Fund	6,278,175	-	6,278,175
Parking Facilities Fund	33,028,843	(4,566,202)	28,462,641
Stadium Fund	4,803,175	2,826,334	7,629,509
Total business-type activities	<u>599,271,504</u>	<u>37,458,471</u>	<u>636,729,975</u>
Albuquerque Housing Authority	<u>\$ 26,731,542</u>	<u>\$ (2,633,784)</u>	<u>\$ 24,097,758</u>

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

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O. Risk management

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 program by program basis and assesses charges to each program 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 ended June, 30 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 \$36,300,000 over ten years. In fiscal years 2015, 2016, 2017 and 2018, \$8,800,000 million was collected under the plan. Since the initiation of the Recovery Plan the City's claim experience has benefited from decreased frequency and severity of new claims. The fund's net position was negatively affected by the implementation of GASB 68 and GASB 75 by \$5,280,000 million. The amount of money needed to achieve the goal of the Recovery Plan now stands at \$15,130,000 million. It is projected that if the current trend for claims development continues and the Recovery Plan is funded annually over the next 7 years at the rate of \$2,144,000 million, the goal will be reached. It should be noted that these contributions to the Risk Recovery Plan are subject to annual appropriations by the City Council. The Recovery Plan does not include the impacts of GASB 68 and GASB 75.

The amounts and change in the Fund's claims liability in fiscal year 2018 and 2017 were:

	2018	2017
Claims liability at July 1	\$ 71,926,080	\$ 92,444,541
Current year claims and change in estimates	35,704,707	8,128,372
Claims liquidated	(31,131,185)	(28,646,833)
Claims liability at June 30	76,499,602	71,926,080
The components of the claims liability at June 30 are:		
Current portion	18,520,885	24,840,000
Noncurrent portion	57,978,717	47,086,080
Total claims liability	\$ 76,499,602	\$ 71,926,080

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

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P. Albuquerque Housing Authority – Component Unit

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.

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, 2018 are reported in the table below.

Government activities:

Major Funds:	
General Fund	\$ 3,291,121
Capital Acquisition Fund	41,457,595
Nonmajor government funds	<u>7,186,283</u>
Total governmental activities	<u>\$ 51,934,999</u>

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

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Q. Commitments and contingencies

Business-type activities:

Major Funds:

Airport Fund	\$ 62,839,869
Refuse Disposal Fund	21,681,268
Transit Fund	3,704,048
Nonmajor business-type funds	2,590,715

Total business-type activities	\$ 90,815,900
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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.

S. Service concession arrangements

During fiscal year 2017, the City of Albuquerque entered into a development agreement with One Central Operating Associates, LLC (developer), under which the City would manage, collect, and retain revenues for the parking facility for a term of three hundred (300) months. The City paid the developer a lump sum of \$17,500,000 and was required to operate and maintain the parking facility in accordance with the executed contract. The operating agreement includes an irrevocable option to purchase the parking facility from the developer commencing with the 120th month after the signing of the Certificate of Occupancy. The City entered into this agreement to enhance the development of the downtown area and increase parking revenue. The City recognizes an intangible asset in the amount of \$17,500,000 pursuant to the development agreement.

T. Tax abatements

There are currently 10 tax abatement agreements enacted by the City of Albuquerque. The City has chosen to disclose information about some of its tax abatement agreements individually based on an established quantitative threshold of 5 percent of the total dollar amount of taxes abated during the year. All others are aggregated. Each agreement was negotiated under the State of New Mexico Statutes Article 32 Industrial Revenue Bonds and the City of Albuquerque Code of Ordinances § 3-2-15 INDUSTRIAL REVENUE BOND PROJECTS allowing the City of Albuquerque to abate property taxes and other State Taxes such as compensating and investment tax credit (ITC) for a variety of economic development purposes. It was determined in all

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T. Tax abatements

cases that the firms were not in direct competition with other firms and they generated gross receipts taxes through the hiring employees that offset the estimated loss in property tax revenue and other City expenses.

The abatement for real property is based on the total value of the property tax which is determined and reported by the County Assessor. Taxable Value is 1/3 of this amount, and the tax rate for the City and other Governmental Agencies is reported. Personal Property tax abatement (equipment purchased with IRB) is reported by the recipient. Payment in Lieu of taxes is reported only for the firms that do not have fully depreciated equipment.

Information relevant to the disclosure of the abatements for the fiscal year ended June 30, 2018 is:

<u>Tax Abatement Program - Industrial Revenue Bonds</u>	Property Taxes Abated	Payment in Lieu of Taxes
General Mills	\$ 157,503	\$ 26,242
Hotel Andaluz	59,327	6,178
Hotel Parq	40,717	5,936
Karsten	23,005	-
Ktech	44,314	-
Sun Healthcare	52,365	-
Emcore	55,921	-
Other IRB's under 5% of the total	43,997	-
Total	<u>\$ 477,149</u>	<u>\$ 38,356</u>

The City of Albuquerque is subject to tax abatements entered in by other governmental entities. Each agreement was negotiated under the authority of state statute NMSA §7-37-6 Industrial Revenue Bonds and NMSA 7-38. The types of abated taxes reported to the City by other entities includes Real Property tax, Personal Property Tax, and Gross Receipts and Compensating tax. Two entities reported abatements to the City of Albuquerque. The City has chosen to summarize the abatements reported by reporting entity and by type of tax abated.

Information relevant to the disclosure of the abatements entered by other governmental entities for fiscal year ended June 30, 2018 is:

<u>Abating Agency</u>	Real & Personal Property Taxes Abated	Gross Receipts Taxes Abated
Bernalillo County	<u>\$ 589,149</u>	<u>\$ 12,872</u>

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF PENSION CONTRIBUTIONS
PUBLIC EMPLOYEES RETIREMENT ASSOCIATION (PERA) OF NEW MEXICO
LAST 10 FISCAL YEARS*

	Fiscal Year			
	2018	2017	2016	2015
GENERAL MUNICIPAL PLAN				
Contractually required contribution	\$ 16,014,707	\$ 15,782,439	\$ 15,116,693	\$ 15,235,019
Contribution in relation to the contractually required contribution	<u>(16,014,707)</u>	<u>(15,782,439)</u>	<u>(15,116,693)</u>	<u>(15,235,019)</u>
Covered payroll	\$ 166,669,191	\$ 164,738,621	\$ 157,569,964	\$ 166,682,259
Contributions as a percentage of covered payroll	9.6 %	9.6 %	9.6 %	9.1 %
POLICE PLAN				
Contractually required contribution	\$ 11,198,828	\$ 10,932,018	\$ 10,397,810	\$ 10,753,611
Contribution in relation to the contractually required contribution	<u>(11,198,828)</u>	<u>(10,932,018)</u>	<u>(10,397,810)</u>	<u>(10,753,611)</u>
Covered payroll	\$ 58,889,322	\$ 57,730,969	\$ 55,252,643	\$ 68,877,124
Contributions as a percentage of covered payroll	19.0 %	18.9 %	18.8 %	15.6 %
FIRE PLAN				
Contractually required contribution	\$ 8,878,424	\$ 8,654,583	\$ 8,269,385	\$ 7,909,259
Contribution in relation to the contractually required contribution	<u>(8,878,424)</u>	<u>(8,654,583)</u>	<u>(8,269,385)</u>	<u>(7,909,259)</u>
Covered payroll	\$ 41,021,289	\$ 39,998,588	\$ 38,022,557	\$ 43,510,526
Contributions as a percentage of covered payroll	21.6 %	21.6 %	21.7 %	18.2 %

Contribution amounts are reported by PERA. Amounts reported by PERA and the City will differ because of timing differences.

Fiscal Year is as of and for the year ended June 30, 2018

*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 10 FISCAL YEARS*

	Fiscal Year			
	2017	2016	2015	2014
GENERAL MUNICIPAL PLAN				
Proportion of the net pension liability (asset)	18.0 %	18.0 %	18.0 %	18.0 %
Proportionate share of the net pension liability (asset)	258,568,366	295,304,139	188,570,318	143,197,639
Covered payroll	164,738,621	157,569,964	166,682,259	151,191,059
Proportionate share of the net pension liability (asset)	157.0 %	187.4 %	113.1 %	94.7 %
POLICE PLAN				
Proportion of the net pension liability (asset)	28.1 %	27.7 %	29.0 %	28.9 %
Proportionate share of the net pension liability (asset)	155,918,916	204,088,874	139,610,198	94,045,917
Covered payroll	57,730,969	55,252,643	68,877,124	55,812,821
Proportionate share of the net pension liability (asset)	270.1 %	369.4 %	202.7 %	168.5 %
FIRE PLAN				
Proportion of the net pension liability (asset)	33.0 %	32.8 %	32.1 %	33.1 %
Proportionate share of the net pension liability (asset)	188,737,896	218,590,539	165,523,236	138,010,181
Covered employee payroll	39,998,588	38,012,557	43,510,526	37,118,229
Proportionate share of the net pension liability (asset)	472.0 %	575.0 %	380.0 %	371.8 %
Plan fiduciary net position as a percentage of the total pension liability **	73.7 %	69.2 %	77.0 %	81.3 %

* Amounts presented for each fiscal year were determined as of fiscal year ended June 30, 2017. 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
SCHEDULE OF OTHER POST EMPLOYMENT BENEFIT CONTRIBUTIONS
LAST 10 FISCAL YEARS*

	Fiscal Year 2018
OPEB LIFE INSURANCE	
Actuarially determined contribution	\$ 3,248,403
Employer Contribution in relation to the actuarially required contribution	(2,238,878)
Implicit subsidy in relation to the actuarially required contribution	<u>(1,823,853)</u>
Covered payroll	\$266,579,802
Contributions as a percentage of covered payroll	1.0 %
RETIREE HEALTH CARE AUTHORITY	
Contractually required contribution	\$ 5,967,047
Contribution in relation to the contractually required contribution	<u>(5,967,047)</u>
Covered payroll	\$266,579,802
Contributions as a percentage of covered payroll	2.0 %

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

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF PROPORTIONATE SHARE OF NET OPEB LIABILITY
LAST 10 FISCAL YEARS*

	Fiscal Year 2018
OPEB LIFE INSURANCE	
Proportion of the net OPEB liability (asset)	95.0 %
Proportionate share of the net OPEB liability (asset)	38,544,574
Covered payroll	266,579,802
Proportionate share of the net OPEB liability (asset) as a percentage of covered payroll	14.5 %
Plan fiduciary net position as a percentage of the total OPEB liability **	32.0 %
RETIREE HEALTH CARE AUTHORITY	
Proportion of the net opeb liability (asset)	7.0 %
Proportionate share of the net OPEB liability (asset)	314,945,019
Covered payroll	262,468,178
Proportionate share of the net OPEB liability (asset) as a percentage of covered payroll	120.0 %
Plan fiduciary net position as a percentage of the total pension liability **	11.0 %

* OPEB life insurance has a measurement date of June 30, 2018 presented as of June 30, 2018.

RHCA has a measurement date of June 30, 2017 as of and presented for June 30, 2018.

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

CITY OF ALBUQUERQUE, NEW MEXICO
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION RELATED TO OPEB ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2018

OPEB Life Insurance

Change of benefit terms: There were no major changes to the benefit terms which impact the measurements provided in the Albuquerque Pooled OPEB Trust Plan.

Change in assumptions: No benefit changes occurred. The results as of June 30, 2018 were developed by a one-year roll forward of the results from July 1, 2017 valuation. The actuarial assumptions are contained in the Albuquerque Pooled OPEB Trust GASB 75 report supporting documentation section.

RHCA Insurance

Change of benefit terms: There were no major changes to the benefit terms which impact the measurements provided in the Retiree Health Care Fund.

Change in assumptions: The PERA salary scale, inflation and payroll assumptions were updated to reflect assumptions used in the PERA June 30, 2016 pension valuation. Assumptions including the following were updated: Per capita costs, future trend for health costs and medical election assumptions. The actuarial assumptions are contained in section 3 of the RHCA GASB 74 Actuarial Report.

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, 2018

	<u>Budgeted Amounts</u>			Variance with Final Budget- Over/Under
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
REVENUES:				
Taxes	\$ 65,776,000	\$ 65,776,000	\$ 65,753,804	\$ (22,196)
Investment earnings	904,000	904,000	(602,652)	(1,506,652)
Total revenues	<u>66,680,000</u>	<u>66,680,000</u>	<u>65,151,152</u>	<u>(1,528,848)</u>
EXPENDITURES:				
Debt service:				
Principal retirement	58,720,000	58,720,000	58,720,000	-
Interest	14,862,000	15,257,000	15,256,353	647
Fiscal agent fees and other fees	500,000	1,306,000	1,306,517	(517)
Total expenditures	<u>74,082,000</u>	<u>75,283,000</u>	<u>75,282,870</u>	<u>130</u>
Excess (Deficiency) of Revenues Over (Under)				
Expenses	<u>(7,402,000)</u>	<u>(8,603,000)</u>	<u>(10,131,718)</u>	<u>(1,528,718)</u>
OTHER FINANCING SOURCES (USES):				
Premiums on bonds issued	4,599,000	5,800,000	9,035,943	3,235,943
Total other financing sources (uses):	<u>4,599,000</u>	<u>5,800,000</u>	<u>9,035,943</u>	<u>3,235,943</u>
Net change in fund balance	(2,803,000)	(2,803,000)	(1,095,775)	1,707,225
Fund balance, July 1	<u>64,323,388</u>	<u>64,323,388</u>	<u>64,323,388</u>	<u>-</u>
Fund balance, June 30	<u>\$ 61,520,388</u>	<u>\$ 61,520,388</u>	<u>\$ 63,227,613</u>	<u>\$ 1,707,225</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE
BUDGET AND ACTUAL - CAPITAL ACQUISITION FUND
YEAR ENDED JUNE 30, 2018

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2017	Current Year Actual	Project Budget Remaining June 30, 2018
<u>Capital Acquisition Fund</u>					
Capital Outlay and Other:					
Family & Community services	\$ 169,688,654	\$ 111,427,037	\$ 58,261,617	\$ 7,898,804	\$ 50,362,813
Convention Center	25,797,943	25,286,250	511,693	135,872	375,821
Environmental improvements	4,598,644	4,180,376	418,268	4,674	413,594
Facilities and Equipment	165,074,510	128,213,211	36,861,299	15,172,950	21,688,349
Libraries	52,081,804	34,696,611	17,385,193	5,036,258	12,348,935
Miscellaneous capital projects	70,251,681	50,802,520	19,449,161	2,985,348	16,463,813
Museum	23,262,235	17,022,133	6,240,102	2,110,802	4,129,300
Parks and recreation	238,641,299	191,711,173	46,930,126	22,903,122	24,027,004
Public Safety	148,114,211	122,761,989	25,352,222	5,368,454	19,983,768
Rio Grande Zoo	26,358,069	24,701,796	1,656,273	939,545	716,728
Storm Sewer	71,207,071	36,661,872	34,545,199	4,871,286	29,673,913
Street improvements	456,790,292	353,815,493	102,974,799	25,635,026	77,339,773
Transit	23,867,090	31,383,386	(7,516,296)	2,238,674	(9,754,970)
Total capital acquisition fund	<u>\$ 1,475,733,503</u>	<u>\$ 1,132,663,847</u>	<u>\$ 343,069,656</u>	<u>\$ 95,300,815</u>	<u>\$ 247,768,841</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, 2018

	Family & Community Services	Convention Center	Environmental Improvements	Facilities & Equipment
REVENUES:				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ -
Total taxes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Intergovernmental:				
Grants:				
Federal Aviation Administration	-	-	-	-
State Highway Department	-	-	-	-
State Agency of Aging	1,830,939	-	-	-
State Dept of Finance & Administration	-	-	-	200,000
State Department of Finance CIP	38,952	-	-	-
State Community Schools	-	-	-	-
Total intergovernmental	<u>1,869,891</u>	<u>-</u>	<u>-</u>	<u>200,000</u>
Interest on investments	337,105	4,762	-	(1,762,556)
Miscellaneous:				
Sales of real property	-	-	-	-
Contributions in aid of construction/Other Contrib	(9,167)	-	-	29,022
Other revenue (expenditure)	4,194	-	-	148,057
Total miscellaneous	<u>(4,973)</u>	<u>-</u>	<u>-</u>	<u>177,079</u>
Total revenues	<u>2,202,023</u>	<u>4,762</u>	<u>-</u>	<u>(1,385,477)</u>
EXPENDITURES				
Capital Outlay	7,898,804	135,872	4,674	14,193,326
Total expenditures	<u>7,898,804</u>	<u>135,872</u>	<u>4,674</u>	<u>14,193,326</u>
Excess (deficiency) of revenues over expenditures	<u>(5,696,781)</u>	<u>(131,110)</u>	<u>(4,674)</u>	<u>(15,578,803)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in from other funds	2,211,963	75,000	-	(1,543,000)
Transfers out to other funds	-	-	-	(979,624)
Internal transfers in	-	-	-	-
Internal transfers out	-	-	-	-
Proceeds of notes payable and bonds issued	8,300,000	-	200,000	35,895,246
Total other financing sources (uses)	<u>10,511,963</u>	<u>75,000</u>	<u>200,000</u>	<u>33,372,622</u>
Net change in fund balances	4,815,182	(56,110)	195,326	17,793,819
Fund balances, July 1	<u>32,279,252</u>	<u>433,988</u>	<u>216,826</u>	<u>26,431,044</u>
Fund balances, June 30	<u>\$ 37,094,434</u>	<u>\$ 377,878</u>	<u>\$ 412,152</u>	<u>\$ 44,224,863</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, 2018

Libraries	Miscellaneous Capital Projects	Museum	Parks & Recreation	Public Safety	Rio Grande Zoo
\$ -	\$ 385,998	\$ -	\$ -	\$ -	\$ -
-	385,998	-	-	-	-
-	-	-	-	-	-
-	-	-	281,013	-	-
413,981	40,070	636,786	878,669	441,100	264,720
-	-	-	-	-	-
-	-	-	(180,169)	-	-
413,981	40,070	636,786	979,513	441,100	264,720
48,959	480,289	15,369	88,779	44,932	13,559
-	-	-	-	-	-
-	921,791	-	10,077	-	-
1,464,140	-	-	180,366	252,607	-
1,464,140	921,791	-	190,443	252,607	-
1,927,080	1,828,148	652,155	1,258,735	738,639	278,279
5,036,258	2,985,348	2,110,802	22,492,122	5,368,454	939,545
5,036,258	2,985,348	2,110,802	22,492,122	5,368,454	939,545
(3,109,178)	(1,157,200)	(1,458,647)	(21,233,387)	(4,629,815)	(661,266)
150,000	(583,507)	21,000	778,994	-	-
-	-	-	(411,000)	-	-
-	-	-	-	(4,096)	-
-	-	-	-	4,096	-
5,425,000	-	-	14,947,000	14,000,000	1,575,000
5,575,000	(583,507)	21,000	15,314,994	14,000,000	1,575,000
2,465,822	(1,740,707)	(1,437,647)	(5,918,393)	9,370,185	913,734
8,811,025	27,927,227	3,930,234	28,538,562	8,949,483	1,299,239
\$ 11,276,847	\$ 26,186,520	\$ 2,492,587	\$ 22,620,169	\$ 18,319,668	\$ 2,212,973

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN PROJECT FUND BALANCES BY PURPOSE
CAPITAL ACQUISITION FUND
YEAR ENDED JUNE 30, 2018

	Storm Sewer	Street Improvements	Transit	Total
REVENUES:				
Taxes:				
Franchise taxes	\$ -	\$ -	\$ -	\$ 385,998
Total taxes	-	-	-	385,998
Intergovernmental:				
Grants:				
Federal Aviation Administration	-	96,914	-	96,914
State Highway Department	-	2,322,017	-	2,603,030
State Agency of Aging	-	-	-	1,830,939
State Dept of Finance & Administration	-	-	-	2,875,326
State Department of Finance CIP	-	-	-	38,952
State Community Schools	-	-	-	(180,169)
Total intergovernmental	-	2,418,931	-	7,264,992
Interest on investments	206,278	573,727	31,922	83,125
Miscellaneous:				
Sales of real property	-	364,618	-	364,618
Contributions in aid of construction/Other Contrib	253,433	7,696	-	1,212,852
Other revenue (expenditure)	13,875	33,000	-	2,096,239
Total miscellaneous	267,308	405,314	-	3,673,709
Total revenues	473,586	3,397,972	31,922	11,407,824
EXPENDITURES				
Capital Outlay	4,871,286	25,635,026	1,363,233	93,034,750
Total expenditures	4,871,286	25,635,026	1,363,233	93,034,750
Excess (deficiency) of revenues over expenditures	(4,397,700)	(22,237,054)	(1,331,311)	(81,626,926)
OTHER FINANCING SOURCES (USES)				
Transfers in from other funds	-	-	-	1,110,450
Transfers out to other funds	-	-	(875,441)	(2,266,065)
Internal transfers in	-	-	-	(4,096)
Internal transfers out	-	-	-	4,096
Proceeds of notes payable and bonds issued	2,000,000	28,998,000	4,500,000	115,840,246
Total other financing sources (uses)	2,000,000	28,998,000	3,624,559	114,684,631
Net change in fund balances	(2,397,700)	6,760,946	2,293,248	33,057,705
Fund balances, July 1	20,088,094	48,094,435	3,909,578	210,908,987
Fund balances, June 30	\$ 17,690,394	\$ 54,855,381	\$ 6,202,826	\$ 243,966,692

CITY OF ALBUQUERQUE, NEW MEXICO

DESCRIPTION OF NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

- COMMUNITY DEVELOPMENT FUND - A project fund reported on a life-to-date basis 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 - A project fund reported on a life-to-date basis to account for contributions and donations earmarked for specific projects of Culture and Recreation Department. (Enactment No. 51-1997, R-97-189-12th Council)
- ALBUQUERQUE BIOLOGICAL PARK PROJECTS FUND - A project fund reported on a life-to-date basis to account for contributions and donations earmarked for specific projects of the Biological Park. (Enactment No. 51-1997, R-97-182-12th Council)
- CITY HOUSING FUND - A project fund reported on a life-to-date basis to account for the revenues and expenditures incurred for the repair and replacement of the City operated subsidized housing. (Enactment No. 110-1984, R-84-112-6th 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 - A project fund reported on a life-to-date basis 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, 0-79-64-3rdCouncil)
- METROPOLITAN REDEVELOPMENT FUND - A project fund reported on a life-to-date basis 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 ECONOMIC DEVELOPMENT FUND - A project fund reported on a lift-to-date basis 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 perty regions within the City. (4-2-2 RO 1994)
- LAW ENFORCEMENT PROTECTION FUND - A project fund reported on a life-to-date basis 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)
- URBAN ENHANCEMENT EXPENDITURES FUND - A project fund reported on a life-to-date basis to account for the investment earnings of the Urban Enhancement Permanent Fund that is transferred to this fund and the related expenditures. (Enactment No. 79-1983,0-83-170-5th 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-82-67-5th 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, 0-83-170-5th Council)

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	Special Revenue					
	Community Development Fund	Fire Fund	Lodgers Tax Fund	Hospitality Tax Fund	Cultural And Recreation Projects Fund	Albuquerque Biological Park Projects Fund
ASSETS						
Cash and investments	\$ 1,174,125	\$ 813,356	\$ 1,041,093	\$ 396,179	\$ 42,929	\$ 937,976
Cash held by others	-	-	-	-	-	-
Accounts receivable, net of allowance:						
Taxes receivable	-	-	1,329,421	265,886	-	-
Accounts receivable	-	-	-	-	-	230,902
Rehabilitation loans	2,066,749	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Due from other government units	589,955	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	1,986	-	-	-	752
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Cash with fiscal agent	-	-	-	-	-	-
Land held for sale	-	-	-	-	-	-
Total assets	\$ 3,830,829	\$ 815,342	\$ 2,370,514	\$ 662,065	\$ 42,929	\$ 1,169,630
LIABILITIES						
Accounts payable	\$ 48,744	\$ 124,814	\$ 359,146	\$ 171,441	\$ 83,361	\$ 317,133
Contracts payable	-	-	-	-	-	-
Accrued employee compensation	98	-	-	-	-	5,637
Due to other funds	21	-	-	-	-	-
Unearned revenue	2,378,936	-	-	-	-	-
Matured interest payable	-	-	-	-	-	-
Total liabilities	2,427,799	124,814	359,146	171,441	83,361	322,770
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue - taxes	-	-	15,619	3,124	-	-
Deferred revenue - special assessments	-	-	-	-	-	-
Total deferred inflows of resources	-	-	15,619	3,124	-	-
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	1,403,030	690,528	1,995,749	487,500	-	-
Committed	-	-	-	-	-	846,860
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	(40,432)	-
Total fund balances (deficits)	1,403,030	690,528	1,995,749	487,500	(40,432)	846,860
Total liabilities, deferred inflows and fund balances	\$ 3,830,829	\$ 815,342	\$ 2,370,514	\$ 662,065	\$ 42,929	\$ 1,169,630

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	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
ASSETS							
Cash and investments	\$ 1,980,762	\$ 3,895,293	\$ -	\$ 632,523	\$ 2,315	\$ 4,411,543	\$ 5,676,414
Cash held by others	319,874	-	-	-	-	-	-
Accounts receivable, net of allowance:							
Taxes receivable	-	-	-	-	-	-	-
Accounts receivable	50,000	-	-	6,132	-	-	-
Rehabilitation loans	-	-	-	-	1,660,207	-	-
Developer loans	-	-	-	-	506,213	1,912,747	1,386,282
Special assessments	-	-	-	-	-	-	-
Due from other government units	-	-	-	-	7,603,281	-	-
Due from other funds	231,691	-	-	-	-	-	-
Prepaid expenses	-	563	-	-	6,159	-	-
Restricted assets:							
Cash and investments	-	-	-	-	-	-	-
Cash with fiscal agent	-	-	-	-	-	-	-
Land held for sale	-	-	-	-	-	-	-
Total assets	\$ 2,582,327	\$ 3,895,856	\$ -	\$ 638,655	\$ 9,778,175	\$ 6,324,290	\$ 7,062,696
LIABILITIES							
Accounts payable	\$ 196,457	\$ 102,111	\$ -	\$ 174,989	\$ 1,130,967	\$ 400,772	\$ -
Contracts payable	-	200,756	-	-	782,093	-	-
Accrued employee compensation	-	38,113	-	84,273	123,489	-	-
Due to other funds	-	5,970	98	20,958	1,039,802	-	-
Unearned revenue	50,000	-	-	-	4,677,543	1,912,748	1,386,283
Matured interest payable	-	-	-	-	-	-	-
Total liabilities	246,457	346,950	98	280,220	7,753,894	2,313,520	1,386,283
DEFERRED INFLOWS OF RESOURCES							
Deferred revenue - taxes	-	-	-	-	-	-	-
Deferred revenue - special assessments	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-
FUND BALANCES (DEFICITS)							
Nonspendable	-	-	-	-	-	-	-
Restricted	-	3,548,906	-	358,435	2,024,281	4,010,770	-
Committed	2,335,870	-	-	-	-	-	5,659,434
Assigned	-	-	-	-	-	-	-
Unassigned	-	-	(98)	-	-	-	16,979
Total fund balances (deficits)	2,335,870	3,548,906	(98)	358,435	2,024,281	4,010,770	5,676,413
Total liabilities, deferred inflows and fund balances	\$ 2,582,327	\$ 3,895,856	\$ -	\$ 638,655	\$ 9,778,175	\$ 6,324,290	\$ 7,062,696

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	Special Revenue				
	Law Enforcement Protection Fund	Gas Tax Road Fund	City/County Facilities Fund	Urban Enhancement Expenditures Fund	Special Revenue Total
ASSETS					
Cash and investments	\$ 655,629	\$ 45,999	\$ 919,719	\$ 943,680	\$ 23,569,535
Cash held by others	-	-	-	-	319,874
Accounts receivable, net of allowance:					
Taxes receivable	-	765,449	-	-	2,360,756
Accounts receivable	248	-	91,350	-	378,632
Rehabilitation loans	-	-	-	-	3,726,956
Developer loans	-	-	-	-	3,805,242
Special assessments	-	-	-	-	-
Due from other government units	-	-	-	-	8,193,236
Due from other funds	-	-	-	17,893	249,584
Prepaid expenses	140,290	-	-	-	149,750
Restricted assets:					
Cash and investments	-	-	-	-	-
Cash with fiscal agent	-	-	-	-	-
Land held for sale	-	-	-	-	-
Total assets	<u>\$ 796,167</u>	<u>\$ 811,448</u>	<u>\$ 1,011,069</u>	<u>\$ 961,573</u>	<u>\$ 42,753,565</u>
LIABILITIES					
Accounts payable	\$ 127,648	\$ 26,303	\$ 126,409	\$ 33,946	\$ 3,424,241
Contracts payable	-	-	-	-	982,849
Accrued employee compensation	-	65,879	16,149	-	333,638
Due to other funds	-	354,051	2,827	-	1,423,727
Unearned revenue	-	-	-	-	10,405,510
Matured interest payable	-	-	-	-	-
Total liabilities	<u>127,648</u>	<u>446,233</u>	<u>145,385</u>	<u>33,946</u>	<u>16,569,965</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred revenue - taxes	-	360,010	-	-	378,753
Deferred revenue - special assessments	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>360,010</u>	<u>-</u>	<u>-</u>	<u>378,753</u>
FUND BALANCES (DEFICITS)					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	-	14,519,199
Committed	668,519	-	865,684	927,627	11,303,994
Assigned	-	5,205	-	-	5,205
Unassigned	-	-	-	-	(23,551)
Total fund balances (deficits)	<u>668,519</u>	<u>5,205</u>	<u>865,684</u>	<u>927,627</u>	<u>25,804,847</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 796,167</u>	<u>\$ 811,448</u>	<u>\$ 1,011,069</u>	<u>\$ 961,573</u>	<u>\$ 42,753,565</u>

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	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	
ASSETS						
Cash and investments	\$ 1,012,461	\$ 14,930,357	\$ 57,214,748	\$ 8,957,731	\$ 820,540	\$ 82,935,837
Cash held by others	-	-	-	-	-	-
Accounts receivable, net of allowance:						
Taxes receivable	-	3,139,253	7,579,731	-	-	10,718,984
Accounts receivable	-	-	-	-	-	-
Rehabilitation loans	-	-	-	-	-	-
Developer loans	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Due from other government units	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-
Restricted assets:						
Cash and investments	-	-	-	-	-	-
Cash with fiscal agent	-	-	-	-	-	-
Land held for sale	-	-	-	-	-	-
Total assets	\$ 1,012,461	\$ 18,069,610	\$ 64,794,479	\$ 8,957,731	\$ 820,540	\$ 93,654,821
LIABILITIES						
Accounts payable	\$ -	\$ 671,298	\$ 2,746,729	\$ 244,694	\$ 53,926	\$ 3,716,647
Contracts payable	-	8,270	193,567	2,326	-	204,163
Accrued employee compensation	-	4,962	28,632	-	-	33,594
Due to other funds	-	241	1,468,820	-	-	1,469,061
Unearned revenue	-	-	-	8,796,568	-	8,796,568
Matured interest payable	-	-	-	-	-	-
Total liabilities	-	684,771	4,437,748	9,043,588	53,926	14,220,033
DEFERRED INFLOWS OF RESOURCES						
Deferred revenue - taxes	-	1,583,524	3,515,999	-	-	5,099,523
Deferred revenue - special assessments	-	-	-	-	-	-
Total deferred inflows of resources	-	1,583,524	3,515,999	-	-	5,099,523
FUND BALANCES (DEFICITS)						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	56,840,732	-	-	56,840,732
Committed	1,012,461	-	-	-	-	1,012,461
Assigned	-	15,801,315	-	-	766,614	16,567,929
Unassigned	-	-	-	(85,857)	-	(85,857)
Total fund balances (deficits)	1,012,461	15,801,315	56,840,732	(85,857)	766,614	74,335,265
Total liabilities, deferred inflows and fund balances	\$ 1,012,461	\$ 18,069,610	\$ 64,794,479	\$ 8,957,731	\$ 820,540	\$ 93,654,821

