



Financial Statements
and
Report of Independent Auditors

June 30, 2013

CITY OF LAS CRUCES
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2013

Prepared by
Finance Department
Victoria Fredrick,
Financial Services Director

Cover photo courtesy of
Las Cruces Convention & Visitors Bureau
Enhanced by Leesa Mandlman

City of Las Cruces

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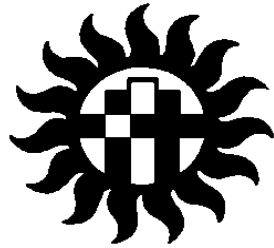
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City of Las Cruces



November 21, 2013

Honorable Mayor and City Council,
City of Las Cruces, New Mexico

We are pleased to submit the Comprehensive Annual Financial Report for the City of Las Cruces (City), New Mexico, for the fiscal year ended June 30, 2013, in accordance with Article V, Section 5.09, of the City Charter. Responsibility for the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the City. We believe the data, as presented, are accurate in all material respects and are presented in a manner that fairly sets forth the financial position and results of operations of the City. Furthermore, we believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

In the Financial Section of this report, the independent auditor's report is immediately followed by Management's Discussion & Analysis (MD&A). The MD&A provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the City

The City of Las Cruces, incorporated in 1946 and chartered in 1985, is a home-rule municipality with a Council/Manager form of government consisting of a mayor and six council members. The mayor is elected at large for a four-year term. Council members are elected from six member districts for a four-year term. Elections are held on a bi-annual basis. The city manager, appointed by the City Council, is responsible for the management of all City employees and the administration of all City affairs.

This report includes financial statements of the funds required for those activities, organizations, and functions related to the City and that are controlled by or dependent upon the City's governing body, the City Council. The financial reporting entity consists of the City, a discretely presented component unit: South Central Solid Waste Authority, and one blended component unit: the Downtown Tax Increment Development District. These component units are included in the City's reporting entity because of the significance of their operational relationship or financial relationship with the City. Considering the above criteria, this report includes all funds of the City.

The City provides a full range of services. These services include public safety (police and fire); community services (culture and recreation); facilities; streets, public improvements; planning, zoning, engineering; public utilities (gas, water, wastewater, and solid waste) and general administration of services.

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
11/21/2013

Economic Condition and Outlook

The City of Las Cruces continues to experience the same muted pace of recovery from the “Great Recession”. Additionally, the local economy must also deal with the impacts of federal sequestration. The City’s economic outlook calls for slow growth in most indicators. New residential construction, which has advanced nationally, has yet to filter into Las Cruces. Total construction valuation is anticipated to show a drop because of two large multifamily projects permitted in FY2013. On a positive note, Lodging tax receipts have shown greater resilience and continue to point to the area’s emergence as a travel destination plus the positive contributions of the City’s new Convention Center.

Population migration continues to be hampered by the national housing market. The inability of people to sell homes in other parts of the country and relocate or retire to Las Cruces has yet to abate. In addition to slower population growth holding down residential construction the residential units being built have, on average, become smaller. This reflects the residential market adjusting to homes that are affordable based on local labor market conditions.

The City’s revenue growth has been influenced by the slow economic conditions. Gross Receipts Tax (GRT), which is by far the City’s largest revenue source, is largely dependent on construction activity and personal income gains that come from wage and salary jobs.

A key to achieving the rate of employment growth forecast for the Las Cruces area is the relationship between the private and government sectors. Las Cruces is highly dependent on public sector employment because of the presence of the Federal Government and New Mexico State University. As a percent of the MSA total employment, just under 30% is made up of public sector jobs. This is almost twice the national average which underscores the importance of the public sector in the local economy. The recovery to date has been concentrated in private jobs with public jobs actually declining in recent years. The outlook anticipates all new jobs being created in the private sector while the public sector slowly returns to a level close to zero growth.

The result is a slow rate of growth in the City’s general fund. In addition to modest GRT growth, the City’s second largest revenue source, property tax, is also seen as relatively flat due to market conditions. Overall, while the General Fund is anticipated to show gains, they are expected to be modest after adjusting for onetime events associated with moving revenues into the general fund that are dedicated to debt service payments. The general fund is anticipated to grow 2.7% in FY14, roughly in line with anticipated inflation.