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018

	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	
ASSETS								
Cash and investments	\$ 17,697,651	\$ 6,841	\$ 7,144,109	\$ 24,848,601	\$ -	\$ -	\$ -	\$ 131,353,973
Cash held by others	-	-	-	-	-	-	-	319,874
Accounts receivable, net of allowance:								
Taxes receivable	-	-	-	-	-	-	-	13,079,740
Accounts receivable	-	-	-	-	-	-	-	378,632
Rehabilitation loans	-	-	-	-	-	-	-	3,726,956
Developer loans	-	-	-	-	-	-	-	3,805,242
Special assessments	-	-	12,187,856	12,187,856	-	-	-	12,187,856
Due from other government units	-	-	-	-	-	-	-	8,193,236
Due from other funds	-	-	-	-	-	-	-	249,584
Prepaid expenses	-	812	-	812	-	-	-	150,562
Restricted assets:								
Cash and investments	-	-	-	-	10,898,325	7,651,559	18,549,884	18,549,884
Cash with fiscal agent	774,559	-	-	774,559	-	-	-	774,559
Land held for sale	-	-	-	-	2,287,306	-	2,287,306	2,287,306
Total assets	\$ 18,472,210	\$ 7,653	\$ 19,331,965	\$ 37,811,828	\$ 13,185,631	\$ 7,651,559	\$ 20,837,190	\$ 195,057,404
LIABILITIES								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,140,888
Contracts payable	-	-	-	-	-	-	-	1,187,012
Accrued employee compensation	-	-	-	-	-	-	-	367,232
Due to other funds	-	-	-	-	24,011	17,892	41,903	2,934,691
Unearned revenue	-	-	-	-	-	-	-	19,202,078
Matured interest payable	5,163,497	-	257,560	5,421,057	-	-	-	5,421,057
Total liabilities	5,163,497	-	257,560	5,421,057	24,011	17,892	41,903	36,252,958
DEFERRED INFLOWS OF RESOURCES								
Deferred revenue - taxes	-	-	-	-	-	-	-	5,478,276
Deferred revenue - special assessments	-	-	10,629,939	10,629,939	-	-	-	10,629,939
Total deferred inflows of resources	-	-	10,629,939	10,629,939	-	-	-	16,108,215
FUND BALANCES (DEFICITS)								
Nonspendable	-	-	-	-	10,874,314	7,633,667	18,507,981	18,507,981
Restricted	13,308,713	7,653	7,605,039	20,921,405	2,287,306	-	2,287,306	94,568,642
Committed	-	-	839,427	839,427	-	-	-	13,155,882
Assigned	-	-	-	-	-	-	-	16,573,134
Unassigned	-	-	-	-	-	-	-	(109,408)
Total fund balances (deficits)	13,308,713	7,653	8,444,466	21,760,832	13,161,620	7,633,667	20,795,287	142,696,231
Total liabilities, deferred inflows and fund balances	\$ 18,472,210	\$ 7,653	\$ 19,331,965	\$ 37,811,828	\$ 13,185,631	\$ 7,651,559	\$ 20,837,190	\$ 195,057,404

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue					
	Community Development Fund	Fire Fund	Lodgers Tax Fund	Hospitality Tax Fund	Cultural And Recreation Projects Fund	Albuquerque Biological Park Projects Fund
REVENUES						
Taxes:						
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	13,072,384	2,614,477	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental - federal	(3,485,552)	-	-	-	-	-
Intergovernmental - state	-	2,237,920	-	-	-	-
Charges for services	-	-	-	-	-	152,926
Fines and forfeitures	-	-	-	-	-	-
Investment earnings	-	14,205	(1,754)	644	(340)	(10,625)
Special assessments	-	-	-	-	-	-
Miscellaneous	2,919,921	1,440	-	-	208,322	2,339,324
Total revenues	<u>(565,631)</u>	<u>2,253,565</u>	<u>13,070,630</u>	<u>2,615,121</u>	<u>207,982</u>	<u>2,481,625</u>
EXPENDITURES						
Current:						
General government	-	-	5,499,021	1,062,000	-	-
Public safety	-	2,713,532	-	-	-	-
Culture and recreation	(288,040)	-	-	-	210,036	1,995,118
Public works	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Health	-	-	-	-	-	-
Human services	608,303	-	-	-	-	-
Housing	(1,671,919)	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	(553,000)	184,714	-	-	-	8,075
Total expenditures	<u>(1,904,656)</u>	<u>2,898,246</u>	<u>5,499,021</u>	<u>1,062,000</u>	<u>210,036</u>	<u>2,003,193</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,339,025</u>	<u>(644,681)</u>	<u>7,571,609</u>	<u>1,553,121</u>	<u>(2,054)</u>	<u>478,432</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	-	-
Transfers out	-	(102,000)	(7,395,000)	(1,362,000)	-	-
Bonds and notes issued	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>(102,000)</u>	<u>(7,395,000)</u>	<u>(1,362,000)</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>1,339,025</u>	<u>(746,681)</u>	<u>176,609</u>	<u>191,121</u>	<u>(2,054)</u>	<u>478,432</u>
Fund balance (deficit), July 1	64,005	1,437,209	1,819,140	296,379	(38,378)	368,428
Fund balance (deficit), June 30	<u>\$ 1,403,030</u>	<u>\$ 690,528</u>	<u>\$ 1,995,749</u>	<u>\$ 487,500</u>	<u>\$ (40,432)</u>	<u>\$ 846,860</u>

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue						
	City Housing Fund	Air Quality Fund	Heart Ordinance Fund	Senior Services Provider Fund	Operating Grants Fund	Metropolitan Redevelopment Fund	
REVENUES							
Taxes:							
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	-	-	-
Licenses and permits	-	3,078,106	102,275	-	-	-	-
Intergovernmental - federal	-	-	-	-	21,436,396	-	-
Intergovernmental - state	-	-	-	-	405,789	-	-
Charges for services	-	-	-	6,717,910	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-
Investment earnings	(451)	19,936	(70)	(5,000)	(51,411)	13,393	15,919
Special assessments	-	-	-	-	-	-	-
Miscellaneous	60,968	117	-	167,902	688,938	601,034	150,517
Total revenues	<u>60,517</u>	<u>3,098,159</u>	<u>102,205</u>	<u>6,880,812</u>	<u>22,479,712</u>	<u>614,427</u>	<u>166,436</u>
EXPENDITURES							
Current:							
General government	-	-	-	-	1,448,133	580,067	-
Public safety	-	-	-	-	3,133,300	-	-
Culture and recreation	-	-	-	-	351,024	-	-
Public works	-	-	-	-	-	-	-
Highways and streets	-	-	-	-	-	-	-
Health	-	2,721,997	102,274	-	1,767,439	-	-
Human services	-	-	-	6,888,623	19,287,246	-	-
Housing	55,086	-	-	-	-	-	237,500
Debt service:							
Principal retirement	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-
Capital outlay	-	20,851	-	-	704,339	-	-
Total expenditures	<u>55,086</u>	<u>2,742,848</u>	<u>102,274</u>	<u>6,888,623</u>	<u>26,691,481</u>	<u>580,067</u>	<u>237,500</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,431</u>	<u>355,311</u>	<u>(69)</u>	<u>(7,811)</u>	<u>(4,211,769)</u>	<u>34,360</u>	<u>(71,064)</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	53,046	-	-	-	5,515,553	245,000	-
Transfers out	-	-	-	-	-	-	-
Bonds and notes issued	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>53,046</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,515,553</u>	<u>245,000</u>	<u>-</u>
Net change in fund balance	<u>58,477</u>	<u>355,311</u>	<u>(69)</u>	<u>(7,811)</u>	<u>1,303,784</u>	<u>279,360</u>	<u>(71,064)</u>
Fund balance (deficit), July 1	<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>
Fund balance (deficit), June 30	<u>\$ 2,335,870</u>	<u>\$ 3,548,906</u>	<u>\$ (98)</u>	<u>\$ 358,435</u>	<u>\$ 2,024,281</u>	<u>\$ 4,010,770</u>	<u>\$ 5,676,413</u>

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue				Special Revenue Total
	Law Enforcement Protection Fund	Gas Tax Road Fund	City/County Facilities Fund	Urban Enhancement Expenditures Fund	
REVENUES					
Taxes:					
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -
Lodgers' and hospitality taxes	-	-	-	-	15,686,861
Licenses and permits	-	-	-	-	3,180,381
Intergovernmental - federal	-	-	-	-	17,950,844
Intergovernmental - state	563,200	4,810,917	-	-	8,017,826
Charges for services	36,664	-	1,090,190	-	7,997,690
Fines and forfeitures	670,805	-	-	-	670,805
Investment earnings	2,400	(6,605)	(5,387)	2,045	(13,101)
Special assessments	-	-	-	-	-
Miscellaneous	55,073	-	-	-	7,193,556
Total revenues	<u>1,328,142</u>	<u>4,804,312</u>	<u>1,084,803</u>	<u>2,045</u>	<u>60,684,862</u>
EXPENDITURES					
Current:					
General government	-	-	2,905,946	-	11,495,167
Public safety	760,554	-	-	-	6,607,386
Culture and recreation	-	-	-	144,034	2,412,172
Public works	-	-	-	-	-
Highways and streets	-	5,540,419	-	-	5,540,419
Health	-	-	-	-	4,591,710
Human services	-	-	-	-	26,784,172
Housing	-	-	-	-	(1,379,333)
Debt service:					
Principal retirement	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	-	-	364,979
Total expenditures	<u>760,554</u>	<u>5,540,419</u>	<u>2,905,946</u>	<u>144,034</u>	<u>56,416,672</u>
Excess (deficiency) of revenues over (under) expenditures	<u>567,588</u>	<u>(736,107)</u>	<u>(1,821,143)</u>	<u>(141,989)</u>	<u>4,268,190</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	278,000	2,288,000	190,234	8,569,833
Transfers out	(588,000)	-	-	-	(9,447,000)
Bonds and notes issued	-	-	-	-	-
Total other financing sources (uses)	<u>(588,000)</u>	<u>278,000</u>	<u>2,288,000</u>	<u>190,234</u>	<u>(877,167)</u>
Net change in fund balance	<u>(20,412)</u>	<u>(458,107)</u>	<u>466,857</u>	<u>48,245</u>	<u>3,391,023</u>
Fund balance (deficit), July 1	<u>688,931</u>	<u>463,312</u>	<u>398,827</u>	<u>879,382</u>	<u>22,413,824</u>
Fund balance (deficit), June 30	<u>\$ 668,519</u>	<u>\$ 5,205</u>	<u>\$ 865,684</u>	<u>\$ 927,627</u>	<u>\$ 25,804,847</u>

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	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	
REVENUES						
Taxes:						
Gross receipts taxes, local option	\$ -	\$ 19,239,127	\$ 39,719,594	\$ -	\$ -	\$ 58,958,721
Lodgers' and hospitality taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental - federal	-	-	-	-	-	-
Intergovernmental - state	-	-	-	-	-	-
Charges for services	-	-	-	3,967,709	-	3,967,709
Fines and forfeitures	-	-	-	-	-	-
Investment earnings	2,578	27,960	165,786	(114,151)	1,713	83,886
Special assessments	-	-	-	-	-	-
Miscellaneous	-	-	153,669	-	212	153,881
Total revenues	<u>2,578</u>	<u>19,267,087</u>	<u>40,039,049</u>	<u>3,853,558</u>	<u>1,925</u>	<u>63,164,197</u>
EXPENDITURES						
Current:						
General government	-	-	-	169,256	635,493	804,749
Public safety	-	-	-	104,748	-	104,748
Culture and recreation	-	976,388	-	58,531	-	1,034,919
Public works	-	-	-	486,836	-	486,836
Highways and streets	-	-	2,957,628	122,703	-	3,080,331
Health	-	-	-	-	-	-
Human services	-	-	-	-	-	-
Housing	-	-	-	-	-	-
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay	-	12,582,023	15,099,227	3,025,870	134,900	30,842,020
Total expenditures	<u>-</u>	<u>13,558,411</u>	<u>18,056,855</u>	<u>3,967,944</u>	<u>770,393</u>	<u>36,353,603</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,578</u>	<u>5,708,676</u>	<u>21,982,194</u>	<u>(114,386)</u>	<u>(768,468)</u>	<u>26,810,594</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	-	-	-	-	300,000	300,000
Transfers out	-	-	(16,005,738)	-	-	(16,005,738)
Bonds and notes issued	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(16,005,738)</u>	<u>-</u>	<u>300,000</u>	<u>(15,705,738)</u>
Net change in fund balance	<u>2,578</u>	<u>5,708,676</u>	<u>5,976,456</u>	<u>(114,386)</u>	<u>(468,468)</u>	<u>11,104,856</u>
Fund balance (deficit), July 1	<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>
Fund balance (deficit), June 30	<u>\$ 1,012,461</u>	<u>\$ 15,801,315</u>	<u>\$ 56,840,732</u>	<u>\$ (85,857)</u>	<u>\$ 766,614</u>	<u>\$ 74,335,265</u>

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	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	
REVENUES								
Taxes:								
Gross receipts taxes, local option	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,958,721
Lodgers' and hospitality taxes	-	-	-	-	-	-	-	15,686,861
Licenses and permits	-	-	-	-	-	-	-	3,180,381
Intergovernmental - federal	439,328	-	-	439,328	-	-	-	18,390,172
Intergovernmental - state	-	-	-	-	-	-	-	8,017,826
Charges for services	-	-	23,864	23,864	-	-	-	11,989,263
Fines and forfeitures	-	-	-	-	-	-	-	670,805
Investment earnings	(105,159)	1,303	19,214	(84,642)	563,110	(138,902)	424,208	410,351
Special assessments	-	-	3,005,731	3,005,731	-	-	-	3,005,731
Miscellaneous	-	-	-	-	-	-	-	7,347,437
Total revenues	<u>334,169</u>	<u>1,303</u>	<u>3,048,809</u>	<u>3,384,281</u>	<u>563,110</u>	<u>(138,902)</u>	<u>424,208</u>	<u>127,657,548</u>
EXPENDITURES								
Current:								
General government	-	-	16,646	16,646	122,091	-	122,091	12,438,653
Public safety	-	-	-	-	-	-	-	6,712,134
Culture and recreation	-	-	-	-	-	-	-	3,447,091
Public works	-	-	-	-	-	-	-	486,836
Highways and streets	-	-	-	-	-	-	-	8,620,750
Health	-	-	-	-	-	-	-	4,591,710
Human services	-	-	-	-	-	-	-	26,784,172
Housing	-	-	-	-	-	-	-	(1,379,333)
Debt service:								
Principal retirement	10,665,000	63,680	1,717,068	12,445,748	-	-	-	12,445,748
Interest	9,949,707	37,363	527,998	10,515,068	-	-	-	10,515,068
Capital outlay	-	-	-	-	-	-	-	31,206,999
Total expenditures	<u>20,614,707</u>	<u>101,043</u>	<u>2,261,712</u>	<u>22,977,462</u>	<u>122,091</u>	<u>-</u>	<u>122,091</u>	<u>115,869,828</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,280,538)</u>	<u>(99,740)</u>	<u>787,097</u>	<u>(19,593,181)</u>	<u>441,019</u>	<u>(138,902)</u>	<u>302,117</u>	<u>11,787,720</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	20,370,000	102,000	-	20,472,000	-	-	-	29,341,833
Transfers out	-	-	-	-	(250,450)	(190,234)	(440,684)	(25,893,422)
Bonds and notes issued	469,754	-	-	469,754	-	-	-	469,754
Total other financing sources (uses)	<u>20,839,754</u>	<u>102,000</u>	<u>-</u>	<u>20,941,754</u>	<u>(250,450)</u>	<u>(190,234)</u>	<u>(440,684)</u>	<u>3,918,165</u>
Net change in fund balance	<u>559,216</u>	<u>2,260</u>	<u>787,097</u>	<u>1,348,573</u>	<u>190,569</u>	<u>(329,136)</u>	<u>(138,567)</u>	<u>15,705,885</u>
Fund balance (deficit), July 1	12,749,497	5,393	7,657,369	20,412,259	12,971,051	7,962,803	20,933,854	126,990,346
Fund balance (deficit), June 30	<u>\$ 13,308,713</u>	<u>\$ 7,653</u>	<u>\$ 8,444,466</u>	<u>\$ 21,760,832</u>	<u>\$ 13,161,620</u>	<u>\$ 7,633,667</u>	<u>\$ 20,795,287</u>	<u>\$ 142,696,231</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT FUND
YEAR ENDED JUNE 30, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
U.S. Dept. of Housing & Urban Development	\$ 53,341,014	\$ 44,598,413	\$ 8,742,601	\$ (3,485,552)	\$ 12,228,153
N.M. Board of Finance	7,000,000	5,274,090	1,725,910	-	1,725,910
Interest:					
Miscellaneous:					
Liens and recoveries	1,849,654	4,919,711	(3,070,057)	27,609	(3,097,666)
Other miscellaneous	-	738,718	(738,718)	2,892,312	(3,631,030)
Total revenues	<u>62,190,668</u>	<u>55,530,932</u>	<u>6,659,736</u>	<u>(565,631)</u>	<u>7,225,367</u>
EXPENDITURES:					
Current:					
Community recreation	14,717,811	12,826,799	1,891,012	(332,628)	2,223,640
Health & social services	14,895,180	11,782,724	3,112,456	608,303	2,504,153
Accounting	12,338,296	10,921,553	1,416,743	(374,988)	1,791,731
Affordable housing	21,138,813	20,039,239	1,099,574	(1,805,343)	2,904,917
Total expenditures	<u>63,090,100</u>	<u>55,570,315</u>	<u>7,519,785</u>	<u>(1,904,656)</u>	<u>9,424,441</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(899,432)</u>	<u>(39,383)</u>	<u>(860,049)</u>	<u>1,339,025</u>	<u>(2,199,074)</u>
Net change in fund balance	<u>\$ (899,432)</u>	<u>\$ (39,383)</u>	<u>\$ (860,049)</u>	<u>1,339,025</u>	<u>\$ (2,199,074)</u>
Fund balance, July 1				<u>64,005</u>	
Fund balance, June 30				<u>\$ 1,403,030</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - FIRE FUND
YEAR ENDED JUNE 30, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Intergovernmental - state	\$ 2,035,697	\$ 2,035,697	\$ 2,237,920	\$ 202,223
Interest:				
Investment earnings	5,000	5,000	14,205	9,205
Miscellaneous	-	-	1,440	1,440
Total revenues	<u>2,040,697</u>	<u>2,040,697</u>	<u>2,253,565</u>	<u>212,868</u>
EXPENDITURES:				
Current:				
Public safety:				
Fire special improvements	<u>3,235,000</u>	<u>3,235,000</u>	<u>2,898,246</u>	<u>336,754</u>
Total expenditures	<u>3,235,000</u>	<u>3,235,000</u>	<u>2,898,246</u>	<u>336,754</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,194,303)</u>	<u>(1,194,303)</u>	<u>(644,681)</u>	<u>549,622</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>(102,000)</u>	<u>(102,000)</u>	<u>(102,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>(102,000)</u>	<u>(102,000)</u>	<u>(102,000)</u>	<u>-</u>
Net change in fund balance	(1,296,303)	(1,296,303)	(746,681)	549,622
Fund balance, July 1	<u>1,437,209</u>	<u>1,437,209</u>	<u>1,437,209</u>	<u>-</u>
Fund balance, June 30	<u>\$ 140,906</u>	<u>\$ 140,906</u>	<u>\$ 690,528</u>	<u>\$ 549,622</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, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Over/Under</u>
REVENUES:				
Lodgers' tax	\$ 12,309,000	\$ 12,309,000	\$ 13,072,384	\$ 763,384
Interest:				
Investment earnings	1,000	1,000	(1,754)	(2,754)
Total revenues	<u>12,310,000</u>	<u>12,310,000</u>	<u>13,070,630</u>	<u>760,630</u>
EXPENDITURES:				
Current:				
General government				
Lodger's promotion	5,191,000	5,505,000	5,499,021	5,979
Total expenditures	<u>5,191,000</u>	<u>5,505,000</u>	<u>5,499,021</u>	<u>5,979</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,119,000</u>	<u>6,805,000</u>	<u>7,571,609</u>	<u>766,609</u>
OTHER FINANCING SOURCES (USES):				
Transfer to Sales Tax Debt Service Fund	(6,551,000)	(6,494,000)	(6,494,000)	-
Transfer to General Fund	(561,000)	(901,000)	(901,000)	-
Total other financing sources (uses)	<u>(7,112,000)</u>	<u>(7,395,000)</u>	<u>(7,395,000)</u>	<u>-</u>
Net change in fund balance	7,000	(590,000)	176,609	766,609
Fund balance, July 1	<u>1,819,140</u>	<u>1,819,140</u>	<u>1,819,140</u>	<u>-</u>
Fund balance, June 30	<u>\$ 1,826,140</u>	<u>\$ 1,229,140</u>	<u>\$ 1,995,749</u>	<u>\$ 766,609</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, 2018

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget- Over/Under</u>
REVENUES:				
Hospitality tax	\$ 2,462,000	\$ 2,462,000	\$ 2,614,477	\$ 152,477
Interest:				
Investment earnings	1,000	1,000	644	(356)
Total revenues	<u>2,463,000</u>	<u>2,463,000</u>	<u>2,615,121</u>	<u>152,121</u>
EXPENDITURES:				
Current:				
General government				
Lodger's promotion	1,016,000	1,062,000	1,062,000	-
Total expenditures	<u>1,016,000</u>	<u>1,062,000</u>	<u>1,062,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,447,000	1,401,000	1,553,121	152,121
OTHER FINANCING SOURCES (USES):				
Transfers out	(1,273,000)	(1,362,000)	(1,362,000)	-
Total other financing sources (uses)	<u>(1,273,000)</u>	<u>(1,362,000)</u>	<u>(1,362,000)</u>	<u>-</u>
Net change in fund balance	174,000	39,000	191,121	152,121
Fund balance, July 1	<u>296,379</u>	<u>296,379</u>	<u>296,379</u>	<u>-</u>
Fund balance, June 30	<u>\$ 470,379</u>	<u>\$ 335,379</u>	<u>\$ 487,500</u>	<u>\$ 152,121</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Charges for services	\$ 7,179,529	\$ 7,321,463	\$ (141,934)	\$ -	\$ (141,934)
Interest					
Investment earnings	465,870	598,724	(132,854)	(340)	(132,514)
Miscellaneous	6,817,943	7,367,504	(549,561)	(1)	(549,560)
Contributions	3,000,125	3,219,357	(219,232)	208,324	(427,556)
Total revenues	<u>17,463,467</u>	<u>18,507,048</u>	<u>(1,043,581)</u>	<u>207,983</u>	<u>(1,251,564)</u>
EXPENDITURES:					
Culture and recreation	<u>17,631,467</u>	<u>16,951,603</u>	<u>679,864</u>	<u>210,037</u>	<u>469,827</u>
Total expenditures	<u>17,631,467</u>	<u>16,951,603</u>	<u>679,864</u>	<u>210,037</u>	<u>469,827</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(168,000)</u>	<u>1,555,445</u>	<u>(1,723,445)</u>	<u>(2,054)</u>	<u>(1,721,391)</u>
OTHER FINANCING SOURCES					
(USES):					
Transfers in	355,000	403,401	(48,401)	-	(48,401)
Transfers out	(2,255,000)	(2,255,000)	-	-	-
Insurance recovery	-	257,733	(257,733)	-	(257,733)
Total other financing sources (uses)	<u>(1,900,000)</u>	<u>(1,593,866)</u>	<u>(306,134)</u>	<u>-</u>	<u>(306,134)</u>
Net change in fund balance	<u>\$ (2,068,000)</u>	<u>\$ (38,421)</u>	<u>\$ (2,029,579)</u>	<u>(2,054)</u>	<u>\$ (2,027,525)</u>
Fund balance, July 1				<u>(38,378)</u>	
Fund balance, June 30				<u>\$ (40,432)</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Charges for services	\$ 2,897,000	\$ 2,636,723	\$ 260,277	\$ 152,926	\$ 107,351
Intergovernmental - state	-	6,234	(6,234)	-	(6,234)
Investment earnings	260,500	219,442	41,058	(10,625)	51,683
Miscellaneous	<u>29,793,713</u>	<u>27,229,925</u>	<u>2,563,788</u>	<u>2,339,324</u>	<u>224,464</u>
Total revenues	<u>32,951,213</u>	<u>30,092,324</u>	<u>2,858,889</u>	<u>2,481,625</u>	<u>377,264</u>
EXPENDITURES:					
Culture and recreation	<u>31,687,255</u>	<u>28,402,488</u>	<u>3,284,767</u>	<u>2,003,193</u>	<u>1,281,574</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,263,958</u>	<u>1,689,836</u>	<u>(425,878)</u>	<u>478,432</u>	<u>(904,310)</u>
OTHER FINANCING SOURCES (USES):					
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>\$ 367,421</u>	<u>\$ (542,463)</u>	<u>478,432</u>	<u>\$ (1,020,895)</u>
Fund balance, July 1				<u>368,428</u>	
Fund balance, June 30				<u>\$ 846,860</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Investment earnings	\$ 991,000	\$ 1,399,887	\$ (408,887)	\$ (451)	\$ (408,436)
Miscellaneous	<u>11,082,467</u>	<u>14,409,189</u>	<u>(3,326,722)</u>	<u>60,968</u>	<u>(3,387,690)</u>
Total revenues	<u>12,073,467</u>	<u>15,809,076</u>	<u>(3,735,609)</u>	<u>60,517</u>	<u>(3,796,126)</u>
EXPENDITURES:					
Current:					
Housing	<u>14,939,780</u>	<u>14,765,759</u>	<u>174,021</u>	<u>55,086</u>	<u>118,935</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,866,313)</u>	<u>1,043,317</u>	<u>(3,909,630)</u>	<u>5,431</u>	<u>(3,915,061)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	3,318,000	4,028,951	(710,951)	53,046	(763,997)
Transfers out	<u>(248,398)</u>	<u>(3,048,398)</u>	<u>2,800,000</u>	<u>-</u>	<u>2,800,000</u>
Total other financing sources (uses)	<u>3,069,602</u>	<u>980,553</u>	<u>2,089,049</u>	<u>53,046</u>	<u>2,036,003</u>
Net change in fund balance	<u>\$ 203,289</u>	<u>\$ 2,023,870</u>	<u>\$ (1,820,581)</u>	<u>58,477</u>	<u>\$ (1,879,058)</u>
Fund balance, July 1				<u>2,277,393</u>	
Fund balance, June 30				<u>\$ 2,335,870</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, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Licenses and permits				
Authorized vehicle inspection fees	\$ 25,000	\$ 25,000	\$ 26,800	\$ 1,800
Certified vehicle inspection fees	12,000	12,000	7,175	(4,825)
Certified vehicle paper sales	1,146,000	1,146,000	1,139,556	(6,444)
Dust permits	250,000	250,000	225,438	(24,562)
Title V operating permits	800,000	800,000	776,929	(23,071)
Air quality permit fees	750,000	750,000	857,806	107,806
Asbestos notification	45,000	45,000	44,402	(598)
Total licenses and permits	<u>3,028,000</u>	<u>3,028,000</u>	<u>3,078,106</u>	<u>50,106</u>
Investment earnings	8,000	8,000	19,936	11,936
Miscellaneous	-	-	117	117
Total revenues	<u>3,036,000</u>	<u>3,036,000</u>	<u>3,098,159</u>	<u>62,159</u>
EXPENDITURES:				
Environmental Health:				
Title V operating permits	1,597,000	1,600,000	1,527,323	72,677
Vehicle inspections	1,315,000	1,320,000	1,030,406	289,594
Indirect overhead	272,000	272,000	185,119	86,881
Total expenditures	<u>3,184,000</u>	<u>3,192,000</u>	<u>2,742,848</u>	<u>449,152</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(148,000)</u>	<u>(156,000)</u>	<u>355,311</u>	<u>511,311</u>
Net change in fund balance	(148,000)	(156,000)	355,311	511,311
Fund balance, July 1	<u>3,193,595</u>	<u>3,193,595</u>	<u>3,193,595</u>	<u>-</u>
Fund balance, June 30	<u>\$ 3,045,595</u>	<u>\$ 3,037,595</u>	<u>\$ 3,548,906</u>	<u>\$ 511,311</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, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Licenses and permits	\$ 79,000	\$ 103,000	\$ 102,275	\$ (725)
Investment earnings	-	-	(70)	(70)
Total revenues	<u>79,000</u>	<u>103,000</u>	<u>102,205</u>	<u>(795)</u>
EXPENDITURES:				
Current:				
Health	74,000	98,000	97,274	726
Indirect overhead	5,000	5,000	5,000	-
Total expenditures	<u>79,000</u>	<u>103,000</u>	<u>102,274</u>	<u>726</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>(69)</u>	<u>(69)</u>
Net change in fund balance	-	-	(69)	(69)
Fund balance, July 1	<u>(29)</u>	<u>(29)</u>	<u>(29)</u>	<u>-</u>
Fund balance, June 30	<u>\$ (29)</u>	<u>\$ (29)</u>	<u>\$ (98)</u>	<u>\$ (69)</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, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Charges for services	\$ 6,977,883	\$ 6,977,883	\$ 6,717,910	\$ (259,973)
Investment earnings	-	-	(5,000)	(5,000)
Miscellaneous	309,812	309,812	167,902	(141,910)
Total revenues	<u>7,287,695</u>	<u>7,287,695</u>	<u>6,880,812</u>	<u>(406,883)</u>
EXPENDITURES:				
Current:				
Human services	7,108,000	7,144,000	6,672,350	471,650
Indirect overhead	344,000	344,000	216,273	127,727
Total expenditures	<u>7,452,000</u>	<u>7,488,000</u>	<u>6,888,623</u>	<u>599,377</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(164,305)</u>	<u>(200,305)</u>	<u>(7,811)</u>	<u>192,494</u>
OTHER FINANCING SOURCES (USES):				
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(164,305)	(200,305)	(7,811)	192,494
Fund balance, July 1	<u>366,246</u>	<u>366,246</u>	<u>366,246</u>	<u>-</u>
Fund balance, June 30	<u>\$ 201,941</u>	<u>\$ 165,941</u>	<u>\$ 358,435</u>	<u>\$ 192,494</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET AND ACTUAL - OPERATING GRANTS FUND
YEAR ENDED JUNE 30, 2018

	Final Budget	Prior Years' Actual	Project Budget Remaining July 1, 2017	Current Year Actual	Project Budget Remaining June 30, 2018
REVENUES:					
Intergovernmental:					
Grants:					
U.S. Dept. of Housing & Urban Development	\$ 37,075,393	\$ 29,970,888	\$ 7,104,505	\$ 1,692,710	\$ 5,411,795
U.S. Environmental Protection Agency	853,470	1,001,576	(148,106)	(989,093)	840,987
Federal Aviation Administration	-	6,476,968	(6,476,968)	6,592,624	(13,069,592)
U.S. Dept. Health and Human Services	12,169,253	11,979,520	189,733	2,077,106	(1,887,373)
U.S. Department of Homeland Security	-	511,116	(511,116)	-	(511,116)
U.S. Department of the Treasury	50,000	79,537	(29,537)	35,782	(65,319)
U.S. Department of Justice	8,765,248	2,704,386	6,060,862	916,244	5,144,618
U.S. Dept. of Justice: Drug Enforcement Agency	103,214	199,004	(95,790)	68,380	(164,170)
Urban Mass Transit	2,289,205	2,733,471	(444,266)	(746,185)	301,919
Federal Emergency Management Agency	1,384,000	1,449,594	(65,594)	(212,784)	147,190
W.K. Kellogg Foundation	985,752	463,815	521,937	163,980	357,957
N.M. Animal Humane Association	91,639	28,783	62,856	4,892	57,964
Association of Food and Drug Officials	710	710	-	13,241	(13,241)
N.M. Dept. of H Security and Emerg. Mgmt	2,566,164	1,800,288	765,876	267,878	497,998
N.M. Dept. of Health - Social Services	1,634,844	1,089,983	544,861	303,542	241,319
N.M. Department of Public Safety	5,321,506	4,976,523	344,983	664,436	(319,453)
N.M. State Library	251,410	324,870	(73,460)	(76,620)	3,160
N.M. Department of Transportation	5,851,818	4,892,034	959,784	(5,435,012)	6,394,796
N.M. State Office on Aging	23,214,597	18,015,193	5,199,404	(11,266,940)	16,466,344
N.M. Board of Finance	188,000	408,001	(220,001)	63,238	(283,239)
N.M. Dept. of Economic Development	-	194,524	(194,524)	-	(194,524)
N.M. Cultural Office	-	-	-	6,250	(6,250)
N.M. Children, Youth & Families Dept.	6,857,850	4,562,856	2,294,994	1,818,736	476,258
N.M. Youth Conservation Corp. Comm.	-	58,948	(58,948)	-	(58,948)
N.M. HIDTA	1,816,152	1,057,816	758,336	504,622	253,714
N.M. Fire Marshall	278,560	369,960	(91,400)	-	(91,400)
N.M. Department of Tourism	224,000	155,047	68,953	74,572	(5,619)
N.M. Department of Workforce Solutions	282,326	223,854	58,472	4,000	54,472
National Community Services	452,896	190	452,706	301,732	150,974
National Endowment for the Arts	174,000	165,533	8,467	64,000	(55,533)
Regional Computer Forensics Lab FBI Reimb.	408,828	592,507	(183,679)	63,008	(246,687)
Community Action Agencies	932,418	1,470,048	(537,630)	-	(537,630)
Detox Treatment Reimbursement	-	3,131,470	(3,131,470)	-	(3,131,470)
International Assoc. of Fire Chiefs	-	-	-	1,000	(1,000)
Sober House	-	2,246,075	(2,246,075)	-	(2,246,075)
County Other	801,569	2,506,702	(1,705,133)	400,897	(2,106,030)
MRCOG	-	22,510	(22,510)	-	(22,510)
Total intergovernmental	115,024,822	105,864,300	9,160,522	(2,623,764)	11,784,286
Interest:					
Interest on investments	14,800	192,160	(177,360)	(51,411)	(125,949)
Miscellaneous:					
General government	-	167	(167)	-	(167)
Liens and recoveries	2,742,604	4,273,392	(1,530,788)	259,428	(1,790,216)
Contributions and donations	49,300	40,000	9,300	-	9,300
Other miscellaneous	4,023,330	4,016,447	6,883	307,233	(300,350)
Total miscellaneous	6,815,234	8,330,006	(1,514,772)	566,661	(2,081,433)
Total revenues	121,854,856	114,386,466	7,468,390	(2,108,514)	9,576,904

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET AND ACTUAL - OPERATING GRANTS FUND
YEAR ENDED JUNE 30, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
EXPENDITURES:					
General government:					
Planning-historic preservation	-	-	-	6,250	(6,250)
Transit	7,918,697	8,528,191	(609,494)	(1,377,938)	768,444
Finance and administrative services	22,075	150,538	(128,463)	4,000	132,463
Senior affairs	29,634,905	32,390,664	(2,755,759)	953,258	(3,709,017)
Animal welfare	94,519	31,546	62,973	4,892	58,081
Solid Waste	236,860	191,519	45,341	78,801	(33,460)
Economic development	(643,727)	2,106	(645,833)	-	(645,833)
Total general government	<u>37,263,329</u>	<u>41,294,564</u>	<u>(4,031,235)</u>	<u>(330,737)</u>	<u>(3,435,572)</u>
Public safety:					
Fire prevention	2,312,507	2,321,614	(9,107)	(94,220)	85,113
Emergency response	816,733	6,230,351	(5,413,618)	52,399	(5,466,017)
Police department	21,854,510	14,154,078	7,700,432	(2,357,769)	10,058,201
Total public safety	<u>24,983,750</u>	<u>22,706,043</u>	<u>2,277,707</u>	<u>(2,399,590)</u>	<u>4,677,297</u>
Culture and recreation:					
Library	260,822	337,442	(76,620)	(76,620)	-
Parks and recreation - strategic support	593,904	477,786	116,118	278,843	(162,725)
Total culture and recreation	<u>854,726</u>	<u>815,228</u>	<u>39,498</u>	<u>202,223</u>	<u>(162,725)</u>
Environmental health	1,913,180	3,148,044	(1,234,864)	33,179	(1,268,043)
Human services	90,915,813	73,773,718	17,142,095	4,598,180	12,543,915
Total expenditures	<u>155,930,798</u>	<u>141,737,597</u>	<u>14,193,201</u>	<u>2,103,255</u>	<u>12,354,872</u>
Excess (Deficiency) of Revenues Over (Under)					
Expenditures	<u>(34,075,942)</u>	<u>(27,351,131)</u>	<u>(6,724,811)</u>	<u>(4,211,769)</u>	<u>(2,777,968)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	33,746,041	29,845,821	3,900,220	5,515,553	(1,615,333)
Transfers out	(1,450,102)	(1,810,744)	360,642	-	360,642
Total other financing sources (uses)	<u>32,295,939</u>	<u>28,035,077</u>	<u>4,260,862</u>	<u>5,515,553</u>	<u>(1,254,691)</u>
Net change in fund balance	<u>\$ (1,780,003)</u>	\$ 683,946	\$ (2,463,949)	1,303,784	<u>\$ (4,032,659)</u>
Fund balance, July 1				<u>720,497</u>	
Fund balance, June 30				<u>\$ 2,024,281</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Property taxes	\$ 6,905,585	\$ 6,905,585	\$ -	\$ -	\$ -
Intergovernmental federal	1,000,000	1,000,000	-	-	-
Investment earnings	2,959,854	3,075,543	(115,689)	13,393	(129,082)
Miscellaneous					
Rental of City property	1,055,042	1,350,213	(295,171)	1,600	(296,771)
Sales of real property	2,555,448	2,526,556	28,892	513,884	(484,992)
Other miscellaneous	819,831	1,883,889	(1,064,058)	85,550	(1,149,608)
Total revenues	<u>15,295,760</u>	<u>16,741,786</u>	<u>(1,446,026)</u>	<u>614,427</u>	<u>(2,060,453)</u>
EXPENDITURES:					
Current:					
General government	<u>17,975,736</u>	<u>15,489,949</u>	<u>2,485,787</u>	<u>580,067</u>	<u>1,905,720</u>
Total expenditures	<u>17,975,736</u>	<u>15,489,949</u>	<u>2,485,787</u>	<u>580,067</u>	<u>1,905,720</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,679,976)</u>	<u>1,251,837</u>	<u>(3,931,813)</u>	<u>34,360</u>	<u>(3,966,173)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	<u>2,350,000</u>	<u>2,105,000</u>	<u>245,000</u>	<u>245,000</u>	<u>-</u>
Total other financing sources (uses)	<u>2,350,000</u>	<u>2,105,000</u>	<u>245,000</u>	<u>245,000</u>	<u>-</u>
Net change in fund balance	<u>\$ (329,976)</u>	<u>\$ 3,356,837</u>	<u>\$ (3,686,813)</u>	<u>279,360</u>	<u>\$ (3,966,173)</u>
Fund balance, July 1				<u>3,731,410</u>	
Fund balance, June 30				<u>\$ 4,010,770</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Investment earnings	\$ 202,000	\$ 5,893,866	\$ (5,691,866)	\$ 15,919	\$ (5,707,785)
Miscellaneous	<u>10,664,106</u>	<u>11,870,651</u>	<u>(1,206,545)</u>	<u>150,517</u>	<u>(1,357,062)</u>
Total revenues	<u>10,866,106</u>	<u>17,764,517</u>	<u>(6,898,411)</u>	<u>166,436</u>	<u>(7,064,847)</u>
EXPENDITURES:					
Current:					
Housing	<u>11,893,106</u>	<u>11,298,214</u>	<u>594,892</u>	<u>237,500</u>	<u>357,392</u>
Total expenditures	<u>11,893,106</u>	<u>11,298,214</u>	<u>594,892</u>	<u>237,500</u>	<u>357,392</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,027,000)</u>	<u>6,466,303</u>	<u>(7,493,303)</u>	<u>(71,064)</u>	<u>(7,422,239)</u>
Transfers in	<u>1,014,000</u>	<u>-</u>	<u>1,014,000</u>	<u>-</u>	<u>1,014,000</u>
Net change in fund balance	<u>\$ (13,000)</u>	<u>\$ 6,466,303</u>	<u>\$ (6,479,303)</u>	<u>(71,064)</u>	<u>\$ (6,408,239)</u>
Fund balance, July 1				<u>5,747,477</u>	
Fund balance, June 30				<u>\$ 5,676,413</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Charges for services	\$ 1,910,000	\$ 1,627,491	\$ 282,509	\$ 36,664	\$ 245,845
Investment earnings	573,000	705,007	(132,007)	2,400	(134,407)
Miscellaneous	4,231,000	7,272,581	(3,041,581)	55,073	(3,096,654)
Fines and forfeitures	26,213,000	22,624,780	3,588,220	670,805	2,917,415
Insurance department corrections	9,203,200	8,320,746	882,454	563,200	319,254
Total revenues	<u>42,130,200</u>	<u>40,550,605</u>	<u>1,579,595</u>	<u>1,328,142</u>	<u>251,453</u>
EXPENDITURES:					
Current:					
Law enforcement protection funds act	9,103,200	8,100,089	1,003,111	515,048	488,063
Federal forfeitures program	10,428,000	11,932,397	(1,504,397)	65,161	(1,569,558)
Crime lab program	1,715,000	1,302,362	412,638	9,376	403,262
DWI forfeitures program	13,395,000	11,333,963	2,061,037	170,969	1,890,068
Total expenditures	<u>34,641,200</u>	<u>32,668,811</u>	<u>1,972,389</u>	<u>760,554</u>	<u>1,211,835</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>7,489,000</u>	<u>7,881,794</u>	<u>(392,794)</u>	<u>567,588</u>	<u>(960,382)</u>
OTHER FINANCING SOURCES					
(USES):					
Transfers in	1,293,000	1,000,508	292,492	-	292,492
Transfers out	<u>(8,782,000)</u>	<u>(8,196,917)</u>	<u>(585,083)</u>	<u>(588,000)</u>	<u>2,917</u>
Total other financing sources (uses)	<u>(7,489,000)</u>	<u>(7,196,409)</u>	<u>(292,591)</u>	<u>(588,000)</u>	<u>295,409</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 685,385</u>	<u>\$ (685,385)</u>	<u>(20,412)</u>	<u>\$ (664,973)</u>
Fund balance, July 1				<u>688,931</u>	
Fund balance, June 30				<u>\$ 668,519</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, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Intergovernmental - state	\$ 4,850,000	\$ 4,850,000	\$ 4,810,917	\$ (39,083)
Investment earnings	-	-	(6,605)	(6,605)
Total revenues	<u>4,850,000</u>	<u>4,850,000</u>	<u>4,804,312</u>	<u>(45,688)</u>
EXPENDITURES:				
Current:				
Highways and streets	5,566,000	5,594,000	5,283,625	310,375
Indirect overhead	248,000	248,000	256,794	(8,794)
Total expenditures	<u>5,814,000</u>	<u>5,842,000</u>	<u>5,540,419</u>	<u>301,581</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(964,000)</u>	<u>(992,000)</u>	<u>(736,107)</u>	<u>255,893</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>204,000</u>	<u>278,000</u>	<u>278,000</u>	<u>-</u>
Net change in fund balance	(760,000)	(714,000)	(458,107)	255,893
Fund balance, July 1	<u>463,312</u>	<u>463,312</u>	<u>463,312</u>	<u>-</u>
Fund balance, June 30	<u>\$ (296,688)</u>	<u>\$ (250,688)</u>	<u>\$ 5,205</u>	<u>\$ 255,893</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, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Charges for services	\$ 1,097,000	\$ 1,097,000	\$ 1,090,190	\$ (6,810)
Investment earnings	-	-	(5,387)	(5,387)
Total revenues	<u>1,097,000</u>	<u>1,097,000</u>	<u>1,084,803</u>	<u>(12,197)</u>
EXPENDITURES:				
Current:				
City/County building	3,177,000	3,183,000	2,819,946	363,054
Indirect overhead	86,000	86,000	86,000	-
Total expenditures	<u>3,263,000</u>	<u>3,269,000</u>	<u>2,905,946</u>	<u>363,054</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(2,166,000)</u>	<u>(2,172,000)</u>	<u>(1,821,143)</u>	<u>350,857</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>2,282,000</u>	<u>2,288,000</u>	<u>2,288,000</u>	-
Net change in fund balance	116,000	116,000	466,857	350,857
Fund balance, July 1	<u>398,827</u>	<u>398,827</u>	<u>398,827</u>	-
Fund balance, June 30	<u>\$ 514,827</u>	<u>\$ 514,827</u>	<u>\$ 865,684</u>	<u>\$ 350,857</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Investment earnings	\$ 115,874	\$ 134,620	\$ (18,746)	\$ 2,045	\$ (20,791)
Contributions and donations	10,000	10,000	-	-	-
Other miscellaneous	-	8,437	(8,437)	-	(8,437)
Total revenues	<u>125,874</u>	<u>153,057</u>	<u>(27,183)</u>	<u>2,045</u>	<u>(29,228)</u>
EXPENDITURES:					
Current:					
Culture and recreation	<u>1,127,399</u>	<u>695,193</u>	<u>432,206</u>	<u>144,034</u>	<u>288,172</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,001,525)</u>	<u>(542,136)</u>	<u>(459,389)</u>	<u>(141,989)</u>	<u>(317,400)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	1,001,525	1,000,899	626	190,234	(189,608)
Transfers out	-	(305,790)	305,790	-	305,790
Total other financing sources (uses)	<u>1,001,525</u>	<u>695,109</u>	<u>306,416</u>	<u>190,234</u>	<u>116,182</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 152,973</u>	<u>\$ (152,973)</u>	<u>\$ 48,245</u>	<u>\$ (201,218)</u>
Fund balance, July 1				<u>879,382</u>	
Fund balance, June 30				<u>\$ 927,627</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, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Investment earnings	\$ 25,000	\$ 25,000	\$ (105,159)	\$ (130,159)
EXPENDITURES:				
Debt service:				
Principal retirement	10,665,000	10,665,000	10,665,000	-
Interest	9,490,000	9,950,000	9,949,707	293
Total expenditures	<u>20,155,000</u>	<u>20,615,000</u>	<u>20,614,707</u>	<u>293</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(20,130,000)</u>	<u>(20,590,000)</u>	<u>(20,719,866)</u>	<u>(129,866)</u>
OTHER FINANCING SOURCES (USES):				
Federal subsidy	-	-	439,328	439,328
Transfers in	20,427,000	20,370,000	20,370,000	-
Bonds and notes issued	-	460,000	469,754	9,754
Total other financing sources (uses)	<u>20,427,000</u>	<u>20,830,000</u>	<u>21,279,082</u>	<u>449,082</u>
Net change in fund balance	297,000	240,000	559,216	319,216
Fund balance, July 1	<u>12,749,497</u>	<u>12,749,497</u>	<u>12,749,497</u>	<u>-</u>
Fund balance, June 30	<u>\$ 13,046,497</u>	<u>\$ 12,989,497</u>	<u>\$ 13,308,713</u>	<u>\$ 319,216</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, 2018

	Original Budget	Final Budget	Actual	Variance with Final Budget- Over/Under
REVENUES:				
Investment earnings	\$ -	\$ -	\$ 1,303	\$ 1,303
EXPENDITURES:				
Debt service:				
Principal retirement	60,000	60,000	63,680	(3,680)
Interest	42,000	42,000	37,363	4,637
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>(99,740)</u>	<u>2,260</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	<u>102,000</u>	<u>102,000</u>	<u>102,000</u>	<u>-</u>
Net change in fund balance	-	-	2,260	2,260
Fund balance, July 1	<u>5,393</u>	<u>5,393</u>	<u>5,393</u>	<u>-</u>
Fund balance, June 30	<u>\$ 5,393</u>	<u>\$ 5,393</u>	<u>\$ 7,653</u>	<u>\$ 2,260</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
BUDGET AND ACTUAL - BIOPARK GROSS RECEIPTS TAX CAPITAL FUND
YEAR ENDED JUNE 30, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Gross receipts taxes, local option	\$ 31,400,000	\$ 14,113,357	\$ 17,286,643	\$ 19,239,127	\$ (1,952,484)
Investment earnings	357	71,917	(71,560)	27,960	(99,520)
Total revenues	<u>31,400,357</u>	<u>14,185,274</u>	<u>17,215,083</u>	<u>19,267,087</u>	<u>(2,052,004)</u>
EXPENDITURES:					
Culture and recreation	<u>31,400,357</u>	<u>4,152,305</u>	<u>27,248,052</u>	<u>13,558,411</u>	<u>13,689,641</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>-</u>	<u>10,032,969</u>	<u>(10,032,969)</u>	<u>5,708,676</u>	<u>(15,741,645)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 10,032,969</u>	<u>\$ (10,032,969)</u>	<u>\$ 5,708,676</u>	<u>\$ (15,741,645)</u>
Fund balance, July 1				<u>10,092,639</u>	
Fund balance, June 30				<u>\$ 15,801,315</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES COMPARED TO APPROPRIATIONS BY PURPOSE
BUDGET AND ACTUAL - INFRASTRUCTURE TAX FUND
YEAR ENDED JUNE 30, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
<u>Infrastructure Tax Fund</u>					
Capital Outlay and Other:					
Street improvements	\$ 407,792,510	\$ 343,980,585	\$ 63,811,925	\$ 16,092,093	\$ 47,719,832
Trails	25,351,883	21,381,946	3,969,937	1,964,762	2,005,175
Transit	154,017,762	157,687,285	(3,669,523)	16,005,738	(19,675,261)
Total infrastructure tax fund	<u>\$ 587,162,155</u>	<u>\$ 523,049,816</u>	<u>\$ 64,112,339</u>	<u>\$ 34,062,593</u>	<u>\$ 30,049,746</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Charges for services	\$ 41,659,872	\$ 31,821,238	\$ 9,838,634	\$ 3,967,709	\$ 5,870,925
Investment earnings	2,413,788	1,721,760	692,028	(114,151)	806,179
Miscellaneous	-	1,302	(1,302)	-	(1,302)
Total revenues	<u>44,073,660</u>	<u>33,544,300</u>	<u>10,529,360</u>	<u>3,853,558</u>	<u>6,675,802</u>
EXPENDITURES:					
Capital outlay (governmental)	43,279,002	33,003,378	10,275,624	3,893,637	6,381,987
Indirect overhead	-	539,883	(539,883)	74,307	(614,190)
Total expenditures	<u>43,279,002</u>	<u>33,543,261</u>	<u>9,735,741</u>	<u>3,967,944</u>	<u>5,767,797</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>794,658</u>	<u>1,039</u>	<u>793,619</u>	<u>(114,386)</u>	<u>908,005</u>
OTHER FINANCING SOURCES (USES):					
Transfers out	-	(1,039)	1,039	-	1,039
Net change in fund balance	<u>\$ 794,658</u>	<u>\$ -</u>	<u>\$ 794,658</u>	<u>\$ (114,386)</u>	<u>\$ 909,044</u>
Fund balance, July 1				<u>28,529</u>	
Fund balance, June 30				<u>\$ (85,857)</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, 2018

	<u>Final Budget</u>	<u>Prior Years' Actual</u>	<u>Project Budget Remaining July 1, 2017</u>	<u>Current Year Actual</u>	<u>Project Budget Remaining June 30, 2018</u>
REVENUES:					
Investment earnings	\$ 1,224,744	\$ 1,323,679	\$ (98,935)	\$ 1,713	\$ (100,648)
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	1,040,507	(60,333)	212	(60,545)
Total revenues	<u>3,650,000</u>	<u>3,835,844</u>	<u>(185,844)</u>	<u>1,925</u>	<u>(187,769)</u>
EXPENDITURES:					
General government					
Vehicles	3,378,000	3,121,690	256,310	127,692	128,618
Computers and equipment	7,015,000	5,972,238	1,042,762	642,701	400,061
Total expenditures	<u>10,393,000</u>	<u>9,093,928</u>	<u>1,299,072</u>	<u>770,393</u>	<u>528,679</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(6,743,000)</u>	<u>(5,258,084)</u>	<u>(1,484,916)</u>	<u>(768,468)</u>	<u>(716,448)</u>
OTHER FINANCING SOURCES					
(USES):					
Transfers in	11,749,000	11,449,000	300,000	300,000	-
Transfers out	(5,006,000)	(5,006,000)	-	-	-
Total other financing sources (uses)	<u>6,743,000</u>	<u>6,443,000</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ 1,184,916</u>	<u>\$ (1,184,916)</u>	<u>\$ (468,468)</u>	<u>\$ (716,448)</u>
Fund balance, July 1				<u>1,235,082</u>	
Fund balance, June 30				<u>\$ 766,614</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
REVENUES:				
Charges for services	\$ 54,909,000	\$ 54,909,000	\$ 58,497,407	\$ 3,588,407
Passenger facility charges	8,600,000	8,600,000	9,921,802	1,321,802
Other miscellaneous	550,000	550,000	553,432	3,432
Interest on investments	200,000	200,000	127,824	(72,176)
Transfer from non-restricted cash to cash restricted for debt service	10,201,000	10,201,000	10,201,000	-
Total revenues	<u>74,460,000</u>	<u>74,460,000</u>	<u>79,301,465</u>	<u>4,841,465</u>
EXPENSES:				
Aviation management and prof support	4,510,000	4,524,000	3,873,046	650,954
Aviation operation, maint and security	28,786,000	28,968,000	25,100,231	3,867,769
Transfer from non-restricted cash to cash restricted for capital acquisition	18,000,000	18,000,000	18,000,000	-
Transfer to General Fund	2,089,000	2,089,000	1,932,757	156,243
Transfer from non-restricted cash to cash restricted for debt service.	10,201,000	10,201,000	10,201,000	-
Debt service expense	<u>10,286,000</u>	<u>10,286,000</u>	<u>10,335,145</u>	<u>(49,145)</u>
Total expenses	<u>73,872,000</u>	<u>74,068,000</u>	<u>69,442,179</u>	<u>4,625,821</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ 588,000</u>	<u>\$ 392,000</u>	<u>\$ 9,859,286</u>	<u>\$ 9,467,286</u>
Revenues (expenses) not budgeted:				
Interest on investments			\$ 314,882	
Depreciation			(27,534,436)	
Amortization of bond discounts/premiums			13,595	
Gain (loss) on disposition of property			(124,620)	
OPEB expense			(210,357)	
Pension contribution expense			(1,155,173)	
Charges to conform to generally accepted accounting principles:				
Principal payment on bonds			9,325,000	
Transfer from non-restricted cash to cash restricted for capital acquisition.			18,000,000	
Capital fund expenditures			(1,774,509)	
Capital expense in operating fund			26,562	
Capitalized interest			(712,646)	
Capital contribution			<u>5,151,522</u>	
Change in net position			<u>\$ 11,179,106</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
REVENUES:				
Charges for services	\$ 70,037,000	\$ 70,037,000	\$ 71,995,219	\$ 1,958,219
Interest on investments	75,000	75,000	89,137	14,137
Bernalillo County-shared operations	108,000	108,000	108,000	-
Miscellaneous	30,000	30,000	242,294	212,294
Transfer from non-restricted cash to cash restricted for debt service	4,000,000	4,000,000	4,000,000	-
Total revenues	<u>74,250,000</u>	<u>74,250,000</u>	<u>76,434,650</u>	<u>2,184,650</u>
EXPENSES:				
Administrative Services	6,736,000	6,755,000	6,653,954	101,046
Maintenance Services	5,131,000	5,166,000	5,059,427	106,573
Collections	23,145,000	23,238,000	21,360,209	1,877,791
Disposal	8,142,000	8,387,000	8,778,830	(391,830)
Clean City	10,503,000	11,143,000	9,821,776	1,321,224
Transfer from non-restricted cash to cash:				
restricted for debt service	4,000,000	4,000,000	4,000,000	-
restricted for capital acquisition	17,504,000	17,504,000	17,504,000	-
Transfer to General Fund	5,519,000	5,519,000	5,310,689	208,311
Debt service expense	4,000,000	4,000,000	-	4,000,000
Total expenses	<u>84,680,000</u>	<u>85,712,000</u>	<u>78,488,885</u>	<u>7,223,115</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ (10,430,000)</u>	<u>\$ (11,462,000)</u>	\$ (2,054,235)	<u>\$ 9,407,765</u>
Revenues (expenses) not budgeted:				
Interest on investments			\$ 44,448	
Landfill closure costs			(294,911)	
OPEB expense			(350,679)	
Pension contribution expense			(1,793,276)	
Gain (loss) on disposition of property			(94,332)	
Capital contributions			415,488	
Depreciation			(9,582,363)	
Charges to conform to generally accepted accounting principles:				
Capital fund expenditures			(3,552,966)	
Operating fund capital expense			260,146	
Capitalized interest			(3,464)	
Transfer from non-restricted cash to cash restricted for capital acquisition.			<u>17,504,000</u>	
Change in net position			<u>\$ 497,856</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES AND EXPENSES - BUDGET AND ACTUAL
TRANSIT FUND
YEAR ENDED JUNE 30, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
REVENUES:				
Passenger revenues	\$ 8,800,000	\$ 8,800,000	\$ 8,508,227	\$ (291,773)
Advertising	375,000	375,000	393,374	18,374
Interest on investments	-	-	(33,253)	(33,253)
Transfer from General Fund	22,505,000	25,256,000	25,256,000	-
Transfer from other funds	14,514,000	14,514,000	14,299,054	(214,946)
Bernalillo County-shared operations	2,896,000	2,896,000	2,527,332	(368,668)
Other miscellaneous	-	-	3,923	3,923
Total revenues	<u>49,090,000</u>	<u>51,841,000</u>	<u>50,954,657</u>	<u>(886,343)</u>
EXPENSES:				
ABQ ride	27,311,000	28,496,000	29,262,477	(766,477)
Paratransit services	5,999,000	6,262,000	6,428,703	(166,703)
Special events	250,000	250,000	102,985	147,015
Strategic support	6,119,000	6,239,000	6,315,271	(76,271)
Facility maintenance	2,493,000	2,500,000	2,216,803	283,197
ABQ rapid transit	888,000	888,000	251,875	636,125
Transfer from non-restricted cash to cash restricted for operating grants	718,000	718,000	718,000	-
Transfer to General Fund	5,171,000	5,247,000	5,302,482	(55,482)
Total expenses	<u>48,949,000</u>	<u>50,600,000</u>	<u>50,598,596</u>	<u>1,404</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ 141,000</u>	<u>\$ 1,241,000</u>	\$ 356,061	<u>\$ (884,939)</u>
Revenues (expenses) not budgeted:				
Interest on investments			\$ (1,881,172)	
Depreciation			(8,140,742)	
OPEB expense			(349,689)	
Pension contribution expense			(1,788,160)	
Operating grant revenue			1,913,678	
Operating grant expenses			(1,870,620)	
Gain (loss) on disposition of property			14,299	
Charges to conform to generally accepted accounting principles:				
Capital contribution			85,458,969	
Capital fund non-capitalized items			(827,386)	
Capital expense in operating fund			29,300	
Transfer from non-restricted cash to cash restricted for operating grants			<u>718,000</u>	
Change in net position			<u>\$ 73,632,538</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEBT SERVICE REQUIREMENTS TO MATURITY
AIRPORT FUND
JUNE 30, 2018

<u>Year ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Revenue bonds/Notes			
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	1,605,000	101,855	1,706,855
2024 - 2027	<u>3,115,000</u>	<u>80,535</u>	<u>3,195,535</u>
Total bonds	<u>\$ 23,110,000</u>	<u>\$ 1,484,471</u>	<u>\$ 24,594,471</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, 2018

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
ASSETS		
Current assets:		
Cash and investments	\$ 633,739	\$ 3,125,198
Cash held by others	-	596,352
Accounts receivable, net of allowance	34,536	5,415
Prepaid expenses	-	10,463
Total current assets	668,275	3,737,428
Noncurrent assets:		
Cash and investments-restricted	90,442	1,663,960
Accounts receivable-developers, net	-	-
Security deposits	-	170,833
Total noncurrent assets	90,442	1,834,793
Capital assets:		
Buildings	8,676,745	20,050,975
Machinery and equipment	2,175,303	927,336
Intangible assets	-	-
Total capital assets-depreciable	10,852,048	20,978,311
Less: accumulated depreciation	7,738,834	12,636,058
Capital assets-depreciable, net	3,113,214	8,342,253
Land	828,330	2,042,705
Total capital assets	3,941,544	10,384,958
Total noncurrent assets	4,031,986	12,219,751
Total assets	4,700,261	15,957,179
DEFERRED OUTFLOWS OF RESOURCES		
Deferred gain/loss on bond refunding	-	469,366
Deferred outflow related to OPEB	41,861	-
Deferred outflow related to pension	531,239	-
Total deferred outflows of resources	\$ 573,100	\$ 469,366

Parking Facilities Fund	Stadium Fund	Total
\$ 1,090,020	\$ -	\$ 4,848,957
-	-	596,352
227,140	571,133	838,224
-	-	10,463
<u>1,317,160</u>	<u>571,133</u>	<u>6,293,996</u>
1,026,515	648,214	3,429,131
1,517,582	-	1,517,582
-	-	170,833
<u>2,544,097</u>	<u>648,214</u>	<u>5,117,546</u>
41,634,644	24,204,033	94,566,397
1,683,128	35,617	4,821,384
<u>17,550,000</u>	-	<u>17,550,000</u>
60,867,772	24,239,650	116,937,781
<u>36,186,645</u>	<u>9,574,482</u>	<u>66,136,019</u>
24,681,127	14,665,168	50,801,762
<u>2,237,008</u>	-	<u>5,108,043</u>
<u>26,918,135</u>	<u>14,665,168</u>	<u>55,909,805</u>
<u>29,462,232</u>	<u>15,313,382</u>	<u>61,027,351</u>
<u>30,779,392</u>	<u>15,884,515</u>	<u>67,321,347</u>
-	33,568	502,934
34,250	2,550	78,661
443,029	31,660	1,005,928
<u>\$ 477,279</u>	<u>\$ 67,778</u>	<u>\$ 1,587,523</u>

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2018

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 328,985	\$ 68,495
Accrued employee compensation	42,289	-
Accrued vacation and sick leave	150,059	-
Customer deposits	-	-
Unearned revenue	-	60,950
Due to other funds	10,500	231,691
Payable from restricted assets:		
Bonds payable	-	455,000
Accrued interest	-	108,320
Total current liabilities	<u>531,833</u>	<u>924,456</u>
Noncurrent liabilities:		
Bonds payable	-	8,430,000
Accrued vacation and sick leave	61,450	-
Net pension liability	2,193,266	-
Net OPEB liability	1,781,280	-
Tenant security deposits	-	161,365
Total noncurrent liabilities	<u>4,035,996</u>	<u>8,591,365</u>
Total liabilities	<u>4,567,829</u>	<u>9,515,821</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow related to OPEB	353,253	-
Deferred inflow related to pension	146,495	-
Total deferred inflows of resources	<u>499,748</u>	<u>-</u>
NET POSITION (DEFICIT)		
Invested in capital assets	3,941,542	1,499,958
Restricted for:		
Debt service	47,401	1,555,641
Construction in progress	43,893	-
Unrestricted	<u>(3,827,052)</u>	<u>3,855,125</u>
Total net position (deficit)	<u>\$ 205,784</u>	<u>\$ 6,910,724</u>

<u>Parking Facilities Fund</u>	<u>Stadium Fund</u>	<u>Total</u>
\$ 93,752	\$ 59,186	\$ 550,418
32,338	2,479	77,106
79,922	6,237	236,218
22,347	-	22,347
-	-	60,950
6,592	68,613	317,396
-	725,000	1,180,000
-	147,574	255,894
234,951	1,009,089	2,700,329
-	6,832,143	15,262,143
-	-	61,450
2,003,404	141,371	4,338,041
1,492,419	110,518	3,384,217
-	-	161,365
3,495,823	7,084,032	23,207,216
3,730,774	8,093,121	25,907,545
294,397	22,076	669,726
124,509	8,347	279,351
418,906	30,423	949,077
26,918,136	7,108,026	39,467,662
6,932	953,096	2,563,070
2,546,822	-	2,590,715
(2,364,899)	(232,373)	(2,569,199)
\$ 27,106,991	\$ 7,828,749	\$ 42,052,248