The City has navigated the recession and managed its finances by taking a prudent, conservative approach. The balances in the City’s general fund reflect this philosophy and have been consistently maintained at twice the amount required by the State. The FY14 budget anticipates a continuation of this approach as a guard against any future unexpected developments.

One additional reflection of the conservative financial approach undertaken by the City of Las Cruces is the number of City-Wide full time positions. Salary and benefits comprise the largest cost for the City, and maintaining a level or declining number of full time positions is important in maintaining the City fiscal stability.

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
11/21/2013

Long Term Plans and Major Initiatives

The City has invested in major facilities, including the convention center and regional aquatic center. Both facilities opened during the FY11 fiscal year. The convention center will support local tourism, with financial benefits expected in lodgers' tax and convention center fees. The lodgers' tax and convention center fees have been pledged for debt service on the facility. Gross receipts tax seen have an uptick from tourist trade. The regional aquatic center was funded by state legislative appropriations and may provide future opportunities for swimming events, with similar financial benefits in gross receipts tax, lodgers' tax, and convention center fees. The City has implemented renewable energy at the Las Cruces Convention Center and City Hall Parking Deck. Photo-voltaic (solar) array were installed and are operational. Routine monitoring of the power generated is underway. This currently provides about 12-15% of the energy needs of the complex. Significant progress was made during fiscal year 2013 on the transit intermodal center, completed in fiscal year 2014. During the 2013 fiscal year, the City also focused on projects deferred in previous years, such as fleet replacement and facility maintenance. The City has attained bronze status as a bicycle friendly community for the time period of 2011 -2015.

Long range plans continue to include the need to provide utility services, public safety, and recreational facilities in newly developed areas. The major project included in the FY14 budget is funding for the West Mesa Fire Station No. 7 budgeted for \$1.7 million.

During fiscal year 2010 the City Council formalized a strategic plan, which serves as a guide to plan the use of City resources and direct the future of City programs. The guiding principles of the plan are excellence, integrity, customer focus, fiscal responsibility, and goal-oriented management. Each year the City's financial and operational performance is measured against the plan and outcomes are reported to the City Council and the community at large.

The plan encompasses seven strategic goals and a number of specific objectives. The key strategic goals are:

1. Ensure a Safe and Secure Community
2. Acknowledge and Promote our Community Identity
3. Proactively Plan our Land Use, Infrastructure and Connectivity, Unite Land Use with Function
4. Protect and Promote our Natural and Energy Resources
5. Foster a Vibrant Economic Environment
6. Operate an Accountable, Response and Engaged City Government
7. Be the Employer of Choice

The strategic plan, with progress updates, is available on the City's website for public review.

Internal Control Framework

Integrated within the business systems of the City are the policies and procedures over accounting and financial reporting that make up the internal control framework. The internal control framework provides assurance that the accounting systems and underlying data are reliable; however, there are certain limitations inherent in the internal control framework. Management may choose to accept certain risks because the cost to prevent all risks is not reasonable. Management is responsible for establishing and maintaining effective

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
11/21/2013

internal controls. Although some level of risk within the internal control framework is unavoidable, the City's management maintains an attitude of supporting strong and effective internal controls.

Financial Information, Management and Control

The financial position and operating results of the City are provided in the financial statements. Management's discussion and analysis includes financial highlights, describes the financial statements, and provides financial analysis of the City's financial position and results of operations. Following is a brief description of financial information, management of financial resources, and financial obligations.

Budgetary Control

In New Mexico, state statutes mandate that municipalities operate within the confines of a balanced budget. Annual budgets are adopted for all funds. If a fund is not overspent, it is in compliance with state law. All unexpended budget appropriations lapse at the end of the fiscal year.

The City Manager is responsible for presenting an annual budget to the City Council. The Council sets hearings for annual budget review and approves the final budget. The final budget is then submitted to the New Mexico Department of Finance and Administration, Local Government Division. The Local Government Division must then approve and certify the City's operating budget, budget increases and budget transfers between funds.