CITY OF ALBUQUERQUE, NEW MEXICO
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 YEAR ENDED JUNE 30, 2018

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>
OPERATING REVENUES		
Charges for services	\$ 3,879,666	\$ 4,191,812
OPERATING EXPENDITURES		
Salaries and benefits	2,300,238	-
Professional services	14,148	1,282,610
Utilities	1,773,848	590,334
Supplies	346,904	-
Travel	2,221	-
Fuel, repairs and maintenance	301,722	574,482
Contractual services	181,789	200,692
Insurance premiums	124,468	-
Other operating expenses	208,937	-
Depreciation	246,207	540,427
Total operating expenditures	<u>5,500,482</u>	<u>3,188,545</u>
Operating income (loss)	<u>(1,620,816)</u>	<u>1,003,267</u>
NON-OPERATING REVENUES (EXPENSES):		
Interest on investments	3,746	(12,264)
Interest expense	-	(298,908)
Gain (loss) on disposition of property	320	-
Fiscal agent and other fees	-	(6,500)
Other	(114,035)	-
Total non-operating revenues (expenses)	<u>(109,969)</u>	<u>(317,672)</u>
Income (loss) before transfers	(1,730,785)	685,595
Transfers in	1,146,000	-
Transfers out	<u>(75,727)</u>	<u>(53,046)</u>
Change in net position	(660,512)	632,549
Net position, July 1 (restated, see note IV.N)	<u>866,296</u>	<u>6,278,175</u>
Net position, June 30	<u>\$ 205,784</u>	<u>\$ 6,910,724</u>

<u>Parking Facilities Fund</u>	<u>Stadium Fund</u>	<u>Total</u>
\$ 4,520,934	\$ 1,873,376	\$ 14,465,788
1,948,479	138,859	4,387,576
11,512	56,675	1,364,945
337,795	500,400	3,202,377
103,628	6,568	457,100
-	-	2,221
207,914	31,092	1,115,210
615,225	53,691	1,051,397
355,965	82,669	563,102
515,983	46,241	771,161
<u>1,536,916</u>	<u>628,513</u>	<u>2,952,063</u>
<u>5,633,417</u>	<u>1,544,708</u>	<u>15,867,152</u>
<u>(1,112,483)</u>	<u>328,668</u>	<u>(1,401,364)</u>
670	(13,749)	(21,597)
-	(305,564)	(604,472)
-	-	320
-	-	(6,500)
<u>(128,125)</u>	<u>(9,115)</u>	<u>(251,275)</u>
<u>(127,455)</u>	<u>(328,428)</u>	<u>(883,524)</u>
(1,239,938)	240	(2,284,888)
-	199,000	1,345,000
<u>(115,712)</u>	<u>-</u>	<u>(244,485)</u>
(1,355,650)	199,240	(1,184,373)
<u>28,462,641</u>	<u>7,629,509</u>	<u>43,236,621</u>
<u>\$ 27,106,991</u>	<u>\$ 7,828,749</u>	<u>\$ 42,052,248</u>

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>	<u>Parking Facilities Fund</u>	<u>Stadium Fund</u>	<u>Total</u>
CASH FROM OPERATING ACTIVITIES:					
Received from customers	\$ 3,894,987	\$ 4,193,911	\$ 4,612,577	\$ 1,596,857	\$ 14,298,332
Payments to employees for services	(2,288,532)	-	(1,942,061)	(137,961)	(4,368,554)
Payments to supplies for goods and services	(2,475,892)	(2,584,806)	(1,384,047)	(579,599)	(7,024,344)
Payments to other funds for goods and services	(451,506)	97,045	(740,886)	(96,252)	(1,191,599)
Net cash provided (used) by operating activities	<u>(1,320,943)</u>	<u>1,706,150</u>	<u>545,583</u>	<u>783,045</u>	<u>1,713,835</u>
CASH FROM NONCAPITAL FINANCING ACTIVITIES:					
Proceeds from public surplus	50,275	-	19,172	-	69,447
Transfers from other funds	1,146,000	-	-	199,000	1,345,000
Transfers to other funds	(75,727)	(53,046)	(115,712)	-	(244,485)
Net cash provided (used) by noncapital financing activities	<u>1,120,548</u>	<u>(53,046)</u>	<u>(96,540)</u>	<u>199,000</u>	<u>1,169,962</u>
CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Principal paid on bond maturities	-	(435,000)	-	(710,000)	(1,145,000)
Interest paid	-	(234,015)	-	(304,910)	(538,925)
Acquisition of capital assets	-	(25,519)	-	-	(25,519)
Net cash provided (used) by capital and related financing activities	<u>-</u>	<u>(694,534)</u>	<u>-</u>	<u>(1,014,910)</u>	<u>(1,709,444)</u>
CASH FROM INVESTING ACTIVITIES:					
Interest received on investments	3,746	(12,264)	670	(13,749)	(21,597)
Net cash provided (used) by investing activities	<u>3,746</u>	<u>(12,264)</u>	<u>670</u>	<u>(13,749)</u>	<u>(21,597)</u>
Net increase (decrease) in cash and cash equivalents	(196,649)	946,306	449,713	(46,614)	1,152,756
Cash and cash equivalents, July 1	920,830	4,610,037	1,666,822	694,828	7,892,517
Cash and cash equivalents, June 30	<u>\$ 724,181</u>	<u>\$ 5,556,343</u>	<u>\$ 2,116,535</u>	<u>\$ 648,214</u>	<u>\$ 9,045,273</u>

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018

	<u>Golf Course Fund</u>	<u>Apartments Fund</u>	<u>Parking Facilities Fund</u>	<u>Stadium Fund</u>	<u>Total</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	(1,620,816)	1,003,267	(1,112,483)	328,668	(1,401,364)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	246,207	540,427	1,536,916	628,513	2,952,063
Decrease (increase) in assets					
Accounts receivable	15,321	4,277	89,843	(270,469)	(161,028)
Prepaid expenses	-	(202)	-	-	(202)
Increase (decrease) in liabilities					
Accounts payable	24,236	63,514	22,939	33,283	143,972
Deposits	-	4,142	1,800	-	5,942
Due to other funds	2,403	97,045	150	68,201	167,799
Unearned revenue	-	(6,320)	-	(6,049)	(12,369)
Accrued employee compensation	11,706	-	6,418	898	19,022
Net cash provided (used) by operating activities:	<u>(1,320,943)</u>	<u>1,706,150</u>	<u>545,583</u>	<u>783,045</u>	<u>1,713,835</u>
SUPPLEMENTAL DATA:					
Increase (decrease) in fair value of investments	\$ (3,119)	\$ (52,334)	\$ -	\$ (16,834)	\$ (72,287)

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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
REVENUES:				
Charges for services	\$ 3,946,000	\$ 3,946,000	\$ 3,879,666	\$ (66,334)
Interest on investments	-	-	3,515	3,515
Transfer from General Fund	829,000	1,146,000	1,146,000	-
Other miscellaneous	68,000	68,000	50,276	(17,724)
Total revenues	<u>4,843,000</u>	<u>5,160,000</u>	<u>5,079,457</u>	<u>(80,543)</u>
EXPENSES:				
Affordable and quality golf	4,503,000	5,016,000	5,148,836	(132,836)
Transfer to General Fund	315,000	315,000	181,165	133,835
Total expenses	<u>4,818,000</u>	<u>5,331,000</u>	<u>5,330,001</u>	<u>999</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ 25,000</u>	<u>\$ (171,000)</u>	(250,544)	<u>\$ (79,544)</u>
Revenues (expenses) not budgeted:				
Interest on investments			\$ 231	
Depreciation			(246,207)	
OPEB expense			5,722	
Pension contribution expense			<u>(169,714)</u>	
Change in net position			<u>\$ (660,512)</u>	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
BUDGET AND ACTUAL - APARTMENTS FUND
YEAR ENDED JUNE 30, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Over/Under</u>
REVENUES:				
Charges for services				
Apartment rents and fees	\$ 3,917,000	\$ 3,917,000	\$ 4,191,812	\$ 274,812
Interest on investments	1,200	1,200	(12,264)	(13,464)
Transfers from non-restricted cash to cash restricted for debt service	<u>672,000</u>	<u>672,000</u>	<u>672,000</u>	<u>-</u>
Total revenues	<u>4,590,200</u>	<u>4,590,200</u>	<u>4,851,548</u>	<u>261,348</u>
EXPENSES:				
Apartment operations	2,878,000	2,878,000	2,648,118	229,882
Transfer from non-restricted cash to cash restricted for debt service.	672,000	672,000	672,000	-
Transfer to City Housing Fund	61,000	61,000	53,046	7,954
Debt service expense	663,000	663,000	216,640	446,360
Fiscal agent fees	-	-	6,500	(6,500)
Total expenses	<u>4,274,000</u>	<u>4,274,000</u>	<u>3,596,304</u>	<u>677,696</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ 316,200</u>	<u>\$ 316,200</u>	\$ 1,255,244	<u>\$ 939,044</u>
Revenues (expenses) not budgeted:				
Depreciation			\$ (540,427)	
Amortization of bond discounts/premiums			<u>(82,268)</u>	
Change in net position			<u>\$ 632,549</u>	

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, 2018

	Original	Final	Actual	Variance with Final Budget Over/Under
REVENUES:				
Charges for services				
Parking charges	\$ 2,571,000	\$ 2,571,000	\$ 2,793,424	\$ 222,424
Parking meter charges	887,000	887,000	966,946	79,946
Parking fines	757,000	757,000	760,565	3,565
Rental of City property	6,000	6,000	-	(6,000)
Interest on investments	-	-	1,581	1,581
Other miscellaneous	50,000	50,000	19,172	(30,828)
Total revenues	4,271,000	4,271,000	4,541,688	270,688
EXPENSES:				
Parking services	3,508,000	3,657,000	3,656,179	821
Transfer to General Fund	661,000	661,000	550,866	110,134
Total expenses	4,169,000	4,318,000	4,207,045	110,955
Excess (Deficiency) of Revenues Over (Under) Expenses	\$ 102,000	\$ (47,000)	\$ 334,643	\$ 381,643
Revenues (expenses) not budgeted:				
Interest on investments			\$ (911)	
Depreciation			(1,536,916)	
Capital fund non-capitalized items			(5,164)	
OPEB expense			(23,173)	
Pension contribution expense			(124,129)	
Change in net position			\$ (1,355,650)	

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
BUDGET AND ACTUAL - STADIUM FUND
YEAR ENDED JUNE 30, 2018

	Original	Final	Actual	Variance with Final Budget Over/Under
REVENUES:				
Charges for services				
Surcharge revenues	\$ 1,100,000	\$ 1,100,000	1,135,268	\$ 35,268
Stadium lease revenues	700,000	700,000	732,059	32,059
Rental of City property	-	-	6,049	6,049
Interest on investments	-	-	(10,768)	(10,768)
Transfer from General Fund	198,000	199,000	199,000	-
Transfer from non-restricted cash to cash restricted for debt service.	1,021,000	1,021,000	1,021,000	-
Total revenues	3,019,000	3,020,000	3,082,608	62,608
EXPENSES:				
Stadium services	890,000	891,000	869,954	21,046
Transfer to General Fund	92,000	49,000	46,241	2,759
Transfer from non-restricted cash to cash restricted for debt service.	1,021,000	1,021,000	1,021,000	-
Debt service expense	1,015,000	1,015,000	1,005,148	9,852
Total expenses	3,018,000	2,976,000	2,942,343	33,657
Excess (Deficiency) of Revenues Over (Under) Expenses	\$ 1,000	\$ 44,000	140,265	\$ 96,265
Revenues (expenses) not budgeted:				
Interest on investments			\$ (2,981)	
Depreciation			(628,513)	
Amortization of bond discounts/premiums			(10,416)	
Pension contribution expense			(7,401)	
OPEB expense			(1,714)	
Changes to conform to generally accepted accounting principles:				
Principal payment on bonds			710,000	
Change in net position			\$ 199,240	

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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, 2018

	Communications Fund	Employee Insurance Fund
ASSETS		
Current assets:		
Cash and investments	\$ 1,131,516	\$ 1,392,359
Accounts receivable, net of allowance	3,042	-
Prepaid expenses	-	1,183
Flexible spending account	-	508,635
Due from other funds	-	1,365,573
Due from other government units	-	165,551
Inventories	29,607	-
Total current assets	1,164,165	3,433,301
Capital assets:		
Buildings	-	-
Improvements	-	-
Machinery and equipment	520,194	-
Intangible assets	-	-
Total capital assets-depreciable	520,194	-
Less: accumulated depreciation	458,670	-
Capital assets-depreciable, net	61,524	-
Land	-	-
Total capital assets	61,524	-
Total assets	1,225,689	3,433,301
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflow related to OPEB	26,781	16,288
Deferred outflow related to pension	351,339	221,981
Total deferred outflows of resources	\$ 378,120	\$ 238,269
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 428,224	\$ 245,042
Accrued employee compensation	28,372	16,643
Accrued vacation and sick leave	121,521	35,818
Claims reserve	-	-
Accrued fuel cleanup costs	-	-
Due to other funds	5,012	34
Total current liabilities	583,129	297,537
Claims reserve	-	-
Accrued vacation and sick leave	16,649	2,320
Net OPEB liability	1,166,429	729,108
Net pension liability	1,570,234	833,430
Total noncurrent liabilities	2,753,312	1,564,858
Total liabilities	3,336,441	1,862,395
DEFERRED INFLOWS OF RESOURCES		
Deferred inflow related to OPEB	-	147,158
Deferred inflow related to pension	327,619	59,903
Total deferred inflows of resources	327,619	207,061
NET POSITION (DEFICIT)		
Invested in capital assets	61,524	-
Unrestricted	(2,121,775)	1,602,114
Total net position (deficit)	\$ (2,060,251)	\$ 1,602,114

<u>Fleet Management Fund</u>	<u>Risk Management Fund</u>	<u>Supplies Inventory Management Fund</u>	<u>Total</u>
\$ 1,565,274	\$ 62,608,273	\$ 1,086,161	\$ 67,783,583
3,936	547	-	7,525
-	-	-	1,183
-	-	-	508,635
-	14,496	-	1,380,069
-	-	-	165,551
485,874	-	1,477,364	1,992,845
<u>2,055,084</u>	<u>62,623,316</u>	<u>2,563,525</u>	<u>71,839,391</u>
825,764	-	406,001	1,231,765
-	46,466	-	46,466
322,868	87,611	238,684	1,169,357
-	21,000	-	21,000
<u>1,148,632</u>	<u>155,077</u>	<u>644,685</u>	<u>2,468,588</u>
<u>1,080,477</u>	<u>139,774</u>	<u>601,978</u>	<u>2,280,899</u>
68,155	15,303	42,707	187,689
255,472	-	28,370	283,842
<u>323,627</u>	<u>15,303</u>	<u>71,077</u>	<u>471,531</u>
<u>2,378,711</u>	<u>62,638,619</u>	<u>2,634,602</u>	<u>72,310,922</u>
38,170	-	7,706	88,945
498,774	778,566	104,129	1,954,789
<u>\$ 536,944</u>	<u>\$ 778,566</u>	<u>\$ 111,835</u>	<u>\$ 2,043,734</u>
\$ 1,134,240	\$ 1,080,543	\$ 195,042	\$ 3,083,091
36,596	53,674	6,805	142,090
97,963	228,093	21,384	504,779
-	18,520,885	-	18,520,885
220,320	-	-	220,320
7,036	7,227	1,206	20,515
<u>1,496,155</u>	<u>19,890,422</u>	<u>224,437</u>	<u>22,491,680</u>
-	57,978,717	-	57,978,717
6,372	-	-	25,341
1,653,764	2,366,112	365,277	6,280,690
2,436,088	2,913,835	560,524	8,314,111
<u>4,096,224</u>	<u>63,258,664</u>	<u>925,801</u>	<u>72,598,859</u>
<u>5,592,379</u>	<u>83,149,086</u>	<u>1,150,238</u>	<u>95,090,539</u>
331,137	-	73,580	551,875
136,235	676,880	29,595	1,230,232
<u>467,372</u>	<u>676,880</u>	<u>103,175</u>	<u>1,782,107</u>
323,627	15,303	71,077	471,531
<u>(3,467,723)</u>	<u>(20,424,084)</u>	<u>1,421,947</u>	<u>(22,989,521)</u>
<u>\$ (3,144,096)</u>	<u>\$ (20,408,781)</u>	<u>\$ 1,493,024</u>	<u>\$ (22,517,990)</u>

CITY OF ALBUQUERQUE, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018

	<u>Communications Fund</u>	<u>Employee Insurance Fund</u>
OPERATING REVENUES:		
Charges for services	\$ 8,096,606	\$ 58,498,662
OPERATING EXPENSES:		
Salaries and benefits	1,462,041	842,363
Professional services	20,171	22,283
Utilities	288,272	3,876
Supplies	100,048	60,968
Travel	-	9,923
Fuel, repairs and maintenance	302,045	9,621
Contractual services	4,921,566	400,756
Claims and judgements	-	-
Insurance premiums	6,916	57,261,955
Other operating expenses	156,438	102,710
Depreciation	22,654	-
Total operating expenses	<u>7,280,151</u>	<u>58,714,455</u>
Operating income (loss)	<u>816,455</u>	<u>(215,793)</u>
NON-OPERATING REVENUES (EXPENSES):		
Interest on investments	435	(41,234)
Gain (loss) on disposition of property	-	-
Other	(110,039)	(37,281)
Total non-operating revenues (expenses)	<u>(109,604)</u>	<u>(78,515)</u>
Income (loss) before transfers	706,851	(294,308)
Transfers out	(1,498,000)	-
Change in net position	<u>(791,149)</u>	<u>(294,308)</u>
Net position, July 1 (restated, see note IV.N)	<u>(1,269,102)</u>	<u>1,896,422</u>
Net position, June 30	<u>\$ (2,060,251)</u>	<u>\$ 1,602,114</u>

<u>Fleet Management Fund</u>	<u>Risk Management Fund</u>	<u>Supplies Inventory Management Fund</u>	<u>Total</u>
\$ 10,675,726	\$ 37,888,397	\$ 736,457	\$ 115,895,848
1,981,075	2,855,241	398,802	7,539,522
538	1,588,365	-	1,631,357
69,247	8,703	7,254	377,352
1,194,744	65,192	11,121	1,432,073
7,916	8,575	-	26,414
6,599,507	147,599	61,753	7,120,525
249,982	87,941	44,384	5,704,629
-	35,117,982	-	35,117,982
143,750	1,741,365	11,457	59,165,443
588,025	584,989	200,291	1,632,453
10,591	7,926	11,275	52,446
<u>10,845,375</u>	<u>42,213,878</u>	<u>746,337</u>	<u>119,800,196</u>
<u>(169,649)</u>	<u>(4,325,481)</u>	<u>(9,880)</u>	<u>(3,904,348)</u>
1,535	288,672	1,610	251,018
4,529	-	-	4,529
<u>(160,057)</u>	<u>(230,192)</u>	<u>(33,152)</u>	<u>(570,721)</u>
<u>(153,993)</u>	<u>58,480</u>	<u>(31,542)</u>	<u>(315,174)</u>
(323,642)	(4,267,001)	(41,422)	(4,219,522)
-	(250,000)	-	(1,748,000)
<u>(323,642)</u>	<u>(4,517,001)</u>	<u>(41,422)</u>	<u>(5,967,522)</u>
<u>(2,820,454)</u>	<u>(15,891,780)</u>	<u>1,534,446</u>	<u>(16,550,468)</u>
\$ <u>(3,144,096)</u>	\$ <u>(20,408,781)</u>	\$ <u>1,493,024</u>	\$ <u>(22,517,990)</u>

CITY OF ALBUQUERQUE, NEW MEXICO
STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018

	<u>Communications</u> <u>Fund</u>	<u>Employee</u> <u>Insurance Fund</u>
CASH FROM OPERATING ACTIVITIES:		
Received from customers	\$ 339,835	\$ 2,022,658
Received from other funds for goods and services	7,923,772	56,588,336
Payments to employees for services	(1,418,079)	(872,731)
Payments to supplies for goods and services	(5,267,229)	(57,756,686)
Payments to other funds for goods and services	(506,246)	(110,907)
Payments to claimants and beneficiaries	<u>-</u>	<u>-</u>
Net cash provided (used) by operating activities	<u>1,072,053</u>	<u>(129,330)</u>
CASH FROM NONCAPITAL FINANCING ACTIVITIES		
Proceeds from public surplus	-	34,614
Transfers to other funds	<u>(1,498,000)</u>	<u>-</u>
Net cash provided (used) by noncapital financing activities	<u>(1,498,000)</u>	<u>34,614</u>
CASH FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition and construction of capital assets	(51,733)	-
Proceeds from sale of property and equipment	<u>-</u>	<u>-</u>
Net cash provided (used) by capital and related financing activities	<u>(51,733)</u>	<u>-</u>
CASH FROM INVESTING ACTIVITIES:		
Interest received on investments	<u>435</u>	<u>(41,234)</u>
Net cash provided (used) by investing activities	<u>435</u>	<u>(41,234)</u>
Net increase (decrease) in cash and cash equivalents	(477,245)	(135,950)
Cash and cash equivalents, July 1	1,608,762	1,528,309
Cash and cash equivalents, June 30	<u>\$ 1,131,517</u>	<u>\$ 1,392,359</u>

<u>Fleet Management Fund</u>	<u>Risk Management Fund</u>	<u>Supplies Inventory Management Fund</u>	<u>Total</u>
\$ -	\$ -	\$ 10,971	\$ 2,373,464
10,675,628	37,885,695	736,457	113,809,888
(2,008,468)	(2,848,126)	(400,600)	(7,548,004)
(7,947,240)	(3,842,051)	(109,651)	(74,922,857)
(810,511)	(655,021)	(199,722)	(2,282,407)
<u>-</u>	<u>(30,544,460)</u>	<u>-</u>	<u>(30,544,460)</u>
<u>(90,591)</u>	<u>(3,963)</u>	<u>37,455</u>	<u>885,624</u>
-	-	4,024	38,638
<u>-</u>	<u>(250,000)</u>	<u>-</u>	<u>(1,748,000)</u>
<u>-</u>	<u>(250,000)</u>	<u>4,024</u>	<u>(1,709,362)</u>
-	(6,375)	-	(58,108)
<u>4,528</u>	<u>-</u>	<u>-</u>	<u>4,528</u>
<u>4,528</u>	<u>(6,375)</u>	<u>-</u>	<u>(53,580)</u>
<u>1,535</u>	<u>288,672</u>	<u>1,610</u>	<u>251,018</u>
<u>1,535</u>	<u>288,672</u>	<u>1,610</u>	<u>251,018</u>
(84,528)	28,334	43,089	(626,300)
<u>1,649,802</u>	<u>62,579,937</u>	<u>1,043,072</u>	<u>68,409,882</u>
<u>\$ 1,565,274</u>	<u>\$ 62,608,271</u>	<u>\$ 1,086,161</u>	<u>\$ 67,783,582</u>

CITY OF ALBUQUERQUE, NEW MEXICO

STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

YEAR ENDED JUNE 30, 2018

	<u>Communications</u>	<u>Employee</u>
	<u>Fund</u>	<u>Insurance Fund</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	\$ 816,455	\$ (215,793)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	22,654	-
Decrease (increase) in assets		
Accounts receivable	167,003	412,497
Due from other funds	-	(300,165)
Flexible spending account	-	(34,613)
Inventories	(3,890)	-
Prepaid expenses	-	(1,131)
Increase (decrease) in liabilities		
Accounts payable	24,353	5,625
Accrued landfill and fuel cleanup costs	-	-
Due to other funds	1,518	5
Claims reserve	-	-
Accrued employee compensation	43,960	4,245
	<u>43,960</u>	<u>4,245</u>
Net cash provided (used) by operating activities:	<u>\$ 1,072,053</u>	<u>\$ (129,330)</u>
SUPPLEMENTAL DATA:		
Increase (decrease) in fair value of investments	\$ (15,920)	\$ (39,705)

Fleet Management Fund	Risk Management Fund	Supplies Inventory Management Fund	Total
\$ (169,649)	\$ (4,325,481)	\$ (9,880)	\$ (3,904,348)
10,591	7,926	11,275	52,446
(95)	(546)	10,971	589,830
-	(2,155)	-	(302,320)
-	-	-	(34,613)
(51,037)	-	302,704	247,777
-	-	-	(1,131)
126,070	(265,127)	(275,720)	(384,799)
20,230	-	-	20,230
695	784	(97)	2,905
-	4,573,522	-	4,573,522
<u>(27,396)</u>	<u>7,114</u>	<u>(1,798)</u>	<u>26,125</u>
<u>\$ (90,591)</u>	<u>\$ (3,963)</u>	<u>\$ 37,455</u>	<u>\$ 885,624</u>

\$ (18,653) \$ - \$ (12,673) \$ (86,951)

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
BUDGET AND ACTUAL - COMMUNICATIONS FUND
YEAR ENDED JUNE 30, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Over/Under</u>
REVENUES:				
Communications charges	\$ 7,399,382	\$ 7,963,382	\$ 7,963,680	\$ 298
Administrative charges to local governments	149,062	149,062	132,926	(16,136)
Interest on investments	<u>2,000</u>	<u>2,000</u>	<u>435</u>	<u>(1,565)</u>
Total revenues	<u>7,550,444</u>	<u>8,114,444</u>	<u>8,097,041</u>	<u>(17,403)</u>
EXPENSES:				
City communications	6,289,000	7,153,000	7,152,792	208
Transfer to General Fund	132,000	157,000	156,438	562
Transfer to Sales Tax Debt Service Fund	<u>1,498,000</u>	<u>1,498,000</u>	<u>1,498,000</u>	<u>-</u>
Total expenses	<u>7,919,000</u>	<u>8,808,000</u>	<u>8,807,230</u>	<u>770</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ (368,556)</u>	<u>\$ (693,556)</u>	(710,189)	<u>\$ (16,633)</u>
Revenues (expenses) not budgeted:				
Depreciation			\$ (22,654)	
OPEB expense			(18,325)	
Pension contribution expense			(91,714)	
Changes to conform to generally accepted accounting principles:				
Capital expense			<u>51,733</u>	
Change in net position			<u>\$ (791,149)</u>	

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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget Over/Under</u>
REVENUES:				
Premiums from employers	\$ 57,515,000	\$ 57,515,000	\$ 57,591,273	\$ 76,273
Premiums from other local governments	45,000	45,000	56,660	11,660
Administrative fees	818,000	818,000	850,729	32,729
Miscellaneous	5,000	5,000	-	(5,000)
Interest on investments	25,000	25,000	(41,234)	(66,234)
Total revenues	<u>58,408,000</u>	<u>58,408,000</u>	<u>58,457,428</u>	<u>49,428</u>
EXPENSES:				
Insurance and administration	59,592,000	59,684,000	58,599,816	1,084,184
Transfer to General Fund	60,000	60,000	80,025	(20,025)
Total expenses	<u>59,652,000</u>	<u>59,744,000</u>	<u>58,679,841</u>	<u>1,064,159</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ (1,244,000)</u>	<u>\$ (1,336,000)</u>	(222,413)	<u>\$ 1,113,587</u>
Revenues (expenses) not budgeted:				
OPEB expense			\$ (11,906)	
Pension contribution expense			<u>(59,989)</u>	
Change in net position			<u>\$ (294,308)</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, 2018

	Original	Final	Actual	Variance with Final Budget Over/Under
REVENUES:				
Charges for services	\$ 11,128,461	\$ 11,128,461	\$ 10,675,727	\$ (452,734)
Miscellaneous revenue	-	-	4,526	4,526
Interest on investments	1,000	1,000	1,535	535
Total revenues	11,129,461	11,129,461	10,681,788	(447,673)
EXPENSES:				
Fleet management	10,289,000	10,468,000	10,251,915	216,085
Transfer to General Fund	515,000	515,000	582,867	(67,867)
Total expenses	10,804,000	10,983,000	10,834,782	148,218
Excess (Deficiency) of Revenues Over (Under) Expenses	\$ 325,461	\$ 146,461	(152,994)	\$ (299,455)
Revenues (expenses) not budgeted:				
Depreciation			\$ (10,591)	
OPEB expense			(25,669)	
Pension contribution expense			(134,388)	
Changes to conform to generally accepted accounting principles:				
Change in net position			\$ (323,642)	

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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
REVENUES:				
Charges for services	\$ 37,866,755	\$ 37,866,755	\$ 37,888,397	\$ 21,642
Interest on investments	300,000	300,000	288,672	(11,328)
Total revenues	<u>38,166,755</u>	<u>38,166,755</u>	<u>38,177,069</u>	<u>10,314</u>
EXPENDITURES:				
Safety office	1,881,000	1,895,000	1,655,083	239,917
Tort and other claims	1,629,000	1,629,000	1,419,015	209,985
Workers' compensation claims	2,055,000	2,055,000	1,883,686	171,314
Unemployment compensation	1,117,000	1,117,000	405,228	711,772
Employee equity	222,000	222,000	116,812	105,188
WC/tort and other claims	26,600,000	30,585,000	30,584,516	484
Fund administration	1,086,000	1,104,000	997,706	106,294
Transfer to General Fund	664,000	827,000	826,759	241
Total expenditures	<u>35,254,000</u>	<u>39,434,000</u>	<u>37,888,805</u>	<u>1,545,195</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ 2,912,755</u>	<u>\$ (1,267,245)</u>	288,264	<u>\$ 1,555,509</u>
Revenues (expenses) not budgeted:				
Depreciation			\$ (7,926)	
Workers' compensation claims - reserve adjustment			(5,386,687)	
Workers' comp claims - reserve adjustment			813,165	
OPEB expense			6,611	
Pension contribution expense			(236,803)	
Changes to conform to generally accepted accounting principles:				
Capital expense			<u>6,375</u>	
Change in net position			<u>\$ (4,517,001)</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, 2018

	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Variance with Final Budget Over/Under
REVENUES:				
Warehouse and office service charges	\$ 625,000	\$ 625,000	\$ 736,457	\$ 111,457
Interest on investments	4,000	4,000	1,610	(2,390)
Miscellaneous revenue	5,000	5,000	4,023	(977)
Total revenues	<u>634,000</u>	<u>634,000</u>	<u>742,090</u>	<u>108,090</u>
EXPENDITURES:				
Materials management	664,000	672,000	534,771	137,229
Transfer to General Fund	236,000	236,000	200,291	35,709
Total expenditures	<u>900,000</u>	<u>908,000</u>	<u>735,062</u>	<u>172,938</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>\$ (266,000)</u>	<u>\$ (274,000)</u>	7,028	<u>\$ 281,028</u>
Revenues (expenses) not budgeted:				
Depreciation			\$ (11,275)	
OPEB expense			(6,414)	
Pension contribution expense			<u>(30,761)</u>	
Change in net position			<u>\$ (41,422)</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, 2018

	Balance June 30, 2017	Additions	Deductions	Balance June 30, 2018
ASSETS				
Cash and cash equivalents	\$ 4,540,818	\$ 800,318	\$ 338,798	\$ 5,002,338
Accounts receivable	46,396	1,850	18,811	29,435
Total assets	<u>\$ 4,587,214</u>	<u>\$ 802,168</u>	<u>\$ 357,609</u>	<u>\$ 5,031,773</u>
LIABILITIES				
Accounts payable	412	42,317	40,192	2,537
Funds held for others	4,586,802	815,906	373,472	5,029,236
Total liabilities	<u>\$ 4,587,214</u>	<u>\$ 858,223</u>	<u>\$ 413,664</u>	<u>\$ 5,031,773</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN FUNDS HELD FOR OTHERS
AGENCY FUNDS
YEAR ENDED JUNE 30, 2018

	Balance June 30, 2017	Additions	Deductions	Balance June 30, 2018
ED Eclipse - City Portion	\$ 238,208	\$ -	\$ 95,302	\$ 142,906
ED Eclipse - State Portion	142,876	95,302	-	238,178
FC-HSSC Tr and Ag-Los Griegos	500	-	500	-
PD-Reward Contributions	1,003	-	-	1,003
CC Open & Ethical Elections	2,732,665	542,200	140,639	3,134,226
Otter Exhibit	47,428	64,332	-	111,760
Museum	58,252	550	-	58,802
NM Regional PPC Shooting	122,751	18,504	27,196	114,059
Business Improvement District #1	47,125	-	10,756	36,369
Q13 Fire Fund	10,782	-	-	10,782
ABEC-Philips Clawback	379,644	-	60,372	319,272
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	3,641	18,001	16,077	5,565
HSSC - Alamosa	6,523	-	3,539	2,984
HSSC - John Marshall	350	100	450	-
Senior Multi-Service Center	46,284	-	477	45,807
ABQ Conf on Aging Trust	11,143	-	-	11,143
DSA Advisory Council/Adult Fitness	53,159	456	-	53,615
SA-NM Memorial	235	-	-	235
SA-Barelas SC	1,025	468	238	1,255
Bear Canyon Senior Center	10,071	8,154	868	17,357
Highland Senior Center	12,836	1,870	319	14,387
Los Volcanes Senior Center	13,466	3,761	298	16,929
Manzano Mesa/N Domingo Baca Mul	66,160	5,450	434	71,176
North Valley Senior Center	25,697	1,077	167	26,607
Palo Duro Senior Center	37,008	5,507	2,148	40,367
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	103,641	13,717	12,665	104,693
Outdoor Recreation	233	-	-	233
New Mexico Games	379	-	-	379
D.A.R.E.	7,124	-	-	7,124
Police Evidence Unit	245,645	34,473	-	280,118
Recycle Coupons	1,707	234	-	1,941
Transit Department	54,651	1,750	1,027	55,374
Miscellaneous	12,306	-	-	12,306
Total agency funds	<u>\$ 4,586,802</u>	<u>\$ 815,906</u>	<u>\$ 373,472</u>	<u>\$ 5,029,236</u>

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, 2018

	2018
CAPITAL ASSETS:	
Land	\$ 322,583,197
Right of Way	1,145,481,026
Buildings	472,924,285
Infrastructure	2,291,322,268
Improvements	804,881,269
Equipment	177,243,676
Other	8,002,614
Construction work in progress	18,298,659
Total capital assets	\$ 5,240,736,994
 INVESTMENT IN CAPITAL ASSETS:	
Acquisitions by fund::	
Capital project funds	5,160,139,223
General fund	53,220,285
Special revenue funds	25,083,452
Open space trust fund	2,166,820
Agency Fund	127,214
Total investment in capital assets	\$ 5,240,736,994

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
JUNE 30, 2018

Function and Activity	Land	Right of Way	Infrastructure	Buildings	Improvements	Equipment	Other	Total
Acq. prior to July 1, 1985	\$ 47,797,222	\$ 642,294,313	\$ 361,765,690	\$ 32,936,889	\$ 92,799,538	\$ 448,783	\$ -	\$ 1,178,042,435
Total unidentified	188,698,618	-	2,413,864	345,615	3,958,999	-	-	195,417,096
Acq. after June 30, 1985:								
General government:								
City clerk/records	-	-	-	-	8,935	107,362	-	116,297
City council	-	-	-	31,718	4,852	55,451	-	92,021
Finance	-	-	-	348,113	70,586	8,729,260	7,038,917	16,186,876
Legal services	-	-	-	-	-	1,354,503	-	1,354,503
Mayor/CAO	-	-	-	-	6,500	82,908	-	89,408
Internal audit	-	-	-	-	-	23,217	-	23,217
Personnel	-	-	-	-	-	41,272	-	41,272
Planning	4,473	198,494	1,686,644	919,217	1,190,623	2,317,585	925,989	7,243,025
General services	1,968,070	-	2,567,786	50,662,842	39,063,741	600,048	-	94,862,487
City/county building	-	-	-	2,905,739	6,270,751	867,779	-	10,044,269
Total	1,972,543	198,494	4,254,430	54,867,629	46,615,988	14,179,385	7,964,906	130,053,375
Public safety:								
Fire	176,442	-	12,168	25,272,726	8,141,481	36,716,177	-	70,318,994
Police	1,537,810	-	110,321	38,775,317	22,047,078	61,512,210	37,708	124,020,444
Total	1,714,252	-	122,489	64,048,043	30,188,559	98,228,387	37,708	194,339,438
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	14,748,437	2,113,959	-	37,655,160
Museum	3,188,000	-	(3,993,098)	30,035,119	13,259,159	908,614	-	43,397,794
Parks and recreation	26,523,691	-	11,925,918	24,472,619	207,180,263	15,207,537	-	285,310,028
Open space	7,893,978	-	1,189,810	30,868	2,036,402	2,873,637	-	14,024,695
Zoo/BioPark	-	-	1,217,444	13,825,202	36,065,472	3,545,118	-	54,653,236
Convention center	-	-	-	20,895,072	15,201,269	1,344,472	-	37,440,813
Total	43,205,752	-	18,520,480	191,993,221	491,778,178	26,078,563	-	771,576,194
Public works:								
Redevelopment	222,360	-	-	-	-	-	-	222,360
Mun. development	-	-	-	3,566,087	9,448,389	3,850,892	-	16,865,368
Storm drainage	2,670,150	95,279,003	677,541,770	4,341,449	9,069,246	3,451,246	-	792,352,864
Total	2,892,510	95,279,003	677,541,770	7,907,536	18,517,635	7,302,138	-	809,440,592
Highways and streets:								
Street maintenance	19,692,915	407,618,353	1,218,405,889	14,309,268	78,245,345	13,053,707	-	1,751,325,477
Traffic engineering	33,676	-	-	-	6,545,019	2,388,921	-	8,967,616
Total	19,726,591	407,618,353	1,218,405,889	14,309,268	84,790,364	15,442,628	-	1,760,293,093
Health:								
Environ. services	-	-	178,594	2,450,912	1,339,005	3,537,921	-	7,506,432
Animal control	50,000	-	-	-	354,330	2,050,399	-	2,454,729
Envir. health admin	-	-	-	2,995,861	709,252	429,143	-	4,134,256
Total	50,000	-	178,594	5,446,773	2,402,587	6,017,463	-	14,095,417

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
JUNE 30, 2018

Function and Activity	Land	Right of Way	Infrastructure	Buildings	Improvements	Equipment	Other	Total
Human services:								
Human services	5,974,558	-	1,629,925	44,394,221	12,814,948	4,561,788	-	69,375,440
Office of senior affairs	3,048,530	90,863	1,381,579	36,682,982	15,823,359	4,984,541	-	62,011,854
Housing&comm. dev.	7,502,621	-	5,107,558	19,992,108	5,191,114	-	-	37,793,401
Total	<u>16,525,709</u>	<u>90,863</u>	<u>8,119,062</u>	<u>101,069,311</u>	<u>33,829,421</u>	<u>9,546,329</u>	<u>-</u>	<u>169,180,695</u>
Total alloc. to prog.	<u>86,087,357</u>	<u>503,186,713</u>	<u>1,927,142,714</u>	<u>439,641,781</u>	<u>708,122,732</u>	<u>176,794,893</u>	<u>8,002,614</u>	<u>3,848,978,804</u>
Total cap. assets	<u>\$ 322,583,197</u>	<u>\$ 1,145,481,026</u>	<u>\$ 2,291,322,268</u>	<u>\$ 472,924,285</u>	<u>\$ 804,881,269</u>	<u>\$ 177,243,676</u>	<u>\$ 8,002,614</u>	<u>\$ 5,222,438,335</u>
Construction in progress								<u>18,298,659</u>
								<u>\$ 5,240,736,994</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
YEAR ENDED JUNE 30, 2018

	Balance June 30, 2017	Additions	Deductions	Balance June 30, 2018
Acquisitions prior to July 1, 1985	\$ 1,178,042,426	\$ -	\$ -	\$ 1,178,042,426
Total unidentified purposes	196,311,567	-	894,471	195,417,096
Acquisitions after June 30, 1985:				
General government:				
City clerk/records	82,677	33,620	-	116,297
City council	92,021	-	-	92,021
Finance and management	15,833,984	372,730	19,838	16,186,876
Legal services	1,354,503	-	-	1,354,503
Mayor/CAO	89,408	-	-	89,408
Internal audit	29,217	-	6,000	23,217
Personnel	41,272	-	-	41,272
Planning	6,965,228	366,885	89,088	7,243,025
General services	94,845,715	16,772	-	94,862,487
City/county building	5,229,866	4,976,728	162,325	10,044,269
Total general government	<u>124,563,891</u>	<u>5,766,735</u>	<u>277,251</u>	<u>130,053,375</u>
Public safety:				
Fire	69,849,839	1,710,009	1,240,854	70,318,994
Police	121,822,708	4,333,122	2,135,385	124,020,445
Total public safety	<u>191,672,547</u>	<u>6,043,131</u>	<u>3,376,239</u>	<u>194,339,439</u>
Culture and recreation:				
Administration	299,094,468	-	-	299,094,468
Library	37,698,970	429,056	472,859	37,655,167
Museum	43,313,503	86,212	1,920	43,397,795
Parks and recreation	265,771,606	19,969,786	431,364	285,310,028
Open space	13,257,811	766,885	-	14,024,696
Zoo/BioPark	37,069,875	17,748,281	164,920	54,653,236
Convention center	37,270,455	182,737	12,379	37,440,813
Total culture and recreation	<u>733,476,688</u>	<u>39,182,957</u>	<u>1,083,442</u>	<u>771,576,203</u>
Public works:				
Redevelopment	222,360	-	-	222,360
Municipal development	10,557,204	6,568,155	259,993	16,865,366
Storm drainage/maintenance	785,897,439	6,465,239	9,814	792,352,864
Total public works	<u>796,677,003</u>	<u>13,033,394</u>	<u>269,807</u>	<u>809,440,590</u>
Highways and streets:				
Transportation/Street maintenance	1,706,804,698	44,646,616	125,838	1,751,325,476
Traffic engineering	8,868,785	170,286	71,454	8,967,617
Total highways and streets	<u>1,715,673,483</u>	<u>44,816,902</u>	<u>197,292</u>	<u>1,760,293,093</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF CHANGES IN CAPITAL ASSETS AT COST - BY FUNCTION AND ACTIVITY
YEAR ENDED JUNE 30, 2018

	Balance June 30, 2017	Additions	Deductions	Balance June 30, 2018
Health:				
Consumer protection	83,935	-	83,935	-
Environmental services	7,360,414	309,526	163,509	7,506,431
Animal control services	2,170,053	322,092	37,415	2,454,730
Environmental health and administration	4,081,086	91,400	38,230	4,134,256
Total	<u>13,695,488</u>	<u>723,018</u>	<u>323,089</u>	<u>14,095,417</u>
Human services:				
Human services	69,385,160	745,142	754,861	69,375,441
Office of senior affairs	59,104,466	3,110,007	202,620	62,011,853
Housing/community development	35,888,213	1,905,189	-	37,793,402
Total human services	<u>164,377,839</u>	<u>5,760,338</u>	<u>957,481</u>	<u>169,180,696</u>
Construction work in progress	23,624,824	14,783,057	20,109,222	18,298,659
Total capital assets	<u>\$ 5,138,115,756</u>	<u>\$ 130,109,532</u>	<u>\$ 27,488,294</u>	<u>\$ 5,240,736,994</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF TRANSFERS BETWEEN FUNDS
YEAR ENDED JUNE 30, 2018

Interfund transfers were as follows:

From	To	Total
General Fund	Operating Grants Fund	\$ 5,515,554
General Fund	Metropolitan Redevelopment Fund	245,000
General Fund	Gas Road Tax Fund	278,000
General Fund	City/County Facilities Fund	2,288,000
General Fund	Capital Acquisitions Fund	785,000
General Fund	Transit Fund	25,256,000
General Fund	Golf Fund	1,146,000
General Fund	Stadium Fund	199,000
General Fund	Vehicle & Equipment Replacement Fund	300,000
General Fund	Sales Tax Refunding Fund	11,180,000
Fire Fund	Fire Debt Service Fund	102,000
Lodgers Tax Fund	General Fund	901,000
Lodgers Tax Fund	Sales Tax Refunding Fund	6,494,000
Hospitality Tax Fund	Sales Tax Refunding Fund	1,198,000
Hospitality Tax Fund	Capital Acquisitions Fund	75,000
Hospitality Tax Fund	General Fund	89,000
Law Enforcement Protection Fund	General Fund	588,000
Capital Acquisition Fund	Transit Fund	1,855,065
Capital Acquisition Fund	General Fund	411,000
Infrastructure Tax Fund Phase II	Transit Fund	16,005,738
Aviation Fund	General Fund	150,000
Parking Facilities Fund	General Fund	115,711
Refuse Disposal Operating Fund	General Fund	2,580,891
Transit Fund	General Fund	408,101
Apartments Operating Fund	City Housing Fund	53,046
Golf Fund	General Fund	75,727
Risk Management Fund	General Fund	250,000
Communications Fund	Sales Tax Refunding Fund	1,498,000
Open Space Permanent Fund	Capital Acquisition Fund	250,450
Urban Enhancement Trust - Principal Fund	Urban Enhancement Trust - Operating Fund	190,234
Total transfers		<u>\$ 80,483,517</u>

* Major fund, all others are nonmajor funds

	Transfers Out	Transfers In
Statement of Revenues, Expenditures, and Changes in Fund Balances		
All Governmental Funds	\$ (75,352,040)	\$ 36,021,714
Statement of Revenues, Expenses, and Changes in Net Position		
All Proprietary Funds		
Enterprise funds	(3,383,477)	44,461,803
Internal service funds	(1,748,000)	-
Total transfers	<u>(80,483,517)</u>	<u>80,483,517</u>

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

Parking Facilities Fund	115,712
Refuse Disposal Fund	1,291,059
Transit Fund	408,101
Golf Course Fund	75,727
Total PILOT	<u>\$ 1,890,599</u>

STATISTICAL SECTION

STATISTICAL SECTION CONTENTS

The Statistical Section presents detailed information as a context for understanding what the financial statements, note disclosures, and required supplementary information say about the City's overall financial health.

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the factors effecting the City's ability to generate its gross tax.

Debt Capacity

These schedules present information to help the reader assess the City's current levels of outstanding debt and City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time with other governments.

Operating Information

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial report relates to services and activities provided by the City.

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

Schedule 1

	Fiscal Years									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	\$ 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	\$ 3,070,389,572
Restricted net position	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	260,817,636
Unrestricted	188,115,252	193,064,675	145,380,268	147,877,323	135,710,892	136,776,750	(226,893,512)	(267,531,849)	(428,907,714)	(807,877,061)
Total governmental activities	<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>	<u>\$ 2,523,330,147</u>
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets	\$ 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	\$ 652,282,698
Restricted	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	120,842,750
Unrestricted	58,854,656	57,528,047	71,111,079	71,336,080	71,707,313	95,746,063	6,247,735	(1,289,030)	(81,708,258)	(52,270,346)
Total business-type activities	<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>	<u>\$ 720,855,102</u>
PRIMARY GOVERNMENT										
Net investment in capital assets	\$ 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	\$ 3,722,672,270
Restricted	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	381,660,386
Unrestricted	246,969,908	250,592,722	216,491,347	219,213,403	207,418,205	232,522,813	(220,645,777)	(268,820,879)	(510,615,972)	(860,147,407)
Total primary government	<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>	<u>\$ 3,244,185,249</u>

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

Schedule 2

	Fiscal Years									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
EXPENSES										
Governmental activities										
General government	\$ 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	\$ 131,814,661
Public safety	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	284,864,616
Culture and recreation	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	110,091,970
Public works/municipal development	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	27,477,161
Health and welfare	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	20,555,003
Human services	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	71,027,240
Housing	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	2,035,223
Highways and streets	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	57,139,799
Interest and other charges	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	19,952,096
Total governmental activities	<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>	<u>724,957,769</u>
Business-type activities										
Airport	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	63,113,143
Refuse disposal	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	69,592,007
Housing authority	33,493,993	32,823,808	30,159,407	31,808,191	31,129,099	32,508,011	30,071,243	-	-	-
Transit	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	62,419,783
Other non-major	5,664,154	15,382,640	15,555,029	14,747,865	15,091,988	15,686,259	14,926,144	15,795,867	16,663,598	16,798,212
Total business-type activities	<u>212,928,972</u>	<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>	<u>211,923,145</u>
Total primary government	<u>\$ 824,399,369</u>	<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>	<u>\$ 936,880,914</u>
PROGRAM REVENUES										
Governmental activities										
Charges for services										
General government	\$ 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	\$ 36,671,569
Public services	14,670,095	14,047,361	10,841,345	8,758,246	7,620,051	8,168,017	6,797,809	6,304,857	6,847,221	7,936,035
Other	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	25,027,604
Operating grants and contributions	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	31,639,116
Capital grants and contributions	-	-	22,742,337	22,742,337	12,575,140	8,535,527	6,239,990	16,151,012	13,029,700	6,894,664
Total governmental activities	<u>95,957,683</u>	<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>	<u>108,168,988</u>
Business-type activities										
Charges for services										
Airport	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	68,419,211
Refuse disposal	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	71,995,219
Other	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	25,894,720
Operating grants and contributions	27,118,913	28,538,994	30,147,543	27,867,345	28,328,381	28,030,249	-	-	-	-
Capital grants and contributions	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	88,962,420
Total business-type activities	<u>213,427,409</u>	<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>	<u>255,271,570</u>
Total primary government	<u>\$ 309,385,092</u>	<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>	<u>\$ 363,440,558</u>

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

Schedule 2

	Fiscal Years									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
NET (EXPENSE)/REVENUE										
Governmental activities	\$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	\$616,788,781
Business-type activities	498,437	(21,175,419)	(21,708,516)	(10,817,038)	(18,569,950)	(6,150,041)	(41,196,566)	(192,611)	(23,516,801)	43,348,425
Total primary government	<u>\$515,014,277</u>	<u>\$532,012,250</u>	<u>\$498,777,367</u>	<u>\$487,653,698</u>	<u>\$542,398,876</u>	<u>\$506,624,719</u>	<u>\$549,027,466</u>	<u>\$564,021,354</u>	<u>\$604,336,914</u>	<u>\$573,440,356</u>
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities										
Taxes										
Property taxes	\$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	\$147,913,704
Franchise taxes	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	25,730,209
Gross receipts taxes, local option	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	194,878,184
Other taxes	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	15,686,861
Shared taxes and fees	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	207,985,256
Unrestricted grants and contributions	19,485,714	23,653,996	6,309,436	8,737,623	77,478	41,839	148,660	39,611	75,287	281,013
Payment in lieu of taxes	4,921,566	5,182,185	59,130	53,231	19,885	6,079	15,788	21,472	129,047	13,812
Investment earnings	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	(459,948)
Special assessments collected	-	-	-	-	25,497,795	1,146,093	1,032,235	-	-	-
Miscellaneous revenue	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	22,012,785
Unrealized gain (loss) on investments	-	-	-	-	-	-	(3,660,383)	544,585	(4,576,879)	-
Transfers	(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)	(41,078,327)
Total governmental activities	<u>718,649,365</u>	<u>524,197,831</u>	<u>506,530,723</u>	<u>513,073,717</u>	<u>526,934,251</u>	<u>511,130,380</u>	<u>527,627,039</u>	<u>524,359,237</u>	<u>522,763,174</u>	<u>572,963,549</u>
Business-type activities										
Investment earnings	1,188,169	554,815	799,058	535,264	769,585	1,014,474	1,358,579	2,320,979	2,181,333	(1,359,731)
Special assessments collected	-	-	-	-	-	(71,180)	-	-	-	-
Miscellaneous	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	1,058,111
Transfers between gov't and business type	-	32,354,648	29,078,967	32,130,430	30,810,913	40,686,356	-	-	-	-
Transfers	-	-	-	-	-	-	32,153,092	38,443,272	55,949,929	41,078,326
Total business-type activities	<u>6,463,508</u>	<u>37,176,224</u>	<u>33,745,242</u>	<u>37,989,559</u>	<u>33,135,915</u>	<u>42,895,152</u>	<u>34,714,885</u>	<u>42,070,002</u>	<u>59,159,035</u>	<u>40,776,706</u>
Total primary government	<u>\$725,112,873</u>	<u>\$561,374,055</u>	<u>\$540,275,965</u>	<u>\$551,063,276</u>	<u>\$560,070,166</u>	<u>\$554,025,532</u>	<u>\$562,341,924</u>	<u>\$566,429,239</u>	<u>\$581,922,209</u>	<u>\$613,740,255</u>
CHANGE IN NET POSITION										
Governmental activities	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)	(43,825,232)
Business-type activities	6,961,945	16,000,805	12,036,726	27,172,521	14,565,965	36,745,111	(6,481,681)	41,877,391	35,642,234	84,125,131
Total primary government	<u>\$210,098,596</u>	<u>\$29,361,805</u>	<u>\$20,498,598</u>	<u>\$63,409,578</u>	<u>\$17,671,290</u>	<u>\$47,400,813</u>	<u>\$13,314,458</u>	<u>\$2,407,885</u>	<u>\$(22,414,705)</u>	<u>\$40,299,899</u>

(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>
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
2018	\$ 202,472,174	2,515,100	-	1,956,251	194,878,184	147,913,704	25,730,209	2,614,477	13,072,384	\$ 591,152,483

(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		
	2009	2010	2011
GENERAL FUND			
Reserved	\$ -	\$ 1,019,224	\$ -
Unreserved	43,264,535	44,145,165	-
Total general fund	<u>\$ 43,264,535</u>	<u>\$ 45,164,389</u>	<u>\$ -</u>
ALL OTHER GOVERNMENTAL FUNDS			
Reserved	101,524,245	72,775,674	-
Unreserved reported in:			
Special revenue funds	36,221,184	28,303,639	-
Capital projects funds	233,459,918	178,833,235	-
Total all other governmental funds	<u>\$ 371,205,347</u>	<u>\$ 279,912,548</u>	<u>\$ -</u>

	2012	2013	2014	2015	2016	2017	2018
GENERAL FUND							
Nonspendable	\$ 27,989	\$ 46,753	\$ 63,315	\$ 22,960	\$ 102,774	\$ 34,628	\$ 61,811
Committed	41,400,000	41,450,000	44,935,000	42,842,000	43,881,000	45,303,000	48,302,000
Unassigned	17,796,410	16,842,783	18,445,460	20,443,558	15,969,175	11,832,924	6,273,396
Total general fund	<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>	<u>\$ 54,637,207</u>
ALL OTHER GOVERNMENTAL FUNDS							
Nonspendable	29,802,969	28,354,672	28,341,115	24,657,101	25,639,462	20,933,854	18,507,981
Restricted	292,125,514	338,235,571	288,537,287	56,935,446	361,483,492	368,143,091	401,762,945
Committed	24,799,578	37,291,758	19,582,960	19,702,381	15,344,190	11,474,193	13,155,882
Assigned	1,000,383	2,119,536	3,998,370	1,775,280	2,575,536	1,709,990	16,573,134
Unassigned	(3,654)	(13,515)	(92,797)	(46,234)	-	(38,407)	(109,408)
Total all other governmental funds	<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>	<u>\$ 449,890,534</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									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
REVENUES										
Taxes	\$ 317,507	\$ 301,882	\$ 314,819	\$ 325,370	\$ 328,160	\$ 332,911	\$ 342,934	\$ 348,217	\$ 369,540	\$ 384,956
Licenses and permits	10,442	10,038	10,410	12,166	14,591	14,805	14,569	14,837	16,287	14,725
Intergovernmental	240,261	236,466	246,943	246,368	235,123	233,905	238,598	242,398	242,940	242,198
Charges for services	48,526	49,897	47,866	51,046	51,712	51,026	54,849	57,038	59,523	62,896
Fines and forfeitures	10,663	9,018	6,200	3,631	3,164	2,542	1,998	982	875	951
Investment earnings	9,538	8,797	2,255	2,911	1,118	2,700	3,035	7,305	3,800	(711)
Special assessments	1,912	908	767	575	3,865	3,492	3,502	4,390	3,655	3,006
Collections on real estate contracts receivable	-	-	476	-	-	-	-	-	-	-
Miscellaneous	14,813	13,138	19,187	14,567	13,167	8,659	8,608	16,342	12,870	14,781
Total revenues	<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>	<u>722,802</u>
EXPENDITURES										
General government	80,192	75,293	74,351	75,028	87,415	80,490	84,247	93,754	85,096	85,797
Public safety	222,609	229,141	223,325	228,727	228,962	229,230	235,264	244,639	251,502	260,609
Culture and recreation	72,487	73,987	72,768	74,058	80,693	81,846	82,978	91,124	87,412	86,188
Public works	31,040	31,542	30,712	29,650	32,553	31,128	14,963	27,389	24,079	16,780
Highways and streets	-	-	-	-	-	-	22,952	22,903	26,238	31,773
Health and human services	72,031	68,826	67,160	67,320	70,995	75,566	77,101	82,834	86,322	84,231
Housing	4,299	9,765	10,136	4,779	3,129	1,832	2,916	1,672	3,728	416
Capital outlay	146,583	138,018	161,665	130,465	142,003	163,413	131,040	69,686	121,451	99,643
Debt service										
Principal retirement	70,246	77,524	53,210	56,441	59,151	58,867	59,588	64,273	921	71,166
Interest	15,999	15,469	15,209	16,944	18,379	21,533	21,569	23,597	26,351	25,771
Fiscal agent and other fees	814	1,215	860	604	923	1,681	926	1,328	727	1,307
Total expenditures	<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>	<u>763,681</u>
Excess of revenues under expenditures	(62,638)	(90,636)	(60,473)	(27,382)	(73,303)	(95,546)	(65,451)	(31,690)	(4,337)	(40,879)
OTHER FINANCING SOURCES (USES)										
Transfers in	31,832	52,565	25,290	27,714	41,516	37,178	39,650	42,506	37,931	36,022
Transfers out	(70,058)	(80,402)	(54,119)	(59,594)	(70,677)	(77,908)	(71,613)	(80,165)	(92,136)	(75,352)
Insurance recovery	-	-	-	-	-	258	-	-	-	-
Gain (loss) on investments	-	-	6,746	10,784	11,448	6,211	(3,660)	226	(4,292)	-
Premiums on bonds issued	-	(40,535)	-	(11,330)	-	(45,005)	8,841	11,985	5,375	9,036
Proceeds from refunded bonds	-	41,274	-	30,185	-	48,635	-	-	-	-
Bonds and notes issued	82,657	24,940	136,403	73,834	148,394	65,660	99,582	110,973	51,857	116,310
Total other financing sources (uses)	<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>	<u>86,016</u>
Net change in fund balance	<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>	<u>\$ 45,137</u>
Debt services as a percentage of non-capital expenditures	15.14 %	15.96 %	12.49 %	13.26 %	13.32 %	13.81 %	13.47 %	13.45 %	4.60 %	14.60 %

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

Schedule 6

Fiscal Year	Real Property		Other Property		Exemptions		Total Taxable	Total Direct	Estimated	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Centrally Assessed	Personal/Livestock	Residential Property	Commercial Property	Assessed Value	Tax Rate	Actual Value	Value
Ended June 30,					(2)	(3)		(1)		
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%
2018	10,498,074,189	4,301,666,387	379,318,637	447,714,802	(503,134,789)	(1,892,660,349)	13,230,978,877	11.291	46,927,249,294	28.19%

Source: Bernalillo County Abstract of Property Reported For Taxation

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

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

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

CITY OF ALBUQUERQUE, NEW MEXICO
PROPERTY 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)
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 %
2018	149,392,706	145,301,500	97.26 %	3,720,566	149,022,066	99.75 %

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 2018			Fiscal Year 2008		
	Taxable Sales (\$ millions)	Rank	Percentage of Total	Taxable Sales (\$ millions)	Rank	Percentage of Total
Retail Trade	\$ 4,144.1	1	24.63 %	\$ 4,308.5	1	28.43 %
Professional scientific and technical services	1,624.0	2	9.65 %	1,436.7	4	9.48 %
Accommodation and food services	1,620.0	3	9.63 %	1,561.7	3	10.30 %
Construction	1,606.1	4	9.55 %	1,237.2	5	8.16 %
Food	1,371.5	5	8.15 %	1,036.9	6	6.84 %
Other Services	1,364.0	6	8.11 %	1,653.3	2	10.91 %
Health Care	1,237.1	7	7.35 %	681.3	7	4.49 %
Information and Cultural Industries	796.9	8	4.74 %	395.3	11	2.61 %
Utilities	531.9	9	3.16 %	461.0	9	3.04 %
Wholesale Trade	466.2	10	2.77 %	671.3	8	4.43 %
Medical	338.9	11	2.01 %	432.7	10	2.85 %
Real Estate and Leasing	313.8	12	1.87 %	219.4	13	1.45 %
Finance and Insurance	309.0	13	1.84 %	149.2	15	0.98 %
Manufacturing	305.0	14	1.81 %	312.3	12	2.06 %
Admin and Support	301.7	15	1.79 %	127.7	16	0.84 %
Arts Entertainment and Recreation	155.5	16	0.92 %	60.1	19	0.40 %
Transportation and Warehousing	120.2	17	0.71 %	119.5	17	0.79 %
Unclassified Establishments	85.3	18	0.51 %	165.3	14	1.09 %
Educational Services	82.9	19	0.49 %	94.8	18	0.63 %
Agriculture	26.3	20	0.16 %	6.8	22	0.04 %
Management of companies	16.2	21	0.03 %	0.4	23	0.01 %
Mining	5.4	22	0.10 %	17.7	20	0.12 %
Public Administration	2.2	23	0.02 %	7.1	21	0.05 %
Total taxable gross receipts	\$ 16,824.2		100.00 %	\$ 15,156.2		100.00 %

(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>				
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	
2018	44.357	11.291	9.383	1.360	10.667	3.841	0.921	6.400	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 ³
	State	Less: State Credit	City ¹	County	Total Rate in City	
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
2018						
7/1/17-12/31/17	5.1250	-	1.1875	1.1875	7.5000	2.2413
1/1/18-6/30/18	5.1250	-	1.1875	1.1875	7.5000	2.2413

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

2018 (Tax Year 2017)

2008 (Tax Year 2007)

Name of Taxpayer	2018 (Tax Year 2017)			Name of Taxpayer	2008 (Tax Year 2007)		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation		Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Valuation
Public Service Co. of New Mexico	218,778,124	1	1.65%	Qwest (US West)	97,062,812	1	0.89%
Qwest Corp	45,914,080	2	0.35%	PNM Electric	91,937,229	2	0.84%
New Mexico Gas Company	41,793,719	3	0.32%	Southwest Airlines	20,191,079	3	0.18%
Comcast of NM Inc.	33,780,329	4	0.26%	PNM Gas Services	20,176,901	4	0.18%
Verizon Wireless	21,813,095	5	0.16%	Simon Property Group Ltd (Cottonwood Mall)	16,041,762	5	0.15%
Southwest Airlines	16,215,651	6	0.12%	Comcast Cablevision of New Mexico	15,805,635	6	0.14%
AT&T Mobility LLC	15,441,237	7	0.12%	Heitman Properties of NM (part of Coronado Shopping Mall)	14,771,490	7	0.13%
BN&SF	13,773,028	8	0.10%	HUB Albuquerque LLC/HRPT Properties	14,261,640	8	0.13%
GCC Rio Grande	12,190,151	9	0.09%	T-Mobile Texas LP	13,881,352	9	0.13%
T-Mobile	<u>9,025,467</u>	10	<u>0.07%</u>	Verizon Wireless (VAW) LLC.	<u>12,775,431</u>	10	<u>0.12%</u>
Total	428,724,881		3.24%	-	316,905,331		2.89%
Total taxable valuation	13,230,978,827				10,949,766,038		

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
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	235,530,000	18,887,747	1,090,250	32,315,000	-	-	17,595,000
2018	440,576,000	249,975,000	17,180,679	1,026,570	23,110,000	-	-	16,450,000

Fiscal Year	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)	Population (2)	Personal Income (1)
2009	668,538,920	2.22%	1,265	528,687	30,100,000,000
2010	593,943,645	1.94%	1,093	543,302	30,600,000,000
2011	626,964,084	1.96%	1,149	545,852	32,000,000,000
2012	636,018,468	1.96%	1,151	552,804	32,400,000,000
2013	701,429,505	2.19%	1,265	554,621	32,000,000,000
2014	692,163,356	2.04%	1,244	556,495	33,900,000,000
2015	703,774,341	2.00%	1,265	556,495	35,200,000,000
2016	737,733,555	2.02%	1,319	559,131	36,500,000,000
2017	713,513,997	1.92	1,277	559,277	37,200,000,000
2018	748,318,249	N/A	N/A	558,545	NA

(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 2017 estimate, updates years 2009 to 2017.