The adopted budget becomes a document that details a clear and precise picture of the cost of public services that will be provided. The budget is controlled through an integrated accounting system to assure effective fiscal management and accountability. Budget adjustments requested throughout the fiscal year that increase fund expenditures must be approved by the City Council.

Taxes

The allocation of the property tax for fiscal year 2013 and the two preceding years is based on the mill levy below:

<u>Purpose</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
Operational mill levy:			
Residential	6.757	6.614	6.452
Non-residential	7.120	7.120	7.120

The City has no outstanding general obligation bonds. Therefore, the debt service levy for all three years is zero.

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
11/21/2013

The gross receipts tax rate on receipts within the City was 7.5625% at June 30, 2013. The breakdown and sources of the gross receipts tax rate include:

	<u>Tax Rate</u>	<u>Percent of Total Rate</u>
State General Fund	3.9000%	51.6%
State shared-municipal distribution	1.2250%	16.2%
Municipal GRT- general purpose	1.2500%	16.5%
Municipal GRT-infrastructure	0.1250%	1.7%
Municipal GRT-public safety	0.1250%	1.7%
Municipal Environmental GRT	0.0625%	0.8%
Dona Ana County-local option taxes	<u>0.8750%</u>	<u>11.5%</u>
	7.5625%	100.0%

Debt Administration

The City has significant capacity for future capital and infrastructure acquisitions, should the need arise. The City's current unused general obligation (G.O.) bond capacity is in excess of \$70 million. The City currently has no outstanding G.O. bonds.

The City had eleven bond issues outstanding at June 30, 2013. Gross receipts tax revenues finance seven bond issues outstanding. Four issues are Joint Utilities Revenue Bonds secured by the net operating revenues of the utility system. The amount of bonds outstanding at June 30, 2013 was \$67.6 million in governmental bonds and \$54.0 million in utility revenue bonds. Principal payments on bonds totaled \$9.8 million during the fiscal year excluding refinancing activities. In addition, the City had fifteen loans outstanding from New Mexico Finance Authority totaling \$16 million with principal payments during the fiscal year of \$3.5 million.

While no debt was refinanced or refunded during fiscal year 2013, the Financial Services Department continues to monitor the opportunity for refinancing and consolidating the City's outstanding debt.

Financial Policies

Independent Audit

New Mexico State law requires that an annual audit of a governmental unit's financial statements be performed by independent public accountants. Federal law requires that a single audit be performed for federal grant funds as required by the Single Audit Act Amendments of 1996, Office of Management and Budget Circular A-133, and ARRA requirements. Additionally, the City Charter requires an annual audit of all accounts of the City by an independent certified public accountant.

The independent auditor's reports on the financial statements, required supplementary information, and other supplementary information are included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

The independent firm of certified public accountants, Moss Adams, LLP, has audited the financial statements and related notes. The financial statements have been prepared in accordance with generally

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
11/21/2013

accepted accounting principles (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB).

GFOA Award

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Las Cruces for the comprehensive annual financial report for the fiscal year ended June 30, 2012. This was the eighth consecutive year that the City has achieved this prestigious award. 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 demonstrate proficiencies in both generally accepted accounting principles and applicable legal requirements.

We believe that this current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine eligibility for the certificate. This award represents the highest form of recognition in governmental accounting and financial reporting. This is an outstanding accomplishment that demonstrates the professionalism residing in the City's Financial Services Department.

The preparation of the annual CAFR is primarily the responsibility of the Accounting Department. I would like to recognize Victoria Fredrick, Financial Services Director, Melissa Nelson and Maria Villa, Accounting Managers, and the Accounting staff including Brent Hatley, Gilbert Rodriguez, James Williams, Josie Medina, Karin DeVogel, Maria Sanchez, Maricela Ortiz, and Victoria Delgado for their efforts in this accomplishment.

Acknowledgments

The annual audit cannot be completed without the efforts and dedication of the Financial Services Department staff. I would like to express my appreciation to staff for their many hours of hard work devoted to this year's audit.