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>
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
2018	440,576,000	13,251,142,082	3.32%	788.79	558,545

(1) U.S. CENSUS 2017 1-Year Estimates

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

Schedule 14

<u>Governmental Agency</u>	<u>Debt</u>	<u>Tax Year 2017 Assessed Valuation</u>	<u>Percent Applicable to City</u>	<u>Net Overlapping</u>
Direct Governmental Activities Debt:				
General Obligation Bonds	\$ 440,576,000	13,230,978,827	100.00 %	\$ 440,576,000
Gross Receipts Tax Revenue Bonds	249,975,000	13,230,978,827	100.00 %	249,975,000
Fire Fund Loan	1,026,570	13,230,978,827	100.00 %	1,026,570
Total Direct Debt				<u>691,577,570</u>
			-	-
Overlapping Governmental Activities Debt:				
Albuquerque Public Schools	\$ 567,790,000	16,388,834,729	80.73 %	458,386,309
Albuquerque Metropolitan Arroyo Flood Control Authority	42,125,000	15,264,359,979	86.68 %	36,513,485
Central New Mexico Community College	90,340,000	18,611,631,378	71.09 %	64,222,561
Bernalillo County	112,985,000	16,116,114,678	82.10 %	92,758,222
State of New Mexico	395,920,000	57,173,515,395	23.14 %	91,623,002
Total Overlapping Debt				<u>743,503,579</u>
 Total Direct & Overlapping Debt				 <u>\$ 1,435,081,150</u>

Source: City of Albuquerque Treasury Dept.

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

Schedule 15

	Fiscal Years									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Debt Limit	\$ 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	\$ 530,045,683
Total net debt applicable to limit	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	359,605,000
Legal debt margin	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	170,440,683
Total net debt applicable to the limit as a percentage of debt limit	54 %	48 %	60 %	65 %	62 %	74 %	74 %	79 %	73 %	68 %

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		
2009	66,288	30,166	36,122	26,971	1.34	57,163	44,943	12,220	4,981	2.45
2010	69,115	29,541	39,574	26,378	1.50	54,068	43,329	10,739	4,945	2.17
2011	65,507	29,827	35,680	26,209	1.36	62,172	45,337	16,835	4,988	3.38
2012	67,753	30,649	37,104	25,053	1.48	63,766	46,399	17,367	4,978	3.49
2013	66,933	30,150	36,783	24,272	1.52	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	56,694	30,495	26,199	15,297	1.71	71,166	46,953	24,213	427	56.70
2016	57,027	29,670	27,357	13,920	1.97	-	-	-	-	-
2017	54,494	30,802	23,692	13,683	1.73	-	-	-	-	-
2018	59,253	32,504	26,749	10,223	2.62	-	-	-	-	-

* 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		
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	-	-	-	-	-
2013	221,872	-	221,872	11,348	19.55	-	-	-	-	-
2014	227,217	-	227,217	15,169	14.98	-	-	-	-	-
2015	235,893	-	235,893	14,050	16.79	-	-	-	-	-
2016	239,952	-	239,952	17,837	13.45	-	-	-	-	-
2017	243,572	-	243,572	9,551	25.50	-	-	-	-	-
2018	253,550	-	253,550	20,615	12.30	-	-	-	-	-

* 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

2018				2008			
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)	4,187	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 %
Total	68,676		17.62 %		78,914		19.90 %

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*
2009	529,219	876,448	30.1	34,349	407,287	381,530	40,301	6.3%
2010	545,852	887,077	30.6	34,443	413,671	380,636	40,688	8.0%
2011	551,335	896,818	32.0	35,656	423,029	390,423	41,367	7.7%
2012	553,998	900,368	32.4	36,015	418,913	387,789	41,977	7.4%
2013	555,499	902,083	32.2	35,465	416,945	388,150	41,941	6.9%
2014	555,793	902,069	33.9	37,569	415,767	387,769	42,910	6.7%
2015	556,205	903,489	35.2	38,988	417,178	390,976	43,678	6.3%
2016	557,509	906,877	36.5	40,287	419,939	394,484	44,298	6.1%
2017	559,277	910,726	37.2	40,856	423,929	398,698	44,978	6.0%
2018	558,545	N/A	N/A	N/A	428,952	406,807	N/A	5.2%

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 2016 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 2017 estimate, updates years 2009 to 2017.

N/A - Not Available

CITY OF ALBUQUERQUE, NEW MEXICO
DEMOGRAPHIC STATISTICS

Schedule 19

	<u>Number</u>	<u>Percent</u>
<u>SCHOOL ENROLLMENT (1)</u>		
<u>Albuquerque School District</u>		
Person enrolled in school	168,485	100.00 %
Elementary schools (including Kindergarten)	44,742	26.56 %
Mid-high schools	20,213	12.00 %
High schools	27,912	16.57 %
Private, alternative, and parochial schools	12,556	7.45 %
Community College of New Mexico - Central NM Community College	36,784	21.83 %
University of New Mexico - Albuquerque Campus	26,278	15.60 %
Percent completed High School	-	67.90 %
<u>HOUSEHOLD BY TYPE (2)</u>		
<u>Albuquerque City</u>		
Total households	221,418	100.00 %
Family households	128,734	58.10 %
with children under 18 years	53,705	24.30 %
Married-couple family	86,026	38.90 %
with children under 18 years	31,727	14.30 %
Female householder, no husband present	32,160	14.60 %
with children under 18 years	15,496	7.00 %
Nonfamily households	92,684	41.90 %
Average household size	2.50	
Average family size	3.29	
<u>HOUSING CHARACTERISTICS (2)</u>		
<u>Albuquerque City</u>		
Total housing units	244,656	100.00 %
Occupied housing units	221,418	90.50 %
Owner-occupied housing units	134,243	54.90 %
Renter-occupied housing units	87,175	35.60 %
Vacant housing units	23,238	9.50 %
<u>MEDIANS (2)</u>		
<u>Albuquerque City</u>		
Population age	37.00	
Family income	67,301	
Monthly housing cost - mortgage	1,315	
Monthly housing cost - renting	837	
<u>NATIONAL COMPARISON OF SELECTED CHARACTERISTICS (3)</u>		
<u>Statewide comparing to nationwide</u>		
Population living below the poverty level	3	19.10 %
Children under 18 years below poverty level	3	27.80 %
		<u>Percent</u>
Households with one or more people under 18 (2)	35	28.80 %
Population 18 years and older who are veterans	8	9.30 %
Population 25 years and older who have completed high school	48	86.10 %
Population 25 years and over how have completed a Bachelor's degree	41	27.10 %
Percent of People 25 years and Over Who Have Completed an Advanced Degree	23	11.80 %

* 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) 2017 American Community Survey 1 - Year Estimates (U.S. Census Bureau)
- (3) 2016 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	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Animal Welfare	141	135	135	134	137	139	139	141	141	141
Aviation	276	276	276	277	278	272	280	281	281	285
Chief Administrative Officer Dept.	33	33	35	35	23 ⁽³⁾	21	21	14 ⁽⁷⁾	14	14
Civilian Police Oversight Agency	-	-	-	-	-	-	-	8 ⁽⁸⁾	8	8
Council Services	28	28	26	26	26	26	26	27	29	30
Cultural Services	376	349	338	333	335	317	333	334	344	352
Economic Development	11	8	8	7	7	8	9	9	11	11
Environmental Health	88	88	83	82	74	73	75	76	76	76
Family and Community Services	416	402	380	366	366	359	285 ⁽⁴⁾	289	290	282
Finance and Administrative Services	311	301	297	299	309	300	300	208 ⁽⁹⁾	201	150 ⁽¹¹⁾
Fire	708	707	696	695	695	702	702	699	699	711
Human Resources	39	36	34	34	34	33	34	36	37	38
Legal	106	85	60	56	57	59	58	58	59	60
Mayor Department	7	7	6	6	6	6	6	6	6	6
Municipal Development	526	511	461	437	437	428	462	462	467	438 ⁽¹²⁾
Office of Internal Audit	14	12	9	7	7	7	7	7	7	7
Office of Inspector General	-	-	3 ⁽¹⁾	3	3	3	3	3	3	3
Office of City Clerk	-	-	11 ⁽²⁾	11	11	16	17	17	17	17
Parks and Recreation	292	282	313	300	303	302	268 ⁽⁵⁾	269	269	294 ⁽¹²⁾
Planning	180	156	155	150	151	154	155	160	175	175
Police	1,564	1,537	1,530	1,509	1,520	1,529	1,466 ⁽⁶⁾	1,466	1,475	1,513
Senior Affairs	102	102	111	108	109	110	115	116	125	130
Solid Waste	450	427	433	420	432	437	457	458	462	468
Technology and Innovation	-	-	-	-	-	-	-	88 ⁽¹⁰⁾	89	140 ⁽¹¹⁾
Transit Operations	584	595	587	559	564	561	567	569	569	609
Total	6,252	6,077	5,987	5,854	5,884	5,862	5,785	5,801	5,854	5,958

- (1) The Office of Inspector General was created mid-year FY11 with three positions from the Office of Internal Audit.
- (2) The approved FY11 budget establishes the Office of the City Cler., The City Cleak is moved from the Legal Department with a total of 12 position. Other position changes include one intr-year position and two deleted positions in FY11.
- (3) The Chief Administrative Officer deleted six full time positions from the Administrative Hearing Office; and moved six grant funded position to the Police Department..
- (4) The Housing Authority has completed its separation from the City and reduced the total full-time position by 74 in FY15.
- (5) .A portion of the Parks capital improvement program with thirty-three positions was transferred to Municipal Development in FY15.
- (6) The Police Department deleted 100 vacant police officer positions, and added several full-time civilian positions in FY15.
- (7) 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.
- (8) 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.
- (9) 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).
- (10) Creation of Technology and Innovation Department in FY16.
- (11) The Citizen Services Program (311 city service cakk cebter) nived nud-year FY18 to the Department of Technology and Innovation. This encompassed 51 positions transferred form the Department of Finance and Administrative Services to the Department of Technology and Innovation.
- (12) During FY18, the Parks Construction area with 24 positions moved to the Department of Parks and Recreation.

CITY OF ALBUQUERQUE, NEW MEXICO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Schedule 21

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
AVIATION										
Passengers enplaned/deplaned	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	5,258,775
Airline Reported Landings	41,166	38,585	38,359	36,951	32,222	30,255	21,138	26,371	25,865	28,882
CULTURAL AND RECREATION										
Library computer use	566,736	654,525	629,867	659,807	801,750	852,324	801,287	895,739	653,291	628,184
Library materials borrowed	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	4,448,575
Library visits	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	2,092,292
BioPark annual attendance	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	1,052,991
Explora annual attendance	221,478	222,315	232,831	234,385	213,063	223,825	273,218	299,945	316,578	330,321
Albuquerque Museum attendance	111,503	124,848	125,406	121,379	114,986	112,115	127,736	135,148	135,414	128,982
Balloon Museum attendance	62,590	71,623	66,103	98,906	86,184	96,321	114,701	133,748	130,376	139,987
Parks acres maintained	3	2,921	3,088	3,151	3,302	3,423	2,790	2,790	2,790	2,794
Open space acres	28,803	28,837	28,903	28,932	29,042	29,092	29,104	29,126	29,126	29,135
MUNICIPAL DEVELOPMENT										
Street miles maintained	4,525	4,579	4,580	4,596	4,596	4,601	4,603	4,628	4,638	4,634
Street miles resurfaced/crack-seal	189	188	155	132	132	154	184	115	103	93
Potholes repaired	2,476	3,360	3,608	3,578	4,855	7,276	12,586	8,346	9,272	7,746
Curb miles swept	50,251	40,946	44,813	40,000	40,643	42,731	41,258	42,293	46,866	42,508
Facility maintained	193	179	179	192	202	194	194	194	194	194
Facility sq. ft. area maintained (mil.)	2.41	2.20	2.15	2.34	3.80	3.57	3.78	3.86	3.86	3.86
PLANNING										
Inspections-code compliance	68,808	62,462	69,306	38,189	80,489	84,245	83,187	83,834	78,971	33,068
Inspections - permits	149,428	70,616	56,807	69,185	35,538	31,170	28,018	83,695	84,982	90,397
Plans reviewed (building safety)	4,946	3,059	2,429	2,970	2,718	3,440	3,680	5,189	6,057	3,099

CITY OF ALBUQUERQUE, NEW MEXICO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

Schedule 21

Function/Program	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
PUBLIC SAFETY - FIRE										
Emergency responses	77,602	83,380	78,094	78,921	80,299	82,742	88,629	99,528	106,102	109,027
Fires extinguished (residential)	146	136	134	144	131	171	207	156	225	377
Fires extinguished (non-residential)	70	110	93	101	97	114	117	40	87	96
Fires extinguished (wildland)	6	5	7	12	3	4	5	124	113	109
Hazardous materials incidents	919	1,020	795	837	760	712	1,119	1,291	1,271	625
Rescue calls	59	54	43	50	70	50	102	134	149	114
Code enforcement inspections	4,203	5,019	4,938	5,167	6,979	6,941	6,613	7,113	7,798	8,911
PUBLIC SAFETY - POLICE										
Offense reports processed	67,058	55,874	96,785	101,148	123,703	120,712	122,129	133,268	142,556	146,044
Accident reports processed	24,748	23,456	23,341	23,000	22,382	23,085	23,949	24,315	24,127	24,712
Calls answered	844,839	852,061	823,802	870,276	826,592	863,085	824,351	961,084	969,732	846,140
Felony arrests	11,335	15,787	14,476	14,281	11,868	8,960	9,026	9,158	8,206	11,195
Misdemeanor arrest	23,745	24,597	27,239	22,922	20,347	22,560	22,609	20,131	17,013	19,944
SOLID WASTE										
Refuse collected (tons)	402,692	392,491	396,834	423,546	478,860	504,590	503,407	510,881	517,634	531,407
Recyclables processed (tons)	17,104	17,347	14,130	7,715	29,841	34,295	36,558	38,020	42,414	45,222
Miles litter/weeds cleaned	18,020	28,463	20,465	9,886	22,490	13,935	22,726	38,405	61,520	50,432
Graffiti sites cleaned	73,571	67,083	62,264	23,851	59,758	59,749	61,604	74,832	80,568	60,914
TRANSIT - BUS										
ABQRide ridership	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	9,659,486
Revenue miles	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	5,344,972

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									
	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
GENERAL GOVERNMENT:										
Landfill	1	1	1	1	1	1	1	1	1	1
Refuse Convenience Centers	3	3	3	3	3	3	3	3	3	3
PUBLIC SAFETY:										
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	22	22	22	22	22
HIGHWAYS AND STREETS:										
Streets maintained (miles)	4,525	4,579	4,590	4,512	4,596	4,601	4,603	4,628	4,642	4,634
Bridges (railroad, river, roads)	150	150	150	52	52	52	52	52	52	52
Urban trails maintained (miles)	113	117	133	137	142	147	152	153	154	154
Traffic signals	595	601	605	611	615	621	622	627	630	630
School zone flashing beacons	280	302	305	306	95 (1)	95	96	96	96	96
Storm lift stations	14	14	14	14	14	14	14	14	14	15
Storm drainage bridges	50	50	50	195	195	195	195	195	195	195
Dams/Detention basin	110	110	110	110	110	110	110	109	109	109
CULTURAL AND RECREATION:										
Open space acreage	28,803	28,810	28,903	28,932	29,044	29,092	29,104	29,099	29,126	29,135
park acres	2,856	2,921	3,088	3,161	3,302	3,423	2,790	2,791	2,790	2,794
Playgrounds	160	168	171	172	173	175	175	178	179	180
Baseball/softball parks	7	7	7	7	7	7	7	7	7	8
Golf courses	4	4	4	4	4	4	4	4	4	4
Swimming pools	12	12	12	12	12	12	12	12	12	12
Tennis courts	134	134	134	134	134	134	152	152	150	150
Community centers	24	24	24	23	23	23	23	23	23	23
Museums/Zoos/Cultural Centers	10	10	10	10	10	10	10	4 (2)	4	4
Libraries	17	17	17	17	17	17	17	18	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) Start from FY13 ,the measurement of "School flashing beacons" changed to "School Zones with Flashing Beacons".

(2) FY16 # only includes the museums/zoo/cultural center that are funded and operated by the City of Albuquerque.

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SINGLE AUDIT SECTION

Schedule of Expenditures of Federal Awards

Notes to the Schedule of Expenditures of Federal Awards

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

Summary Schedule of Prior Year Audit Findings

Corrective Action Plan

Schedule of Findings and Questioned Costs – Component Unit

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Grantor Agency and Grant Title	City of Albuquerque Grant Name	Grant (Contract) Number- Federal or State	CFDA Number	Grant Period		Passed through to Subrecipients	Expenditures Per the SEFA	Loans & Loan Guarantees	Total
				From	To				
<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	10/1/2017	9/30/2018		735,340		735,340
Child and Adult Care Food Program	Child and Adult Care Food Program	0278	10.558	10/1/2016	9/30/2017		182,140		182,140
							917,480		917,480
<u>Child Nutrition Cluster</u>									
Pass Through (State of New Mexico CYFD)									
Summer Food Service Program for Children	Summer Food Service Program FY17/18	3037	10.559	10/1/2017	9/30/2018		577,112		577,112
Summer Food Service Program for Children	Summer Food Service Program FY16/17	3037	10.559	10/1/2016	9/30/2017		610,581		610,581
							1,187,693		1,187,693
							2,105,173		2,105,173
<u>Total U.S. Department of Agriculture</u>									
<u>U.S. Department of Housing and Urban Development</u>									
<u>Office of Community Planning and Development</u>									
<u>Direct</u>									
Community Development Block Grants/Entitlement Grants	Community Development Block Grant 2017	B-17-MC-35-0001	14.218	1/1/2017	9/1/2024	211,700	727,827		727,827
Community Development Block Grants/Entitlement Grants	Community Development Block Grant 2016	B-16-MC-35-0001	14.218	1/1/2016	9/1/2023		286,424		286,424
Community Development Block Grants/Entitlement Grants	Community Development Block Grant 2015	B-15-MC-35-0001	14.218	1/1/2015	9/1/2022		328		328
							1,014,579		1,014,579
<u>Direct</u>									
Emergency Solutions Grant Program	Emergency Shelter Grant Program	E-17-MC-35-0001	14.231	1/1/2017	12/31/2019	158,828	167,312		167,312
Emergency Solutions Grant Program	Emergency Shelter Grant Program	E-16-MC-35-0001	14.231	1/1/2016	12/31/2018	110,052	110,052		110,052
							277,364		277,364
<u>Direct</u>									
Home Investment Partnerships Program	Home	M-17-MC-35-0209	14.239	1/1/2017	9/30/2024	43,022	189,918		189,918
Home Investment Partnerships Program	Home	M-16-MC-35-0209	14.239	1/1/2016	9/30/2023	322,583	377,265		377,265
Home Investment Partnerships Program	Home	M-15-MC-35-0209	14.239	1/1/2015	9/30/2022	13,388	13,275		13,275
Home Investment Partnerships Program	Home	M-14-MC-35-0209	14.239	1/1/2014	9/30/2021		15,590		15,590
Home Investment Partnerships Program	Home	M-13-MC-35-0209	14.239	1/1/2013	9/30/2020		98,682		98,682
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		-	398,723	398,723
Home Investment Partnerships Program	Home	M-10-MC-35-0209	14.239	1/1/2010	9/30/2017		-	240,417	240,417
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		-	2,627,916	2,627,916
							694,730	4,339,510	5,034,240
<u>Direct</u>									
Continuum of Care Program	Continuum of Care	NM0015L6B001609	14.267	5/1/2017	4/30/2018	343,001	343,149		343,149
Continuum of Care Program	Continuum of Care	NM0014L6B001609	14.267	5/1/2015	4/30/2016	1,060,184	1,073,428		1,073,428
Continuum of Care Program	Continuum of Care	NM0111L6B001600	14.267	5/1/2015	4/30/2016	122,939	139,527		139,527
Continuum of Care Program	Continuum of Care	NM0017L6B001609	14.267	5/1/2017	9/30/2018	99,492	103,718		103,718
Continuum of Care Program	Continuum of Care	NM0101L6B001601	14.267	5/1/2017	9/30/2018	789,123	803,367		803,367
Continuum of Care Program	Continuum of Care	NM0106L6B001601	14.267	5/1/2017	9/30/2018	98,596	106,691		106,691
Continuum of Care Program	Continuum of Care	NM0017L6B001508	14.267	5/1/2016	9/30/2017	30,052	14,544		14,544
Continuum of Care Program	Continuum of Care	NM0014L6B001710	14.267	5/1/2018	4/30/2019	230,502	232,336		232,336
Continuum of Care Program	Continuum of Care	NM0015L6B001710	14.267	5/1/2018	4/30/2019	76,347	77,192		77,192
							2,893,952		2,893,952
							4,880,625		9,220,135
<u>Total U.S. Department of Housing and Urban Development</u>									

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Grantor Agency and Grant Title	City of Albuquerque Grant Name	Grant (Contract) Number- Federal or State	CFDA Number	Grant Period		Passed through to Subrecipients	Expenditures Per the SEFA	Loans & Loan Guarantees	Total
				From	To				
<u>National Park Service</u>									
Pass Through (NM Historic Preservation Division) Historic Preservation Fund Grants-In-Aid	Historic Preservation Inventory	35-17-151356.022	15.904	10/1/2017	9/30/2018		6,250		6,250
							6,250		6,250
<u>Total U.S. Department of Interior</u>									
<u>U.S. Department of Justice</u>									
<u>Drug Enforcement Administration</u>									
Direct Law Enforcement Assistance--Narcotics and Dangerous Drugs--Laboratory Analysis 2011 DEA Task Force Agreement		FY2011DEATASKFORCE	16.001	1/1/2011	9/30/2014		68,380		68,380
<u>Department of Justice Federal Bureau of Investigation</u>									
Direct Law Enforcement Assistance FBI Crime Laboratory Support	2010 NMRLC	A0A003628	16.301	11/1/2009	9/30/2016		17,682		17,682
							86,062		86,062
<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	7/1/2017	6/30/2018		37,230		37,230
<u>Bureau of Justice Assistance</u>									
Pass Through (Bureau of Justice Assistance) Project Safe Neighborhoods	Project Safe Neighborhoods	2013-PSN-APD-SFY14	16.609	10/1/2013	9/30/2015		45,326		45,326
Direct Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance	2016-FU-CX-K063	16.734	10/1/2016	9/30/2018		173,738		173,738
Direct Edward Byrne Memorial Justice Assistance Grant Program Edward Byrne Memorial Justice Assistance Grant Program	Edward Byrne Memorial Justice Assistance Edward Byrne Memorial Justice Assistance	2016-DJ-BX-0488 2015-DJ-BX-0641	16.738 16.738	10/1/2015 10/1/2014	9/30/2019 9/30/2018		264,112 31,274 295,386		264,112 31,274 295,386
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	2,493	3,142		3,142
Pass Through (NM Dept. Of Public Safety) Edward Byrne Memorial Justice Assistance Grant Program Edward Byrne Memorial Justice Assistance Grant Program	Body Worn Cameras K-9 Assistance	2015-DE-BX-K074 16-JAG-K9VEST-SFY17	16.738 16.738	10/1/2015 4/1/2017	9/30/2017 9/30/2017		244,440 7,536 251,976		244,440 7,536 251,976
							595,830		769,568
<u>National Institute of Justice</u>									
Direct DNA Backlog Reduction Program	DNA Backlog Reduction	2016-DN-BX-0073	16.741	10/1/2017	12/31/2018		16,317		16,317
Pass Through (NM Dept. of Public Safety) DNA Backlog Reduction Program DNA Backlog Reduction Program	DNA Backlog Reduction DNA Backlog Reduction	15-DNABK-APD-SFY16 15-DNABK-NMDIS-SFY16	16.741 16.741	1/1/2016 1/1/2016	3/31/2018 12/31/2017		286,958 33,644 320,602		286,958 33,644 320,602

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Grantor Agency and Grant Title	City of Albuquerque Grant Name	Grant (Contract) Number- Federal or State	CFDA Number	Grant Period		Passed through to Subrecipients	Expenditures Per the SEFA	Loans & Loan Guarantees	Total
				From	To				
Direct									
Paul Coverdell Forensic Science Improvement Grant Program	Paul Coverdell Forensic Science Improvement Grant	17-PC-APD-SFY18	16.742	1/1/2018	12/31/2018		2,615		2,615
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		6,280		6,280
							8,895		8,895
Criminal & Juvenile Justice & Mental Health Collaboration Program	Criminal & Juvenile Justice & Mental Health Collaborati	2015-MO-BX-0009	16.745	10/1/2015	9/30/2018		96,399		96,399
							442,213		442,213
Office of Justice Programs									
Direct									
National Sexual Assault Kit Initiative	SAKI	2017-AK-BX-0007	16.833	10/1/2017	9/30/2020		46,792		46,792
Direct									
Comprehensive Opioid Abuse Site-Based Program	Family & Community Opioid	2017-AR-BX-K035	16.838	10/1/2017	9/30/2020		3,417		3,417
Criminal Division									
Direct									
Equitable Sharing Program	Middle Rio Grande Valley Task Force	N/A	16.922	Unknown	Completion		227,489		227,489
Equitable Sharing Program	Albuquerque Special Investigations Division	N/A	16.922	Unknown	Completion		100,204		100,204
							327,693		327,693
							1,712,975		1,712,975
Total U.S. Department of Justice									
U.S. Department of Transportation									
Federal Aviation Administration									
Direct									
Airport Improvement Program	Sunport Master Plan	3-35-0003-045-2014	20.106	9/18/2014	Completion		40,183		40,183
Airport Improvement Program	VALE Electric Charging Stations	3-35-0003-048-2015	20.106	9/17/2015	Completion		968,821		968,821
Airport Improvement Program	Rehabilitate Terminal Apron	3-35-0002-021-2015	20.106	11/15/2015	12/31/2016		11,229		11,229
Airport Improvement Program	Rehabilitate Terminal Apron	3-35-0003-049-2016	20.106	9/16/2016	9/16/2020		268,846		268,846
Airport Improvement Program	Rehabilitate Terminal Apron	3-35-0003-050-2016	20.106	9/15/2016	9/14/2020		21,730		21,730
Airport Improvement Program	DEII Taxiway B	3-35-0002-022-2017	20.106	9/20/2017	9/19/2021		82,837		82,837
Airport Improvement Program	Rnwy 8-26 Pave Rehab Construction	3-35-0003-051-2017	20.106	9/12/2017	9/11/2021		3,568,320		3,568,320
Airport Improvement Program	Tasiway F7 Cntr to Rwy 3-21	3-35-0003-052-2017	20.106	9/12/2017	9/11/2021		111,238		111,238
							5,073,204		5,073,204
Federal Highway Administration									
Pass Through (NM Department of Transportation)									
Highway Planning and Construction	Bicycle Travel Demand Management Program	A300717	20.205	4/12/2016	9/30/2017		3,570		3,570
Highway Planning and Construction	Bicycle Travel Demand Management Program	A300716	20.205	4/12/2016	9/30/2017		112,817		112,817
Highway Planning and Construction	Central and Unser Intersection	A302050	20.205	9/26/2017	9/30/2019		486,621		486,621
Highway Planning and Construction	50 Mile Bike Loop	A300144	20.205	9/15/2017	9/30/2019		281,013		281,013
Highway Planning and Construction	Regional Transportation Management Center Design	A300970	20.205	5/31/2016	9/20/2020		9,597		9,597
Highway Planning and Construction	AMPA Wide Bicycle Facility Program	A300709	20.205	4/21/2017	9/30/2019		1,765		1,765
Highway Planning and Construction	AMPA Wide Bicycle Facility Program	A300708	20.205	4/12/2016	9/30/2017		86,594		86,594
Highway Planning and Construction	Albuquerque Great Streets	D13783 / A300841	20.205	8/7/2012	9/30/2018		21,335		21,335
Highway Planning and Construction	Signal Control ITS Traffic Mgmt	A300753	20.205	5/21/2013	9/30/2015		(90,263)		(90,263)
Highway Planning and Construction	Signal Control ITS Traffic Mgmt / Const	A300754	20.205	6/20/2014	9/30/2016		181,026		181,026
Highway Planning and Construction	Signal Control ITS Traffic Mgmt / Const	A300755	20.205	8/27/2015	9/30/2017		816,943		816,943
Highway Planning and Construction	Signal Control / Regional Transportation Management	A300970	20.205	3/25/2015	12/31/2016		80,469		80,469
Highway Planning and Construction	BTDM / AMPA Wide Bicycle Facilities, FY14	A300704	20.205	6/20/2014	9/30/2017		47,473		47,473
Highway Planning and Construction	BTDM / AMPA Wide Bicycle Facilities, FY15	A300707	20.205	8/27/2015	9/30/2017		141,791		141,791
Highway Planning and Construction	Westside	A301050	20.205	6/10/2015	9/30/2017		7,388		7,388
Highway Planning and Construction	BDTM/AMPA Wide Bicycle Facilities	A301183	20.205	1/12/2016	10/1/2018		21,847		21,847
							2,209,986		2,209,986

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Grantor Agency and Grant Title	City of Albuquerque Grant Name	Grant (Contract) Number- Federal or State	CFDA Number	Grant Period		Passed through to Subrecipients	Expenditures Per the SEFA	Loans & Loan Guarantees	Total
				From	To				
<u>Federal Transit Administration</u>									
<u>Federal Transit Formula Grants Cluster</u>									
Direct									
Federal Transit--Formula Grants	WSTF, Buses, Planning, Yale, Park & Ride	NM-90-X065	20.507	3/1/2002	Completion		199,673		199,673
Federal Transit--Formula Grants	Montano Intermodal Facility	NM-04-0018	20.507	10/1/2010	Completion		1,840		1,840
Federal Transit--Formula Grants	Buses, Technology, Planning	NM-90-X078	20.507	10/1/2006	Completion		102,368		102,368
Federal Transit--Formula Grants	Rev Vehicles, Fac Rehab, Tech, Enhancement	NM-90-X114-00	20.507	7/1/2013	6/30/2019		933,126		933,126
Federal Transit--Formula Grants	Central Avenue BRT Phase I	NM-90-X133	20.507	7/1/2014	6/30/2018		60,308		60,308
Federal Transit--Formula Grants	Central Avenue BRT Phase I	NM-95-X024-00	20.507	1/1/2015	6/30/2020		4,050		4,050
Highway Planning and Construction	Fac Rehab, Technology, Enhance	NM-90-X132	20.507	1/1/2015	8/31/2019		585,095		585,095
Highway Planning and Construction	Central Ave TOD Planning	NM-2016-009	20.507	6/1/2016	9/30/2018		170,116		170,116
Federal Transit--Formula Grants	Construction Uptown Transfer Center	NM-2017-013	20.507	2/1/2017	12/31/2018		10,688		10,688
Federal Transit--Formula Grants	CMAQ Fx Rte, TDM, Bus Stop	NM-95-X023	20.507	7/1/2013	6/30/2019		349,891		349,891
Federal Transit--Formula Grants	Bus and Bus Facilities & 5307	NM-2017-018	20.507	10/1/2017	10/1/2018		2,457,525		2,457,525
Federal Transit--Formula Grants	5339 Bus and Bus Facility for	NM-2016-012	20.507	9/1/2016	6/30/2018		840,990		840,990
Federal Transit--Formula Grants	Bus Rapid Transit (BRT) Small - 5730090	NM-2018-007	20.507	2/8/2016	6/20/2020		62,896,039		62,896,039
Federal Transit--Formula Grants	Bus Rapid Transit (BRT) Non-Sm - 5730091, 92, 93	NM-2018-006	20.507	6/26/2016	6/30/2020		13,650,000		13,650,000
Federal Transit--Formula Grants	CMAQ Transpo Demand Management	NM-2017-016	20.507	4/30/2017	12/31/2017		872,593		872,593
Federal Transit--Formula Grants	TDM 2018	TBD	20.507	1/1/2018	9/30/2019		164,867		164,867
Federal Transit--Formula Grants	FY2017 Planning Grant	TBD	20.507	1/1/2016	9/30/2018		1,683,256		1,683,256
Federal Transit--Formula Grants	Transit Facility Rehab - 5730170	TBD	20.507	10/4/2017	Completion		15,478		15,478
							84,997,903		84,997,903
<u>Total Federal Transit Formula Grants Cluster</u>							92,281,093		92,281,093
<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		488		488
State and Community Highway Safety	Sel. Traffic Enforce. (100 Days/Nights of Summer)	17-DS-PT-002	20.600	6/23/2017	9/30/2017		12,322		12,322
State and Community Highway Safety	Sel. Traffic Enforce. (100 Days/Nights of Summer)	18-ST-02-002	20.600	10/1/2017	9/30/2018		633		633
State and Community Highway Safety	Sel. Traffic Enforce. (STEP)	18-ST-02-002	20.600	10/1/2017	9/30/2018		44,250		44,250
<u>Total Highway Safety Cluster</u>							57,693		57,693
<u>National Highway Traffic Safety Administration (NHTSA)</u>									
Pass Through (NM Department of Transportation)									
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	End Driving While Impaired	18-AL-65-002	20.608	10/1/2017	9/30/2018		165,735		165,735
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		107,758		107,758
<u>Total National Highway Traffic Safety Administration (NHTSA)</u>							273,493		273,493
<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	20.703	10/1/2017	9/30/2018		3,754		3,754
<u>Total U.S. Department of Transportation</u>							92,616,033		92,616,033
<u>U.S. Department of National Endowment for the Arts</u>									
Direct									
Promotion of the Arts--Grants to Organizations and Individuals	NEA Our Town	17-4292-7096	45.024	10/1/2017	9/30/2018		44,000		44,000
Promotion of the Arts--Grants to Organizations and Individuals	KIMO	17-6200-7044	45.024	8/1/2017	3/31/2018		20,000		20,000
<u>Total U.S. Department of National Endowment for the Arts Agency</u>							64,000		64,000

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Grantor Agency and Grant Title	City of Albuquerque Grant Name	Grant (Contract) Number- Federal or State	CFDA Number	Grant Period		Passed through to Subrecipients	Expenditures Per the SEFA	Loans & Loan Guarantees	Total
				From	To				
<u>U.S. Environmental Protection Agency</u>									
<u>Office of Air and Radiation</u>									
Direct									
Air Pollution Control Program Support	FY18 Air Pollution	A00615818	66.001	10/1/2017	9/30/2018		204,939		204,939
Air Pollution Control Program Support	FY17 Air Pollution	A00615817	66.001	10/1/2016	3/31/2018		574,914		574,914
							779,853		779,853
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		36,433		36,433
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	PM 2.5 FINE Grant	PM01F35601	66.034	4/1/2017	8/31/2018		18,870		18,870
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	PM 2.5 FINE Grant	PM00F77401	66.034	4/1/2014	3/31/2015		-		-
							55,303		55,303
							835,156		835,156
<u>Total U.S. Environmental Protection Agency</u>									
<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	2018 Older American Program/ Title III, Part B	18-624-4000-0001	93.044	1/1/2017	6/30/2018		341,021		341,021
Pass Through (NM Aging & Long Term Svcs Dept) Special Programs for the Aging--Title C--Nutrition Services	2018 Older American Program/ Title III, Part C	18-624-4000-0001	93.045	1/1/2017	6/30/2018		799,863		799,863
Pass Through (NM Aging & Long Term Svcs Dept) Nutrition Services Incentive Program	2018 Older American Program/Nutrition Service Incentiv	18-624-4000-0001	93.053	1/1/2017	6/30/2018		432,772		432,772
							1,573,656		1,573,656
<u>Total Aging Cluster</u>									
Pass Through (NM Aging & Long Term Svcs Dept) Special Programs for the Aging--Title III, Part D--Disease Prevention and Health Promotion Services	2018 Older American Program/ Title III, Part D	18-624-4000-0001	93.043	1/1/2017	6/30/2018		23,771		23,771
Pass Through (NM Aging & Long Term Svcs Dept) National Family Caregiver Support, Title III, Part E	2018 Older American Program/ Title III, Part E	18-624-4000-0001	93.052	1/1/2017	6/30/2018		143,059		143,059
							166,830		166,830
<u>Centers for Disease Control and Prevention</u>									
Pass Through (New Mexico Department of Health) 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		52,398		52,398
<u>Food and Drug Administration Research</u>									
Pass Through (Association of Food and Drug Officials) General Grant Funding	Food Data	G-MP-1612-04619	93.103	1/30/2017	10/27/2017		10,241		10,241
General Grant Funding	FD 152	G-T-1612-04596	93.103	3/30/2017	9/30/2017		3,000		3,000
							13,241		13,241

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

Grantor Agency and Grant Title	City of Albuquerque Grant Name	Grant (Contract) Number- Federal or State	CFDA Number	Grant Period		Passed through to Subrecipients	Expenditures Per the SEFA	Loans & Loan Guarantees	Total
				From	To				
<u>Administration for Children and Families</u>									
Direct									
Head Start	Early Head Start FY 18	06CH7083/05	93.600	7/1/2017	8/31/2018	379,864	2,077,106		2,077,106
<u>Total U.S. Department of Health and Human Services</u>							3,883,231		3,883,231
<u>Corporation for National and Community Service</u>									
Direct									
Retired and Senior Volunteer Program	Retired Senior Volunteer Program	17SR204010	94.002	7/1/2018	6/30/2019		7,688		7,688
Retired and Senior Volunteer Program	Retired Senior Volunteer Program	17SRWNM005	94.002	7/1/2017	6/30/2018		44,038		44,038
							51,726		51,726
<u>Foster Grandparent Cluster</u>									
Direct									
Foster Grandparent	Foster Grandparent	18SF203464	94.011	7/1/2018	6/30/2019		1,178		1,178
Foster Grandparent	Foster Grandparent	17SFWNM006	94.011	7/1/2017	6/30/2018		150,823		150,823
							152,001		152,001
Direct									
Senior Companion Program	Senior Companion Program	17SCWNM008	94.016	7/1/2017	6/30/2018		98,196		98,196
<u>Total Foster Grandparent Cluster</u>							250,197		250,197
<u>Total Corporation for National and Community Services</u>							301,923		301,923
<u>Executive Office of the President</u>									
Direct									
High Intensity Drug Trafficking Areas Program	High Intensity Drug Trafficking Areas Program	G17SN0014A	95.001	1/1/2017	12/31/2018	205,861	504,622		504,622
<u>Total Executive Office of the President</u>							504,622		504,622
<u>U.S. Department of Homeland Security</u>									
Pass Through (NM Dept Homeland Security & Emerg. Mgmt.) Hazard Mitigation Grant	2017 Mass Notification System	FEMA-4197-DR-NM-8	97.039	5/19/2017	5/31/2019		18,734		18,734
Pass Through (NM Dept Homeland Security & Emerg. Mgmt.) Emergency Management Performance Grants	2018 Emergency Management Performance	EMT-2017-EP-00002-S01-CIT	97.042	7/1/2017	6/30/2018		52,801		52,801
Pass Through (NM Dept of Homeland Security & Emergency Mgmt) Homeland Security Grant Program	Homeland Security Grant	EMW-2017-SS-00032-CITY OF	97.067	1/1/2018	6/30/2019		180,720		180,720
Direct									
National Explosives Detection Canine Team Program	TSA National Explosives Detection Canine Team	N/A	97.072				202,010		202,010
<u>Total U.S. Department of Homeland Security</u>							454,265		454,265
TOTAL							107,364,253	4,339,510	111,703,763

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

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, 2018. 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 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
U.S. Department of Housing and Urban Development			
Community Development Block Grants/Entitlement Grants			
Albuquerque Health Care for the Homeless	B-17-MC-35-0001	14.218	\$ 177,831
CLN Kids	B-17-MC-35-0001	14.218	20,057
St. Martin's Hospitality Center	B-17-MC-35-0001	14.218	13,812
Total			<u>211,700</u>
Emergency Shelter Grant Program			
Heading Home	E-17-MC-35-0001	14.231	\$ 102,109
Barrett Foundation	E-17-MC-35-0001	14.231	36,604
New Mexico Coalition to End Homelessness	E-17-MC-35-0001	14.231	20,115
Barrett Foundation	E-16-MC-35-0001	14.231	110,052
Total			<u>268,880</u>
HOME Investment Partnerships Program			
Greater Albuquerque Housing Partnership	M-17-MC-35-0209	14.239	4,905
Sawmill Community Land Trust	M-17-MC-35-0209	14.239	38,117
St. Martin's Hospitality Center	M-16-MC-35-0209	14.239	168,497
Supportive Housing Coalition New Mexico	M-16-MC-35-0209	14.239	154,086
Supportive Housing Coalition New Mexico	M-15-MC-35-0209	14.239	13,388
Total			<u>378,993</u>
Continuum of Care			
Crossroads for Women	NM0017L6B001609	14.267	\$ 32,207
St. Martin's Hospitality Center	NM0017L6B001609	14.267	67,285
Albuquerque Health Care for the Homeless	NM0014L6B001609	14.267	585,580
St. Martin's Hospitality Center	NM0014L6B001609	14.267	474,604
Therapeutic Living Services	NM0015L6B001609	14.267	343,001
Crossroads for Women	NM0017L6B001508	14.267	7,632
St. Martin's Hospitality Center	NM0017L6B001508	14.267	22,420
New Mexico Coalition to End Homeless	NM0111L6B001600	14.267	122,939
Barrett Foundation	NM0101L6B001601	14.267	160,782
Catholic Charities	NM0101L6B001601	14.267	280,917
SAFE House	NM0101L6B001601	14.267	347,424
CLN Kids	NM0106L6B001601	14.267	98,596
Albuquerque Health Care for the Homeless	NM0014L6B001710	14.267	116,532
St. Martin's Hospitality Center	NM0014L6B001710	14.267	113,970
Therapeutic Living Services	NM0015L6B001710	14.267	76,347
Total			<u>2,850,236</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 3,709,809</u>

NOTE C SUBRECIPIENTS OF GRANT AWARDS, continued

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

<u>Grantor Agency / Grant Title and Subrecipients</u>	<u>Grant Number- Federal or State</u>	<u>Federal CFDA Number</u>	<u>Pass-through Grant Amount</u>
U.S. Department of Justice			
Edward Bryne Memorial Justice Assistance Grant Program			
City of Gallup	16-JAG-REG1-SFY17	16.738	\$ 2,493
Total			<u>2,493</u>
Total U.S. Department of Justice			<u>\$ 2,493</u>
U.S. Department of Health and Human Services			
Head Start			
Catholic Charities	06CH7083	93.600	\$ 172,864
CLN Kids	06CH7083	93.600	207,000
Total			<u>379,864</u>
Total U.S. Department of Health and Human Services			<u>\$ 379,864</u>
Executive Office of the President			
Office of National Drug Control Policy			
Pueblo of Pojoaque	G16SN0014A	95.001	\$ 196,468
Valencia County	G16SN0014A	95.001	9,393
Total			<u>205,861</u>
Total Executive Office of the President			<u>\$ 205,861</u>
TOTAL ALL PROGRAMS			<u>\$ 4,298,027</u>

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	\$ 107,364,253
Loans and loan guarantees:	
HOME program	14.239 <u>4,339,510</u>
Adjusted total expenditures per Schedule of Expenditures of Federal Awards	<u>\$ 111,703,763</u>

CITY OF ALBUQUERQUE, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2018

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	\$ 100,204	\$ 660,350	\$ 760,554
Community Development Fund	1,014,579	(2,919,235)	(1,904,656)
Operating Grants Fund	14,920,214	11,771,267	26,691,481
Total Special Revenue Funds	<u>16,034,997</u>	<u>9,512,382</u>	<u>25,547,379</u>
Capital Projects Funds:			
Capital Acquisition Fund	2,093,599	90,941,151	93,034,750
Total Capital Projects Funds	<u>2,093,599</u>	<u>90,941,151</u>	<u>93,034,750</u>
Enterprise Funds:			
Airport Fund	5,275,214	56,411,899	61,687,113
Transit Fund	83,960,443	(24,471,138)	59,489,305
Total Enterprise Funds	<u>89,235,657</u>	<u>31,940,761</u>	<u>121,176,418</u>
TOTAL	<u>\$ 107,364,253</u>	<u>\$ 132,394,294</u>	<u>\$ 239,758,547</u>

NOTE F EXPLANATION OF NEGATIVE EXPENDITURES IN COMMUNITY DEVELOPMENT FUND AND RECONCILIATION TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

As a result of an audit by the U.S. Department of Housing and Urban Development's Office of the Inspector General, the City was asked to repay \$2,912,241 no later than June 30, 2018. These funds were repaid to a local account which the City must expend on eligible programs as approve by H.U.D. Additionally, \$6,994 in prior year expenditures were reclassified to the General Fund. During the fiscal year, a total of \$1,014,579 in

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2018

	Low-Rent Public Housing 14.850	14.856 Lower Income Housing Assistance Program_Sectio n 8 Moderate	Housing Choice Vouchers 14.871	14.879 Mainstream Vouchers	Blended Component Unit	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	COCC	Subtotal	ELIM	Total	Rio Housing Associates, LLLP (Discretely Presented Component Unit)
ASSETS:											
CURRENT ASSETS:											
Cash:											
Cash - Unrestricted	3,925,992	28,768	4,583,796	58,302	106,059	58,874	7,593,173	16,354,964	-	16,354,964	89,302
Cash - Restricted - Modernization and Development	359,583	-	-	-	-	-	-	359,583	-	359,583	-
Cash - Other Restricted	11,472	-	479,169	-	-	-	-	490,641	-	490,641	819,500
Cash - Tenant Security Deposits	233,026	-	-	-	-	-	-	233,026	-	233,026	17,195
Cash - Restricted for Payment of Current Liabilities	-	-	-	-	-	-	-	-	-	-	-
Total Cash	4,530,073	28,768	5,062,965	58,302	106,059	58,874	7,593,173	17,438,214	-	17,438,214	925,997
Accounts and notes receivables:											
Accounts Receivable - HUD Other Projects	-	-	-	-	-	-	-	-	-	-	-
Accounts Receivable - Other Government	-	-	-	-	-	-	-	-	-	-	-
Accounts Receivable - Miscellaneous	-	-	-	-	-	-	-	-	-	-	51,741
Accounts Receivable - Tenants	103,986	-	-	-	-	-	-	103,986	-	103,986	-
Allowance for Doubtful Accounts -Tenants	(12,411)	-	-	-	-	-	-	(12,411)	-	(12,411)	-
Notes, Loans and Mortgages Receivable - Current											
Fraud Recovery	-	-	85,069	-	-	-	-	85,069	-	85,069	-
Allowance for Doubtful Accounts - Fraud	-	-	(16,163)	-	-	-	-	(16,163)	-	(16,163)	-
Accrued Interest Receivable	-	-	-	-	-	-	-	-	-	-	-
Total Receivables, Net	91,575	-	68,906	-	-	-	-	160,481	-	160,481	51,741
Other Current Assets:											
Investments - Unrestricted	-	-	-	-	-	-	-	-	-	-	-
Investments - Restricted	-	-	-	-	-	-	-	-	-	-	-
Prepaid Expenses and Other Assets	12,417	-	-	-	-	-	63,156	75,573	-	75,573	92,549
Inventories	-	-	-	-	-	-	115,566	115,566	-	115,566	-
Allowance for Obsolete Inventories	-	-	-	-	-	-	-	-	-	-	-
Inter Program Due From	-	-	-	-	-	-	224,058	224,058	(224,058)	-	-
Assets Held for Sale	-	-	-	-	-	-	-	-	-	-	-
TOTAL CURRENT ASSETS	4,634,065	28,768	5,131,871	58,302	106,059	58,874	7,995,953	18,013,892	(224,058)	17,789,834	1,070,287
NONCURRENT ASSETS:											
Capital Assets:											
Land	3,767,389	-	-	-	-	-	-	3,767,389	-	3,767,389	874,832
Buildings	63,925,824	-	-	-	-	-	2,580,362	66,506,186	-	66,506,186	10,152,124
Furniture, Equipment & Machinery - Dwellings	-	-	24,707	-	-	-	-	24,707	-	24,707	-
Furniture, Equipment & Machinery - Administration	497,539	-	175,513	-	-	-	739,132	1,412,184	-	1,412,184	443,352
Leasehold Improvements	-	-	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	(51,350,949)	-	(188,602)	-	-	-	(3,233,255)	(54,772,806)	-	(54,772,806)	(95,411)
Construction in Progress	-	-	-	-	-	-	-	-	-	-	-
Total Capital Assets, Net	16,839,803	-	11,618	-	-	-	86,239	16,937,660	-	16,937,660	11,374,897
Notes, Loans and Mortgages Receivable - Non- Current											
Other Assets	-	-	-	-	-	-	-	-	-	-	4,000,000
TOTAL NONCURRENT ASSETS	16,839,803	-	11,618	-	-	-	86,239	16,937,660	-	16,937,660	15,495,925
Deferred Outflow of Resources	722,122	-	583,948	-	-	-	1,047,414	2,353,484	-	2,353,484	-
TOTAL ASSETS	22,195,990	28,768	5,727,437	58,302	106,059	58,874	9,129,606	37,305,036	(224,058)	37,080,978	16,566,212

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2018

	Low-Rent Public Housing 14.850	14.856 Lower Income Housing Assistance Program_Sectio n 8 Moderate	Housing Choice Vouchers 14.871	14.879 Mainstream Vouchers	Blended Component Unit	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	COCC	Subtotal	ELIM	Total	Rio Housing Associates, LLLP (Discretely Presented Component Unit)
LIABILITIES AND NET POSITION											
LIABILITIES:											
CURRENT LIABILITIES:											
Accounts Payable <= 90 Days	98,525	-	-	-	-	-	649,827	748,352	-	748,352	1,594,320
Accrued Wage/Payroll Taxes Payable	9,703	-	20,766	-	-	-	15,660	46,129	-	46,129	-
Accrued Compensated Absences - Current Portion	29,051	-	13,129	-	-	-	34,707	76,887	-	76,887	-
Accrued Interest Payable	-	-	-	-	-	-	-	-	-	-	-
Accounts Payable - HUD PHA Programs	-	-	-	-	-	-	-	-	-	-	-
Tenant Security Deposits	233,026	-	-	-	-	-	-	233,026	-	233,026	17,195
Unearned Revenue	218	-	-	-	-	-	20	238	-	238	3,392
Current Portion of Long Term Debt	156,064	-	-	-	-	-	-	156,064	-	156,064	3,500,000
Other Current Liabilities	11,512	-	54,400	-	-	-	-	65,912	-	65,912	28,073
Accrued Liabilities - Other	45,226	-	95,451	-	-	-	53,282	193,959	-	193,959	-
Loan Liability - Current	-	-	-	-	-	-	21,129	21,129	-	21,129	-
Inter Program - Due To	-	-	224,058	-	-	-	-	224,058	(224,058)	-	-
TOTAL CURRENT LIABILITIES	583,325	-	407,804	-	-	-	774,625	1,765,754	(224,058)	1,541,696	5,142,980
NONCURRENT LIABILITIES:											
Long-term Debt, Net of Current	4,066,015	-	-	-	-	-	-	4,066,015	-	4,066,015	3,825,997
Non-current Liabilities - Other	-	-	-	-	-	-	-	-	-	-	-
Accrued compensated Absences - Non Current	30,212	-	16,204	-	-	-	49,086	95,502	-	95,502	-
Non-current Liabilities - Other	-	-	-	-	-	-	105,647	105,647	-	105,647	-
Loan Liability - Non-Current	-	-	-	-	-	-	3,347,994	3,347,994	-	3,347,994	-
Accrued Pension and OPEB Liabilities	2,318,643	-	1,884,974	-	-	-	-	4,203,617	-	4,203,617	-
TOTAL NONCURRENT LIABILITIES	6,414,870	-	1,901,178	-	-	-	3,502,727	11,818,775	-	11,818,775	3,825,997
TOTAL LIABILITIES	6,998,195	-	2,308,982	-	-	-	4,277,352	13,584,529	(224,058)	13,360,471	8,968,977
Deferred Inflow of Resources	295,584	-	262,492	-	-	-	423,689	981,765	-	981,765	-
NET POSITION											
Net Investment in Capital Assets	12,617,724	-	11,618	-	-	-	86,239	12,715,581	-	12,715,581	-
Restricted Net Position	359,543	-	424,769	-	-	-	-	784,312	-	784,312	-
Unrestricted Net Position	1,924,944	28,768	2,719,576	58,302	106,059	58,874	4,342,326	9,238,849	-	9,238,849	7,597,235
TOTAL NET POSITION	14,902,211	28,768	3,155,963	58,302	106,059	58,874	4,428,565	22,738,742	-	22,738,742	7,597,235
TOTAL LIABILITIES AND NET POSITION	22,195,990	28,768	5,727,437	58,302	106,059	58,874	9,129,606	37,305,036	(224,058)	37,080,978	16,566,212

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2018

	Low-Rent Public Housing 14.850	14.856 Lower Income Housing Assistance Program_Section 8 Moderate	Housing Choice Vouchers 14.871	14.879 Mainstream Vouchers	HOME	Blended Component Unit	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	COCC	Subtotal	ELIM	Total	Rio Housing Associates, LLLP (Discreetly Presented Component Unit)
REVENUES:												
Net Tenant Rental Revenue	2,201,657	-	-	-	-	-	-	-	2,201,657	-	2,201,657	176,921
Tenant Revenue - Other	-	-	-	-	-	-	-	-	-	-	-	80,138
Total Tenant Revenue	2,201,657	-	-	-	-	-	-	-	2,201,657	-	2,201,657	257,059
HUD PHA Operating Grants	3,461,767	47,181	27,189,618	279,547	-	-	45,444	-	31,023,557	-	31,023,557	299,207
Capital Grants	1,073,351	-	-	-	-	-	-	-	1,073,351	-	1,073,351	-
Management Fee	-	-	-	-	-	-	-	1,091,877	1,091,877	(1,091,877)	-	-
Asset Management Fee	-	-	-	-	-	-	-	107,760	107,760	(107,760)	-	-
Book Keeping Fee	-	-	-	-	-	-	-	386,541	386,541	(386,541)	-	-
Front Line Service Fee	-	-	-	-	-	-	-	406,233	406,233	(406,233)	-	-
Other Fees	-	-	-	-	-	-	-	162,312	162,312	(162,312)	-	-
Total Fee Revenue	-	-	-	-	-	-	-	2,154,723	2,154,723	(2,154,723)	-	-
Other Government Grants	-	-	-	-	79,124	-	-	-	79,124	-	79,124	-
Investment Income - Unrestricted	-	-	-	-	-	-	-	95,905	95,905	-	95,905	161,660
Mortgage Interest Income	-	-	-	-	-	-	-	-	-	-	-	-
Proceeds from Disposition of Assets Held for Sale	-	-	-	-	-	-	-	-	-	-	-	-
Cost of Sale of Assets	-	-	-	-	-	-	-	-	-	-	-	-
Fraud Recovery	-	-	123,124	-	-	-	-	-	123,124	-	123,124	-
Other Revenue	176,337	-	106	-	-	53,153	-	279,661	509,257	-	509,257	-
Gain or Loss on Sale of Capital Assets	(41,842)	-	11,617	-	-	-	-	(17,238)	(47,463)	-	(47,463)	-
Investment Income - Restricted	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	6,871,270	47,181	27,324,465	279,547	79,124	53,153	45,444	2,513,051	37,213,235	(2,154,723)	35,058,512	717,926
EXPENSES:												
Administrative												
Administrative Salaries	489,040	271	702,015	1,227	1,316	-	402	1,064,118	2,258,389	-	2,258,389	-
Auditing Fees	11,500	500	33,503	-	-	-	500	-	46,003	-	46,003	10,750
Management Fee	536,013	-	555,864	-	-	-	-	-	1,091,877	(1,091,877)	-	25,040
Book-keeping Fee	80,822	-	305,721	-	-	-	-	-	386,543	(386,541)	2	-
Advertising and Marketing	-	-	-	-	-	-	-	-	-	-	-	-
Employee Benefit contributions - Administrative	178,031	105	205,163	475	-	-	161	299,095	683,030	-	683,030	-
Office Expenses	203,338	5,757	431,097	31,021	-	-	9,282	174,326	854,821	-	854,821	9,022
Legal Expense	45,885	-	79,327	-	-	1,821	-	41,368	168,401	-	168,401	-
Travel Expense	6,954	-	11,534	-	-	-	-	21,682	40,170	-	40,170	-
Other	14,338	-	37,085	-	-	16	-	21,923	73,362	-	73,362	11,865
Total Administrative Expense	1,565,921	6,633	2,361,309	32,723	1,316	1,837	10,345	1,622,512	5,602,596	(1,478,418)	4,124,178	56,677
Asset Management Fee	107,760	-	-	-	-	-	-	-	107,760	(107,760)	-	-
Tenant Services												
Tenant Services - Salaries	-	-	-	-	-	-	-	-	-	-	-	-
Relocation Costs	11,299	-	-	-	-	-	-	-	11,299	-	11,299	-
Employee Benefit Contributions - Tenant Services	-	-	-	-	-	-	-	-	-	-	-	-
Tenant Services - Other	-	-	-	-	-	-	-	-	-	-	-	77,631
Total Tenant Services	11,299	-	-	-	-	-	-	-	11,299	-	11,299	77,631

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2018

	Low-Rent Public Housing 14.850	14.856 Lower Income Housing Assistance Program_Section 8 Moderate	Housing Choice Vouchers 14.871	14.879 Mainstream Vouchers	HOME	Blended Component Unit	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	COCC	Subtotal	ELIM	Total	Rio Housing Associates, LLLP (Discretely Presented Component Unit)
Utilities												
Water	615,719	-	1,129	-	-	-	-	1,631	618,479	-	618,479	6,479
Electricity	182,561	-	19,392	-	-	-	-	6,384	208,337	-	208,337	59,881
Gas	(68,715)	-	5,443	-	-	-	-	2,379	(60,893)	-	(60,893)	6,682
Sewer	-	-	-	-	-	-	-	-	-	-	-	6,182
Other Utilities Expense	-	-	-	-	-	-	-	-	-	-	-	-
Total Utilities	729,565	-	25,964	-	-	-	-	10,394	765,923	-	765,923	79,224
Ordinary Maintenance & Operations												
Ordinary Maintenance and Operations - Labor	316,653	-	2,247	-	-	-	-	199,082	517,982	-	517,982	87,511
Ordinary Maintenance and Operations - Materials and Other	297,255	-	2,051	-	-	-	-	31,786	331,092	-	331,092	3,318
Ordinary Maintenance and Operations Contracts	1,556,688	-	157,615	-	-	-	-	113,792	1,828,095	(568,545)	1,259,550	39,682
Employee Benefit Contributions - Ordinary Maintenance	84,214	-	-	-	-	-	-	45,705	129,919	-	129,919	-
Total Maintenance	2,254,810	-	161,913	-	-	-	-	390,365	2,807,088	(568,545)	2,238,543	130,511
Protective Services												
Protective Services - Other Contract Costs	-	-	-	-	-	-	-	-	-	-	-	-
Total Protective Services	-	-	-	-	-	-	-	-	-	-	-	-
Insurance Premiums												
Property Insurance	-	-	-	-	-	-	-	-	-	-	-	12,561
Liability Insurance	-	-	-	-	-	-	-	-	-	-	-	-
Workmen's Compensation	-	-	-	-	-	-	-	-	-	-	-	1,534
All Other Insurance	175,255	-	63,725	-	-	-	-	123,173	362,153	-	362,153	16,557
Total insurance Premiums	175,255	-	63,725	-	-	-	-	123,173	362,153	-	362,153	30,652
General Expenses												
Other General Expenses	14,011	-	7,304	-	-	-	-	-	21,315	-	21,315	6,971
Compensated Absences	-	-	(2,276)	-	-	-	-	-	(2,276)	-	(2,276)	-
Payments in Lieu of Taxes	-	-	-	-	-	-	-	-	-	-	-	7,789
Bad debt - Tenant Rents	73,527	-	-	-	-	-	-	-	73,527	-	73,527	2,695
Bad debt - Other	-	-	-	-	-	-	-	-	-	-	-	-
Severance Expense	-	-	-	-	-	-	-	-	-	-	-	-
Total Other General Expenses	87,538	-	5,028	-	-	-	-	-	92,566	-	92,566	17,455
Financial Expenses												
Interest of Mortgage (or Bonds) Payable	10,503	-	-	-	-	-	-	-	10,503	-	10,503	248,626
Total Financial Expenses	10,503	-	-	-	-	-	-	-	10,503	-	10,503	248,626
TOTAL OPERATING EXPENSES	4,942,651	6,633	2,617,939	32,723	1,316	1,837	10,345	2,146,444	9,759,888	(2,154,723)	7,605,165	640,776
EXCESS OPERATING REVENUE	1,928,619	40,548	24,706,526	246,824	77,808	51,316	35,099	366,607	27,453,347	-	27,453,347	77,150

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
FINANCIAL DATA SCHEDULE FOR THE YEAR ENDED JUNE 30, 2018

	Low-Rent Public Housing 14.850	14.856 Lower Income Housing Assistance Program_Section 8 Moderate	Housing Choice Vouchers 14.871	14.879 Mainstream Vouchers	HOME	Blended Component Unit	14.249 Section 8 Moderate Rehabilitation Single Room Occupancy	COCC	Subtotal	ELIM	Total	Rio Housing Associates, LLLP (Discretely Presented Component Unit)
Extraordinary Maintenance	577,520	-	-	-	-	-	-	-	577,520	-	577,520	-
Casualty Losses - Non-Capitalized	84,732	-	-	-	-	-	-	-	84,732	-	84,732	-
Housing Assistance Payments	-	32,178	24,397,959	-	77,808	-	43,102	-	24,551,047	-	24,551,047	-
HAP Portability - In	-	-	-	240,970	-	-	-	-	240,970	-	240,970	-
Fraud Losses	-	-	29,391	-	-	-	-	-	29,391	-	29,391	-
Depreciation Expense	985,824	-	-	-	-	-	-	95,061	1,080,885	-	1,080,885	92,075
Total Other Expenses	1,648,076	32,178	24,427,350	240,970	77,808	-	43,102	95,061	26,564,545	-	26,564,545	92,075
TOTAL EXPENSES	6,590,727	38,811	27,045,289	273,693	79,124	1,837	53,447	2,241,505	36,324,433	(2,154,723)	34,169,710	732,851
EXCESS OF REVENUE OVER EXPENSES	280,543	8,370	279,176	5,854	-	51,316	(8,003)	271,546	888,802	-	888,802	(14,925)
Other Financing Sources												
Operating Transfer In	-	-	-	-	-	-	-	-	-	-	-	-
Operating Transfer Out	-	-	-	-	-	-	-	-	-	-	-	-
Inter Project Excess Cash Transfer In	353,376	-	-	-	-	-	-	-	-	-	-	-
Inter Project Excess Cash Transfer Out	(353,376)	-	-	-	-	-	-	-	-	-	-	-
Transfers from/to Component Unit	-	-	-	-	-	-	-	-	-	-	-	-
Transfers between Project and Program - In	-	-	-	-	-	-	-	-	-	-	-	-
Transfers between Project and Program - Out	-	-	-	-	-	-	-	-	-	-	-	-
Extraordinary Items, Net Gain/Loss	-	-	-	-	-	-	-	-	-	-	-	-
Prior Period Adjustments, Equity Transfers, and Correction of Errors	1,646,296	-	(929,249)	-	-	-	-	(3,640,260)	(2,923,213)	-	(2,923,213)	5,364,342
Beginning Net Position	12,975,372	20,398	3,806,036	52,448	-	54,743	66,877	7,797,279	24,773,153	-	24,773,153	2,247,818
Ending Net Position	14,902,211	28,768	3,155,963	58,302	-	106,059	58,874	4,428,565	22,738,742	-	22,738,742	7,597,235



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, 2018, and the related notes to the financial statements, which collectively comprise City's basic financial statements, and have issued our report thereon dated December 13, 2018.