I would also like to thank the Mayor, City Council, and City Management for their interest and support in planning and conducting the financial affairs of the City in a responsible and progressive manner.

Respectfully submitted,



Robert L. Garza, PE
City Manager

City of Las Cruces
June 30, 2013

LIST OF PRINCIPAL OFFICIALS

City Council

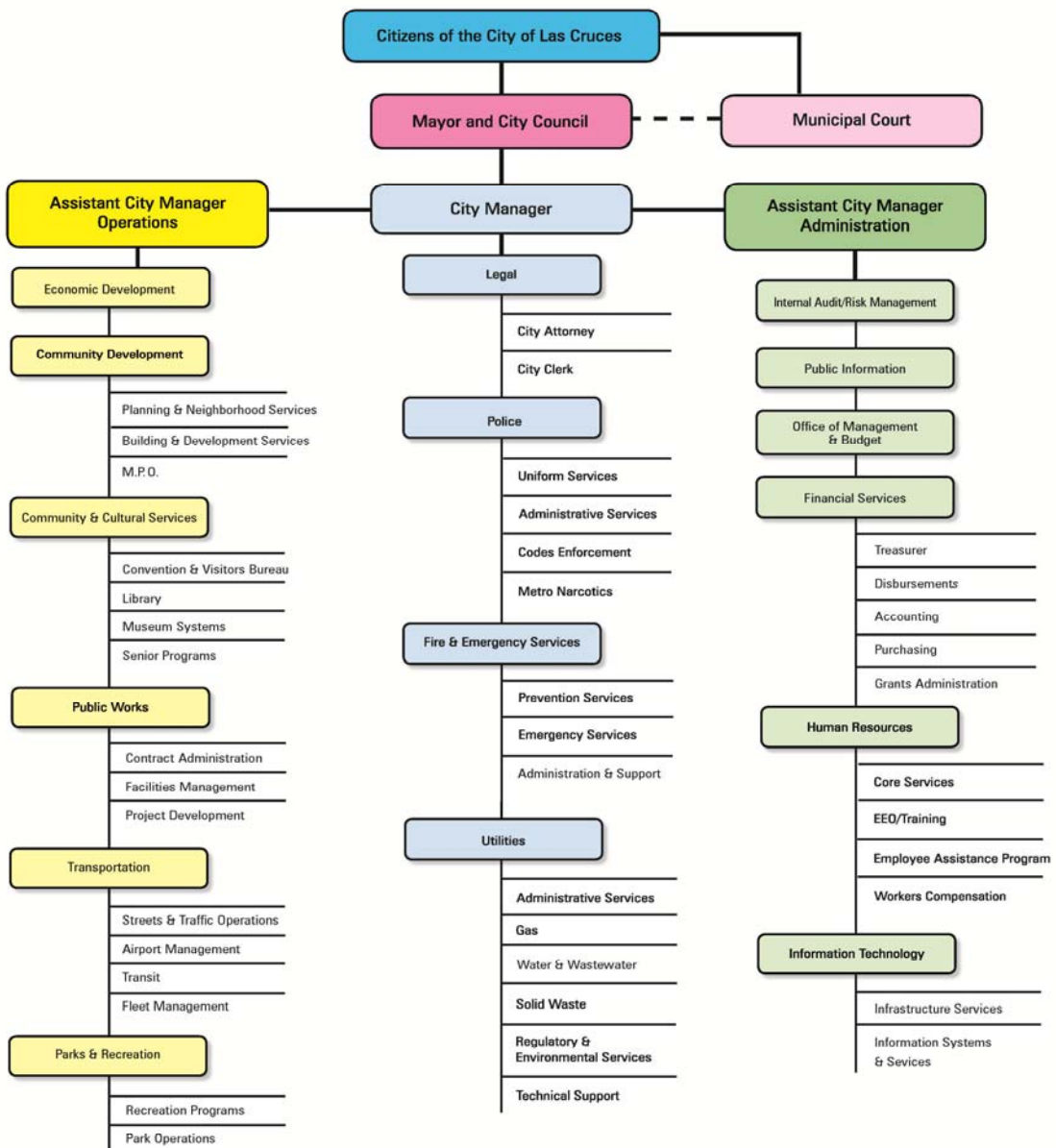
Ken Miyagishima	Mayor
Sharon K. Thomas	Mayor Pro-Tem
Miguel G. Silva	Councilor
Gregory Z. Smith	Councilor
Olga Pedroza	Councilor
Nathan P. Small	Councilor
Gill M. Sorg	Councilor

Other officials

Robert Garza, P.E.	City Manager
Brian Denmark	Chief Operating Officer/ACM
Mark Winson	Chief Administrative Officer/ACM

City of Las Cruces

City Government Organization Chart: FY 2013-2014





Government Finance Officers Association

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

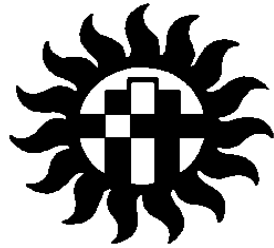
Presented to

**City of Las Cruces
New Mexico**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO



City of Las Cruces

Report of Independent Auditors

Mr. Hector H. Balderas, New Mexico State Auditor
and the Honorable Mayor and City Council Members
of the City of Las Cruces

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue funds of the City of Las Cruces, New Mexico (the City), as of and for the year ended June 30, 2013, which collectively comprise the City's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service, and agency funds presented in the accompanying combining financial statements; and the budgetary comparison schedules for the proprietary funds and the nonmajor governmental funds as of and for the year ended June 30, 2013, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

MOSS ADAMS_{LLP}

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico as of June 30, 2013, the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparisons for the general fund and major special revenue funds for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements and schedules referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service, and agency fund of the City of Las Cruces, New Mexico as of June 30, 2013, the respective changes in financial position, cash flows, where applicable thereof, and the respective budgetary comparisons of the proprietary funds and non-major governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Correction of an Error

As described in Note 21 to the financial statements, the City's discretely presented component unit restated its assets and net position. 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 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.

MOSS ADAMS LLP*Other Information*

Our audit was conducted for the purpose of forming opinions on the City's financial statements, the combining and individual fund financial statements, and the budgetary comparisons. The accompanying Schedule of Expenditures of Federal Awards, as required by the Office of Management and Budget *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, the introductory and statistical section, and the other schedules required by 2.2.2. *NMAC*, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections 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 them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2013 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.



November 21, 2013
Albuquerque, New Mexico

Management's Discussion and Analysis

Management's Discussion and Analysis presents an overview of the City's financial activities for the fiscal year ended June 30, 2013. It is intended to be read in conjunction with the Letter of Transmittal and the City's financial statements. In accordance with Governmental Accounting Standards Board standards, comparisons to prior-year balances and activity are presented.

Financial Highlights

Government-wide:

- The assets of the City exceeded its liabilities by \$624,906,424 (net position). Of this amount, \$110,855,777 (unrestricted net position) may be used to meet the City's ongoing obligations to citizens and creditors.

Fund Financial Statements:

- As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$113,713,307, a decrease of \$3,589,581 compared to the fiscal year 2012 fund balance. Of the total fund balance, \$1,732,121 is non-spendable and \$111,981,186 is spendable. Of the total spendable fund balance, \$58,994,493 is restricted in use, \$25,687,234 has been committed, \$6,634,296 is assigned, and \$20,665,163 is unassigned, which is available for spending at the government's discretion.
- The pooled cash and investments for the governmental and business-type activities decreased \$2,989,390 and \$3,379,349, respectively.
- At the end of the current fiscal year, the unassigned fund balance for the General Fund was \$20,665,163, or 26 percent of the total General Fund expenditures.

Long-term Debt:

- The total bond and certificate of obligation debt for the governmental and business-type activities decreased \$8,974,396 and \$4,539,538, respectively, during the fiscal year, which decreased total debt outstanding to \$140,766,215.