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 a material weakness and significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. We and the other auditors consider the deficiency described in the Albuquerque Housing Authority - schedule of findings and questioned costs as item AHA 2018-001 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 deficiency described in the accompanying schedule of findings and questioned costs as item 2018-001 and 2018-002 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, 2016-013, 2016-014, and 2017-004. We and the other auditors consider item AHA 2018-003 described in the Albuquerque Housing Authority – Schedule of 2.2.2 NMAC findings to be an instance of noncompliance and other matter required to be reported under Section 12-6-5 NMSA 1978.

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 13, 2018

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, 2018. 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, 2018.

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 items 2014-006, 2015-014, 2016-013, and 2016-014. Our opinion on each major federal program is not modified with respect to these matters. We and the other auditors consider item 2018-002 described in the Albuquerque Housing Authority – schedule of findings and questioned costs to be an other instance of noncompliance.

The City's response to the noncompliance 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 compliance and, accordingly, we express no opinion on the them.

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, 2015-014, 2016-013, and 2016-014 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 13, 2018

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CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2018

Section I - Summary of Auditor's Results

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
20.106	Airport Improvement Program	Unmodified
20.500/20.507	Federal Transit Cluster	Unmodified

Dollar threshold used to distinguish between type A and type B programs: \$3,000,000

Auditee qualified as low-risk auditee? No

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

Section II - Financial Statement Findings

2018-001 Depreciation and accumulated depreciation and remaining useful lives, Prior Period Adjustment, Significant Deficiency

Criteria: Creation and implementation of accounting policies and controls are an essential component of an adequate control system. Without or lack of accounting policies and controls there is a risk of material misstatements in the financial statements. Reasonable useful lives are required to be assigned to capital assets in an effort to report the cost through depreciation systematically through an asset's useful life, and assignment of lives should meet established policies for the different classes of assets.

Condition/Context: During our test work over capital assets we noted unusual balances of accumulated depreciation. We noted these amounts were related to the prospective amortization of accumulated depreciation amounts set up in the asset management system to account for a change in estimate during FY14. The amounts used were incorrect, resulting in a current year prior period adjustment to correct to Net Position.

Cause: The City departments were not following the City policy for a standard asset useful life policy.

Effects: The Government Wide Statements in the prior year's audit report were not presented in conformity with GAAP. Various proprietary accumulated depreciation balances were reported incorrectly in prior years. This resulted in a prior period adjustment of to decrease accumulated depreciation and increase net position in the amount of \$122,146,169.

Recommendations: We recommend that the City ensure implementation of their internal capitalization policies and procedures across all departments and independent review of the capital asset schedules to review for use of correct lives among the classes.

Management's Response: The City concurs with the finding. Before the implementation of the asset management system in fiscal year 2014, the City did not have standardized asset category lives for capital assets. In fiscal year 2015, the City and the auditors determined the standardization should be recorded as a change in estimate as opposed to a correction of a prior period depreciation. The amortization of the differences became impractical to track and began to distort current year depreciation and therefore it was determined that the City should record the standardization as a prior period adjustment in fiscal year 2018. The City implemented internal capitalization policies across all departments in fiscal year 2014 and the prior period adjustment recorded in fiscal year 2018 will eliminate unusual balances. The City Controller expects that this finding will be resolved in fiscal year 2019.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

2018-002 Negative Cash Balance Classification, Significant Deficiency

Criteria: As codified in GASB 1800.801 and 802 when one fund has overdrawn its share of an internal investment pool, that fund should report an interfund liability to the fund that the government's management deems to have lent the amount to the overdrawn fund. The fund deemed to have lent the amount should report an interfund receivable from the borrowing fund. This treatment is unaffected by whether the lending and borrowing funds are of the same or different fund types or categories. However, in the government-wide financial statements, those interfund accounts should be eliminated as required for internal balances by GASB Statement No. 34, Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments, paragraph 58. Additionally, City policy is to follow GASB standards in the reporting of negative pooled cash as interfund liabilities and to not spend in the absence of an initiated contract.

Condition/Context: The Transit Fund had a negative cash balance of \$74,967,798 as of year-end per review of the CAFR. The balance was correctly re-classified out of pooled-cash to a liability account. However, the reclassification was not recorded as an interfund receivable from the borrowing fund or an interfund payable from the overdrawn fund. The negative cash balance in the Transit Fund is a result of City Council approved spending of pooled cash under FTA pre-award authority without the existence of a contract. The City did not receive federal reimbursement of amounts expended until after fiscal year ending June 30, 2018.

Cause: The City did not record their overdrawn pooled cash of the Transit Fund as an interfund payable, as required by GAAP. Nor did they record a corresponding receivable in the lending fund. The City spent without having a contract initiated to support the spending, but instead, solely relied upon pre-award authority provided by the FTA. The City did not have formal policies in place limiting amounts that could be spent in the absence of a contract and presenting guidance related to interfund borrowings in a pooled cash environment.

Effect: The City is not conforming with Governmental Accounting Standards and their own practices with regards to this transaction. The City has overspent in the absence of a contract and overdrawn pooled cash related to the Transit fund.

Auditors' Recommendations: The City should properly record all interfund activity in accordance with Governmental Accounting Standards. The City should also establish a formal policy related to interfund borrowings that establishes clear guidance and clarity with regards to the use of funds in one fund that represent borrowings from another, including guidance on how the City monitors and ensures that the borrowed funds are not from the restricted resources of other funds within its pooled cash environment. We also recommend the City institute a formal policy limiting, or eliminating, spending in the absence of a contract.

Management's Response: The City concurs with the finding. The previous City management decided to begin the ART construction in fiscal year 2017 based on a letter of no-prejudice received from FTA, albeit prior to the execution of relevant grant agreements. The decision of spending the money without the ability to draw the funds from FTA resulted in a negative cash balance of approximately \$26 MM in the transit fund as of June 30, 2017. An interfund loan booked from the General Fund as of June 30, 2017 mitigated the negative cash issue as of that date. The decision by the previous management to spend on ART project without the grant agreement and/or ability to draw the funds from FTA ultimately resulted in a negative cash balance of \$74,967,768 by June 30, 2018. As of that date, the City had sufficient cash in the City's cash pool to cover the expenditure, however, it did not have sufficient cash specifically in the General Fund to provide an interfund loan to the transit fund and therefore unlike the previous year end, the interfund loan could not be booked as of June 30, 2018. The current City management diligently worked with the FTA to execute the grant agreements and were able to draw over \$52 MM subsequent to June 30, 2018 and will be able to draw the remainder balance of approximately \$24 MM by the end of December 2018.

The Transit fund will not report negative cash by the end of fiscal year 2019. Further, moving forward, except for the amounts pertaining to annually renewed routine grants which are not material to the financial statements, the City will not spend money until the relevant grant agreements are executed and ability to draw the funding is established. The City Controller division expects this finding to be resolved in fiscal year 2019.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

2017-004 Information Technology General Controls – Change Management, Finding that Does Not Rise to the Level of a Significant Deficiency (Repeated and Modified)

Condition/Context: During our review of Information Technology (IT) general controls that are significant to financial reporting, we noted the following:

- (a) Requests for software, data, and/or infrastructure/operating system changes are not following the City's formal change management procedures.
- (b) Changes to existing systems are not reviewed and prioritized by the CAB, nor reviewed approved by the appropriate business or systems owner prior to migration of the change from development into production.

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.

Cause: The break fix pool, containing basic changes was combined with the ServiceNow ticketing system change repository. Observed City Staff retrieve changes that had been promoted into production but were never tested, were never approved for promotion to production, and some changes that were break-fixes that were never promoted to production despite being approved. The combination of the break-fix pool and the change pools, created a backlog of changes within the ServiceNOW ticketing system, and based upon inquiries with City Staff change requests were approved and changes promoted to production without following the City's Configuration Management Policies and Procedures.

Effect: 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.

Auditors' Recommendation: We recommend the City 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).

Management's Response: The City of Albuquerque Department of Technology and Innovation (DTI) agrees with this finding. The Department will convene a committee tasked with evaluating and updating the City's Configuration Management Policies and Procedures to ensure they are scalable, applied consistently across divisions and incorporate current best practices. In addition, an analyst in DTI will be assigned to randomly review change requests to ensure that procedures are being followed appropriately and that all necessary documentation is provided. Both of these changes will be implemented by June 30th, 2019.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

Section III – Federal Award Findings and Questioned Costs

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

Criteria: 24 CFR 85.32 and 49 CFR 18.32(1) state a control system must be developed to ensure adequate safeguards to prevent loss, damage, or theft of the property.

Condition/Context: There were three out of three assets tested that were not properly tagged with the asset number or sufficient evidence that the asset tag and location of the asset was retained in a file if the asset itself is unable to be physically tagged.

Management’s Progress from prior year: The Grants section updated the Fixed Assets module to include the information as required by the Federal Uniform Guidance and inventories continue to be taken annually. The Family and Community Services department (FCS) continues to perform annual inventories of all assets.

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 Division of Community Development will work closely with the FCS Fiscal division and the DFAS Financial Reporting Division to ensure that the replacement asset tags are requested. Where an asset tag cannot be attached physically, one will be retained in a file with location of asset in compliance with federal requirements and the City’s policies and procedures. The FCS Community Development Program Manager, FCS Fiscal Manager and Grant Administrator expect this finding to be resolved in FY19.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

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 93.053	U.S. Department of Health and Human Services Administration for Community Living. Aging Cluster	18-624-4000-0110/- 01,02	2018	None

Criteria: Per contract ID# 18-624-4000-0110 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 two times adjusting the Scope of Work for Fiscal 2018.

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. The FY19 Scope of Work reflects improved projections as community needs and funding continue to change.

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 in Fiscal 2019. Management is also working with the State to adjust the State’s contract language in the Scope of Work to clarify that final approved service units at the completion of the contract are acceptable and any variations do not constitute noncompliance with earmarks. The AAA Program Manager expects this finding to be resolved in FY19.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

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>
14.267	U.S. Department of Housing and Urban Development – Continuum of Care	Multiple	Multiple	Unknown

Criteria: Under Title 2 U.S. Code of Federal Regulations Part 200.331(b), 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.

Condition/Context: Per review of the subrecipient files for COC, we noted one out of the three files tested did not perform a risk assessment.

Management's progress to the prior year finding: The City has implemented a tracking system to ensure that all risk assessments and subrecipient monitoring takes place as required by federal regulations and City policies and procedures.

Cause: Lack of oversight of Federal Requirements related to subrecipient monitoring may have contributed to this finding.

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. There was a misunderstanding as to the need for a risk assessment for one subrecipient. The risk assessment has been updated to accurately assess the particular subrecipient and will be documented in the subrecipient's file in FY19. The Homeless Program Division Manager expects this finding to be resolved in FY19.

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

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	\$287
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), one out of twenty-five samples selected did not have payroll charged to the grant that was based on total activity for the employee. The payroll was over allocated to the grant and not allowable for total questioned costs of approximately \$287. For Early Head Start, the finding was not cleared from prior year since the time sheets provided for time and effort did not reflect what was actually being charged to the grants.

Management’s progress to the prior year finding: For the majority of Fiscal Year 2018, an interim timesheet process was utilized which required the manual updating of payroll allocations in PeopleSoft. Late in Fiscal Year 2018, the Family and Community Services’ Community Development Division transitioned to the Kronos timekeeping system which eliminates the need for hand keying into PeopleSoft. The Child Development Division has developed a process which includes the distribution and review of grant-funded personnel roster, regular meetings between program and fiscal personnel, and a reconciliation of paper timesheets to the General Ledger.

Effect: The programs did not allocate salary expenditures based on certified payrolls 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.

Management’s Response: The City concurs with the finding. The Division of Child and Family Development will continue to work closely with the Fiscal Division and the Grants Section to ensure that personnel rosters are up-to-date and that timesheets are reconciled to the General Ledger. The Child and Family Development Division Manager expects this finding to be resolved in FY19.

The Community Development Division updated its CDBG policies and procedures effective July 1, 2018, 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 Community Development Division Manager and FCS Fiscal Manager expect this finding to be resolved in FY19.

CITY OF ALBUQUERQUE, NEW MEXICO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2018

Prior Year Findings	Current Status
Financial Statement Findings	
2015-010 - Reporting of Federal Awards on the SEFA - Significant Deficiency	Cleared
2015-014 Earmarking, Instance of Noncompliance	Repeated/Modified
2016-002 Financial Close and Reporting Process Monarch (Significant Deficiency)	Cleared
2016-008 Cutoff and Recognition of Expenditures	Cleared
2017-001 Prior Year CIP Balances and Expense Recognition, Significant Deficiency	Cleared
2017-002 Property Taxes Receivable	Cleared
2017-003 Police Chiefs Overtime	Cleared
2017-004 Information Technology General Controls - Change Management	Repeated/Modified
Federal Award Findings	
2014-006 Equipment Tagging, Significant Deficiency & Instance of Noncompliance	Repeated/Modified
2014-008 Suspended/Debarment Certification	Cleared
2016-011 Office of Neighborhood Revitalization Home Owner Rehabilitation Program, Allowability- Significant Deficiency and Instance of Noncompliance	Cleared
2016-013 Subrecipient Monitoring, Significant Deficiency and Instance of Noncompliance	Repeated/Modified
2016-014 Employee Time and Effort, Significant Deficiency and Instance of Noncompliance	Repeated/Modified
2017-005 Allowable Costs	Cleared
2017-006 Eligibility	Cleared

CITY OF ALBUQUERQUE



CITY OF ALBUQUERQUE, NEW MEXICO

CORRECTIVE ACTION PLAN

FOR THE YEAR ENDED JUNE 30, 2018

Audit Finding	Corrective Action Plan	Person(s) Responsible	Estimated Completion Date
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	06/30/2019
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 and Program Staff	06/30/2019

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

- | | |
|--|------------|
| 1. Type of auditor’s report issued: | Unmodified |
| 2. Internal control over financial reporting: | |
| a. Material Weakness(es) identified? | Yes |
| b. Significant deficiency(ies) identified that are not considered to be material weakness(es)? | No |
| 3. Noncompliance material to financial statements noted? | No |

Federal Awards

- | | |
|---|------------|
| 4. Internal control over major programs: | |
| a. Material weakness(es) identified? | No |
| b. Significant deficiency(ies) identified that are not considered to be material weakness(es)? | No |
| 5. Type of auditor’s report issued on compliance for major programs: | Unmodified |
| 6. Any audit findings disclosed that are required to be reported in accordance with section 2 CFR 200.516(a) of Uniform Guidance? | Yes |

7. Identification of Major Programs:

Federal Grantor/Program Title	CFDA No.	
U.S. Department of Housing and Urban Development (HUD):		
Housing Voucher Cluster	14.871/14.879	\$ 27,469,165
Low Rent Public Housing	14.850	\$ 3,450,468
Capital Fund Program	14.872	\$ 1,084,650

- | | |
|---|------------|
| 8. Dollar threshold used to distinguish between Type A and Type B programs: | \$ 965,281 |
| 9. Auditee qualified as low-risk auditee under Uniform Guidance, section 530? | No |

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

SECTION II – FINANCIAL STATEMENT FINDINGS

Finding 2018-001: Internal Control over Capital Assets (Material Weakness)

Criteria: Monthly maintenance of the capital project accounting records and preparation of a capital asset listing ensures 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 listings are necessary for the preparation of the annual financial statements and footnotes in accordance with generally accepted accounting principles (GAAP).

Condition: The general ledger was 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. As a result, material adjusting journal entries were required after the fiscal year 2018 accounting records were closed, including the recording of a prior period adjustment.

As this finding was a repeat finding from the prior year as finding 2017-001, the procedures for the monthly process was evaluated by the Director of Finance. A work plan was created for the process and presented to the employee. The Capital Funds Accountant reviewed and approved the work plan and timeline. The work plan included the monthly reconciliation process for capital funds and a review process and timeline for each capital fund as it progresses. Roles and responsibilities were reviewed. A second review of capital fund general ledger accounts by the Accounting Manager was added. A quarterly review of fixed assets transferring out of capital funds to the public housing properties was added. Staff monthly meetings started in February 2018. The procedures for internal controls with the capital funds included cross training and shadowing of the following staff: Capital Funds Accountant, the Accounting Supervisor, and the Accounting Manager staff.

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). Activity to these accounts is recorded as expenditures are incurred with the contra asset account credited and a capital asset (construction in progress) or an expense debited. Grant revenue is also recognized when capital funds are expended. Once the capital asset is placed in service, the construction in progress is transferred to building and improvements for each specific housing project. During the year, and specifically at year-end, the hard cost contra accounts were not properly reconciled and appropriate entries were not made.

Effect: Accounts are misstated and 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. Additional time and effort was needed to research these errors and prepare correcting entries.

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

Auditor's Recommendations: The capital asset records for each capital project should be updated and reconciled to the appropriate general ledger accounts monthly. Any correcting journal entries should be reviewed by someone other than the preparer and recorded. In addition, reconciliations and the capital asset records should also be reviewed by management monthly to ensure that the work was completed correctly.

Management's Response to Finding: The authority is in agreement and has begun the reconciliation of each capital fund project monthly. The reconciliation will be evaluated between the general ledger, eLOCCS and asset recognition. Any correcting journal entries will be reviewed by someone other than the preparer and recorded. The reconciliation and capital asset records will be reviewed and signed off on quarterly by the Senior Accountant and or the Director of Finance.

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Finding 2018-002: Finding that Does Not Rise to the Level of a Significant Deficiency

Federal Program: CFDA 14.872, Capital Fund Program

Criteria: Upon expenditures by the PHA of all funds, or termination by HUD of the activities funded in a modernization or development program, a PHA shall submit the closeout forms, including the Actual Modernization Cost Certificate (AMCC), to their local HUD field office for review and approval. PHAs must submit the AMCC within 90 days after the expenditure deadline.

Condition: For two Capital Fund Program (CFP) grants whose expenditure reporting deadlines were June, 2016 and December, 2017 based on the final expenditure date, the Authority did not submit their AMCCs to their local HUD field office until December, 2017 and June, 2018, respectively.

Cause: The Authority does not have a checklist for closing CFP grants, including establishing the deadline for AMCC submittal at the beginning of the grant and monitoring that deadline throughout the grant period.

Effect: The delay in submitting closeout forms to HUD could impair the Authority's ability to properly record CFP activity and participate in future HUD programs, thereby impairing the Authority's ability to fund capital improvements.

Questioned Costs: There are no questioned costs related to this finding.

Recommendation: We recommend that the Authority develop a checklist for closing CFP grants, including noting the deadline for AMCC submittal at the beginning of the grant and monitoring that deadline throughout the grant period.

Management's Response to Finding: The authority is in agreement and will implement the training of staff to create a check list for the period of the grant and to maintain the check list by reviewing quarterly the check list timelines.

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2018

SECTION I – 2.2.2 NMAC Audit Findings

Finding 2018-003: Other Non-Compliance

Criteria: Section 2.2.2.10 (A)(1) requires that all component units, except component units that are housing authorities, to be audited by the same auditor unless a request for an exception is made to or granted by OSA, requires the component unit auditor be on the list of OSA approved auditors, requires the OSA standards contract form be used, and requires separately issued financial statements and associated auditor's reports be submitted to the state auditor for review.

Condition: The Authority's discretely presented component unit, Rio Housing Associates, LLLP, was not audited by the same auditor as the Authority, was not audited by an auditor on the list of OSA's approved auditors, an OSA standard contract form was not used, and the separately issued report was not submitted to the state auditor for review.

Cause: This is a result of the Authority not having management responsibility for this entity and it engaged an audit to meet the purposes of the entity's requirements for financial statement audits.

Effect: The effect of this finding is that the component unit could have exceptions in internal control and compliance not reported as it was not audited per the NMAC requirements.

Auditor's Recommendation: We recommend that the Authority re-assess this entity's presentation in the financial statements and clarify with the State Auditor this requirement as it applies to component unit entities for which the primary government does not maintain management control.

Management's Response to Finding: AHA agrees that we, the Housing Authority, need to reassess this entity's presentation in the financial statements and clarify with the State Auditor this requirement as it applies to component unit entities for which the primary government does not maintain management control.

Corrective Action Plan: AHA will engage with the State of NM Auditors office, HUD Regional office, no later than March 1, 2019 to identify and resolve the compliance finding.

Contact Person: Barbara D'Onofrio, Director of Finance is responsible for implementing the investigation and notifying all parties of the Authority's response to the compliance finding. Contact for Barbara D'Onofrio, bdonofrio@abqha.org.

Anticipated Completion Date: Results of the reported corrective action plan will be submitted to the State of New Mexico Auditors office no later than May 31, 2019.

ALBUQUERQUE HOUSING AUTHORITY
A COMPONENT UNIT OF THE CITY OF ALBUQUERQUE
SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2018

Finding 2017-001

Condition: The general ledger of accounts was 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 include 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.

Status: During the year ended 2018, the Authority still had some issues related to capital asset management. **This finding is repeated in the current year as Finding 2018-001.**

SECTION II – PRIOR YEAR FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None.

STATE COMPLIANCE SECTION

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, 2018

Financial Institution: Account name	Bank Balance	Outstanding (Checks) Deposits	Book Balance
<u>Account name</u>	<u>Balance</u>	<u>Deposits</u>	<u>Balance</u>
Deposits:			
Bank of Albuquerque			
Lock Box	\$ 957,849	\$ 6,000	\$ 963,849.08
Wells Fargo Bank			
Treasury Disbursements	0.00	(3,722.07)	(3,722.07)
Common Fund	190,291,480.87	(1,207,370.17)	189,084,110.70
Payroll	0.00	0.00	0.00
AP Disbursements	(235.00)	(6,957,926.45)	(6,958,161.45)
A/R Receipts	0.00	1,011,719.51	1,011,719.51
Bluewater (Monarch)	124,143.80		124,143.80
Legal Witness Fund (Risk)	1,995.89	(263.17)	1,732.72
	<u>190,417,385.56</u>	<u>(7,157,562.35)</u>	<u>183,259,823.21</u>
New Mexico Bank & Trust			
Tenant Security Deposits:			
Candelaria Gardens	4,826.52		4,826.52
Santa Barbara	2,302.64		2,302.64
Tucson	3,101.39		3,101.39
Manzano Vista	63,554.57		63,554.57
Glorieta	5,967.39		5,967.39
Beach	19,078.16		19,078.16
Bluewater	72,001.92		72,001.92
Operating and Maintenance:			
Candelaria Gardens	228,670.32		228,670.32
Santa Barbara	47,319.71		47,319.71
Tucson	18,607.40		18,607.40
Manzano Vista	153,008.89		153,008.89
Glorieta	217,051.05		217,051.05
Beach	66,676.76		66,676.76
Inca	20,255.47		20,255.47
	<u>922,422.19</u>	<u>0.00</u>	<u>1,665,131.28</u>
US Bank			
APD SID	1,208.36		1,208.36
APD SID	49,048.34	(4,904.66)	44,143.68
APD SID	84,168.32		84,168.32
	<u>134,425.02</u>	<u>(4,904.66)</u>	<u>129,520.36</u>
BBVA Compass Bank			
APD MRGVTF	238.08		238.08
Total deposit accounts	<u><u>192,432,319.93</u></u>	<u><u>(7,156,467.01)</u></u>	<u><u>185,894,418.21</u></u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF DEPOSITS AND INVESTMENTS BY FINANCIAL INSTITUTION
YEAR ENDED JUNE 30, 2018

Financial Institution: Account name	Bank Balance	Outstanding (Checks) Deposits	Book Balance
<u>Account name</u>	<u>Balance</u>	<u>Deposits</u>	<u>Balance</u>
Investments:			
New Mexico Bank & Trust money markets			
Candelaria Gardens	104,966.26		104,966.26
Santa Barbara	65,220.54		65,220.54
Tucson	68,328.22		68,328.22
Glorieta	60,176.10		60,176.10
FCSD property management trust	319,915.64	(41.47)	319,874.17
Wells Fargo			
Core Fund	465,568,075.47		465,568,075.47
Liquidity	24,979,500.00		24,979,500.00
Open Space Trust	10,364,665.62	754.15	10,365,419.77
Urban Enhancements Trust	7,851,084.24	571.26	7,851,655.50
Accrued interest investment fund			592,239.69
Accrued interest trust fund			1,990.24
Accrued interest trust fund			1,344.73
Accrued interest fr A/R			242,357.09
Wells Fargo Trust in Denver, Colorado			
U.S. Treasury Money Market Fund	265,297.12		265,297.12
U.S. Treasury Money Market Fund	297,661.20		297,661.20
U.S. Treasury Money Market Fund	503,226.95		503,226.95
U.S. Treasury Money Market Fund	996,946.54		996,946.54
U.S. Treasury Money Market Fund	2,479,976.15		2,479,976.15
Total investments	<u>513,925,040.05</u>		<u>514,764,255.74</u>
Total cash and investments	<u>706,357,359.98</u>	<u>(7,155,183.07)</u>	<u>700,040,108.66</u>
Cash with NMFA			3,164,704.16
Cash with BOK			774,558.82
Fiduciary			24,460,956.00
Unreconciled difference			(1,022,791.00)
Cash and Investments on Statement of Net Position			<u>727,417,536.64</u>

CITY OF ALBUQUERQUE, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL BY FINANCIAL INSTITUTION
YEAR ENDED JUNE 30, 2018

The collateral for deposit accounts is as follows:

Financial Institution Collateral Description	Original Face	Current Face	Current Market	Maturity Date	Coupon Rate
New Mexico Bank & Trust					
83165AB60 VAR QTRLY ADJ	\$ 350,000	\$ 129,310	\$ 140,135	01/25/2035	VAR
83165ADJO VAR QTRLY ADJ	750,000	278,161	300,838	02/25/2035	VAR
	<u>\$ 1,100,000</u>	<u>\$ 407,471</u>	<u>\$ 440,973</u>		
Location of collateral: Suntrust Bank Atlanta, GA					
Wells Fargo Bank, N.A.					
FMAC FGPC 3128MCPV1			\$ 3,710,041	06/01/2025	4.00%
FMAC FGPC 3128P73X9			16,124,961	07/01/2033	3.00%
FMAC FGPC 31292LEQ4			15,875,988	02/01/2042	3.50%
FMAC FGPC 31292LW35			12,968,172	10/01/2042	3.00%
FNMA FNRM 3136A8XQ8			14,979,521	05/25/2038	2.00%
FNMP FNMS 3138A2CB3			10,848,093	12/01/2025	3.00%
FNMP FNMS 3138E0SF7			37,824,021	12/01/2026	3.00%
FNMP FNMS 3138M0CQ1			17,158,712	09/01/2042	3.00%
FNMP FNMS 3138NXE29			16,002,132	01/01/2043	3.00%
FNMP FNMS 3138W5GJ1			14,403,715	06/01/2043	3.00%
FNMP FNMS 3138WFSU1			10,176,607	10/01/2035	3.00%
FNMP FNMS 3138WHJG8			12,422,755	06/01/2031	2.50%
FNMP FNMS 31418AJN9			5,918,225	09/01/2022	2.50%
FNMP FNMS 31418CAH7			24,585,699	08/01/2036	3.00%
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 212,998,642</u>		
Location of collateral: BNY Mellon New York, NY					
US Bank					
FNMA FNCI 31385XL21	\$ 47,735,000	\$ 17,615	\$ 17,744	09/01/2018	4.50%
FNMA FNCI 31385XQA8	16,475,000	15,222	15,624	09/01/2018	4.00%
	<u>\$ 64,210,000</u>	<u>\$ 32,837</u>	<u>\$ 33,368</u>		
Location of collateral: US Bank Cincinnati, OH					
Bank of Albuquerque					
FHLB 3136AD5W5	\$ 100,000	\$ 42,761	\$ 40,970	12/25/2039	1.75%
FHLB 3136AD5W5	100,000	42,761	40,970	12/25/2039	1.75%
FHLB 3136AD5W5	100,000	42,761	40,970	12/25/2039	1.75%
FHLB 3136AD5W5	1,000,000	427,611	409,702	12/25/2039	1.75%
FHLB 3136AD5W5	200,000	85,522	81,941	12/25/2039	1.75%
FHLB 3136AD5W5	200,000	85,522	81,941	12/25/2039	1.75%
FHLB 3136AD5W5	300,000	128,283	122,911	12/25/2039	1.75%
FHLB 3136AD5W5	500,000	213,806	204,851	12/25/2039	1.75%
FHLB 3136AD5W5	500,000	213,806	204,851		
	<u>\$ 3,000,000</u>	<u>\$ 1,282,833</u>	<u>\$ 1,229,107</u>		
Location of collateral: Bank of Oklahoma Oklahoma City, OK					
Total of all banks			<u>\$ 214,702,090</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, 2018

<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 SCAFCA	City of Albuquerque and the SCAFCA	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.

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2018

<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	\$1,072,000	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.	\$235,600	N/A
07/01/10	10-Day Notice	N/A	N/A	All Parties
07/01/06	06/30/18	\$2,750	\$2,750	N/A
07/01/03	06/30/18	\$14,930	\$14,930	N/A
07/01/03	06/30/18	\$6,680	\$6,680	N/A
07/01/06	06/30/18	\$830	\$830	N/A
07/01/03	06/30/18	\$2,720	\$2,720	N/A
07/01/06	06/30/18	\$620	\$620	N/A
07/01/06	06/30/18	\$890	\$890	N/A
07/01/03	06/30/18	\$2,060	\$2,060	N/A
07/01/03	06/30/18	\$920	\$920	N/A
07/01/03	06/30/18	\$860	\$860	N/A

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2018

<u>Joint Powers Agreements</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
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.
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.
Village of Jemez Springs/CCN 201800144	City of Albuquerque/ Human Resources/ Insurance and the Village of Jemez Springs	City of Albuquerque and the Village of Jemez Springs	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	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.

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2018

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
07/01/06	06/30/18	\$650	\$650	N/A
07/01/03	06/30/18	\$1,040	\$1,040	N/A
07/01/03	06/30/18	\$1,400	\$1,400	N/A
07/01/13	06/30/18	\$18,680	\$18,680	N/A
07/01/16	06/30/18	\$2,540	\$2,540	N/A
07/01/16	06/30/18	\$1,220	\$1,220	N/A
07/01/17	06/30/18	\$680	\$680	N/A
04/12/16	09/30/18	\$230,673	\$183,928	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	\$1,521,395	\$1,513,067	City of Albuquerque and the County of Bernalillo
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

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2018

<u>Joint Powers Agreements</u>	<u>Participants</u>	<u>Responsible Party</u>	<u>Description</u>
Middle Rio Grande Conservancy District	COA and MRGCD	COA Open Space	Manage and administer lands within Rio Grande Valley State Park
N.M. Department of Transportation / A300717	N.M. Department of Transportation and City of Albuquerque	N.M. Department of Transportation and City of Albuquerque	Bicycle/Pedestrian safety program.

CITY OF ALBUQUERQUE, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2018

<u>Beginning Date</u>	<u>Ending Date</u>	<u>Project Amount</u>	<u>Current Year Contributions</u>	<u>Audit Responsibility</u>
04/06/97	None	N/A	N/A	City of Alb
12/19/17	09/30/20	\$128,745	\$2,650	N.M. Department of Transportation

CITY OF ALBUQUERQUE, NEW MEXICO
EXIT CONFERENCE
JUNE 30, 2018

An exit conference was held on December 4, 2018 and attended by the following:

City Personnel:

Pat Davis

City Council, District 6

Sanjay Bhakta

Chief Financial Officer

Renée Martinez

Deputy Director, Finance and Administrative Services

Stephanie Yara

Director, City Council

Olivia Padilla-Jackson

Budget Officer

Pamela Fanelli

City Controller

Joseph Cohen

Associate Controller – Financial Reporting

Josie Bolden

Associate Controller –Accounting Operations

Marianne Kemp

Grant Administrator

Moss Adams, LLP Personnel:

Amanda McCleary-Moore

Partner

George Seus

Senior 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.