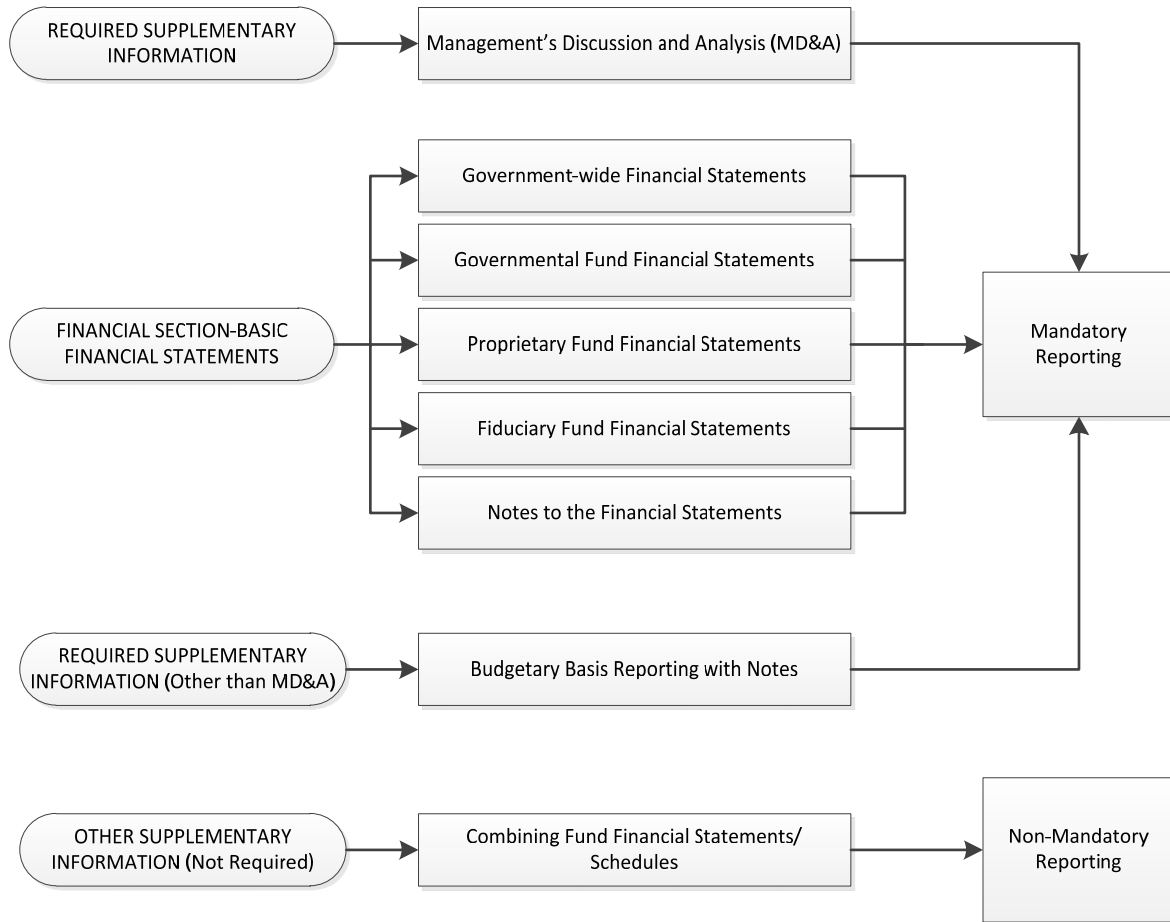
Overview of the Financial Statements

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

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

The financial statements presented herein include all of the activities of the City of Las Cruces using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, and all amendments thereafter.

The following illustration summarizes the sections and reporting requirements of this financial report.



Government-wide Financial Statements

The *government-wide financial statements* consist of two statements and 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* is a presentation of the City’s assets and liabilities, including capital and infrastructure assets, and long-term liabilities. This statement reports the difference between the two as net position. Over time, increases or decreases in net position may help indicate whether the financial position of the City is improving or deteriorating.

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

The *Statement of Activities* presents information showing how the City's net position changed during fiscal year 2013. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave). Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include General Government, Police, Fire, Community Development, Public Works, Information Technology, Transportation, and Community & Cultural Services. The business-type activities of the City include Gas, Water, Waste Water, Solid Waste, Transit, and Alternative Fuels.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the following legally separate component units: South Central Solid Waste Authority (SCSWA), and the Las Cruces Downtown Tax Increment Development District (TIDD). SCSWA is a discretely presented component unit and the financial information for this component unit is reported separately from the primary government in the government-wide financial statements.

The TIDD is a blended component unit of the City whose board is comprised of the members of the City Council. The purpose of the TIDD is to finance public infrastructure serving the downtown area. The TIDD is presented as a special revenue fund in the financial statements. The funds to acquire or construct public infrastructure within the TIDD is presented as a capital project fund in the financial statements.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The focus of the fund financial statements is on the City's major funds, although nonmajor funds are also presented in aggregate and further detailed in the supplementary statements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. Fund financial statements allow the City to present information regarding fiduciary funds, since they are not reported in the government-wide financial statements.

Governmental Funds

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

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

The focus of governmental funds is narrower than that of the government-wide financial statements; therefore, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. Because governmental fund financial statements do not encompass the additional long-term focus of the government-wide financial statements, additional information is provided that explains the relationship (or differences) between them.

The City maintains five governmental fund types for financial reporting purposes. The governmental fund types are General Fund, Special Revenue Funds, Capital Projects Funds, Debt Service Funds, and Fiduciary Funds. The City maintains 121 governmental funds; ten of which combine into the General Fund. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the funds that comprise the General Fund, which is considered to be a major fund. Two other governmental funds, Sonoma Ranch and Telshor Facility, are also reported as major funds. The remaining 109 governmental funds are combined into a single, aggregated presentation as Other Governmental Funds. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the Combining Financial Statements section of this report.

Proprietary Funds

The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the fiscal activities relating to Gas, Water, and Wastewater utilities, as well as Solid Waste disposal. The City also uses enterprise funds to account for Transit and Alternative Fuels, which are reported as non-major enterprise funds. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its vehicle maintenance and self-insurance. These services have been allocated to *governmental activities* in the government-wide financial statements as they predominantly serve governmental functions.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Gas, Water, and Wastewater Utilities, as well as Solid Waste funds, which are considered to be major funds of the City. Data from the non-major enterprise funds, as well as all the internal service funds, are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the non-major enterprise funds and the internal service funds is provided in the form of *combining statements* in the Combining Financial Statements section of this report.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside of the primary government. Fiduciary funds are *not* reflected in the government-wide financial statement as the resources of those funds are *not* available to support the City's programs and operations. The Statement of Fiduciary Assets and Liabilities for the agency funds is presented in the basic financial statements section of this report.

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

Notes to the Financial Statements

The Notes are an integral part of the financial statements and provide additional information that is essential to a full understanding and fair presentation of the data provided in both the government-wide and fund financial statements.

Other Information

In addition to the basic financial statements and the accompanying notes, this report also presents the required supplementary information of the City's governmental and proprietary funds: general, debt service, special revenue, capital project, enterprise, and internal service funds. Budgetary comparison schedules have been provided which demonstrate budgetary compliance.

Statistics

The statistical section provides statistical data on financial trends, revenue and debt capacity, demographic and economic data, and operating information.

Financial Analysis

At the end of fiscal year 2013, the City reports positive balances in all three categories of net position, including the government-wide, governmental activities, and business-type activities. Comparative information is presented for fiscal years 2013, 2012, and 2011.

Net Position (in 000's)

	Governmental Activities			Business - type Activities			Total		
	2013	2012	2011	2013	2012	2011	2013	2012	2011
Current and Other Assets	\$ 158,101	\$ 162,934	\$ 140,276	\$ 62,274	\$ 68,181	\$ 69,611	\$ 220,375	\$ 231,116	\$ 209,887
Capital Assets	367,401	361,932	364,612	218,756	214,964	217,011	586,157	576,896	581,624
Total Assets	\$ 525,502	\$ 524,865	\$ 504,888	\$ 281,030	\$ 283,146	\$ 286,623	\$ 806,533	\$ 808,012	\$ 791,511
Current and Other Liabilities	\$ 31,900	\$ 39,475	\$ 36,500	\$ 9,540	\$ 10,060	\$ 10,678	\$ 41,440	\$ 49,535	\$ 47,178
Long-term Liabilities	86,586	98,080	92,615	53,601	58,094	63,142	140,187	156,174	155,756
Total Liabilities	118,486	137,555	129,114	63,141	68,154	73,820	181,627	205,709	202,934
Net Position:									
Net investment in capital assets	277,394	251,703	276,355	155,584	153,706	152,450	432,978	405,410	428,805
Restricted Net Position	58,994	58,634	34,983	22,077	18,590	21,757	81,072	77,224	56,740
Unrestricted Net Position	70,628	76,973	64,435	40,228	42,696	38,596	110,856	119,669	103,031
Total Net Position	407,016	387,310	375,774	217,889	214,992	212,803	624,906	602,303	588,576
Total Liabilities and Net Position	\$ 525,502	\$ 524,865	\$ 504,888	\$ 281,030	\$ 283,146	\$ 286,623	\$ 806,533	\$ 808,012	\$ 791,511

CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013

Sixty-eight percent of the City's net position is investment in capital assets (i.e., land, land improvements, buildings, equipment, utility infrastructure), net of any related outstanding debt used to acquire those assets. This compares with 65% in fiscal year 2012. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Fourteen percent of the City's net position is resources that are subject to external restrictions on how they may be used. This amount decreased by one percent from 2012. The remaining balance of *unrestricted net position* (\$71 million) may be used to meet the City's ongoing obligations to citizens and creditors.

Changes in net position during 2013 and comparative amounts for 2012 and 2011 were:

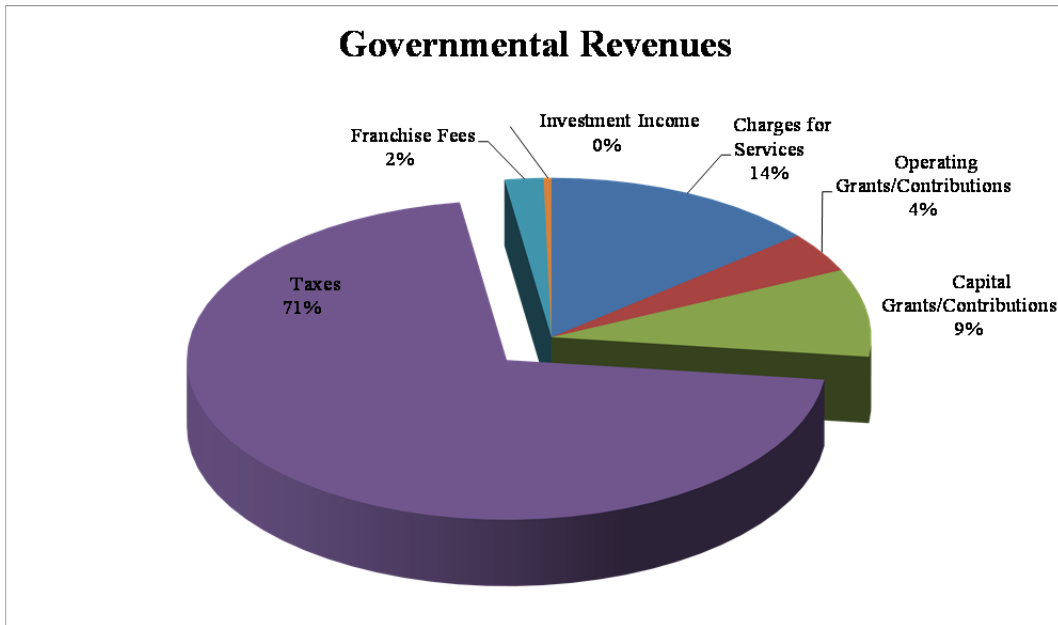
Summary of Changes in Net Position (in 000's)

	Governmental Activities			Business - type Activities			Total		
	2013	2012	2011	2013	2012	2011	2013	2012	2011
Revenues:									
Program Revenues:									
Charges for services	\$ 19,245	\$ 15,017	\$ 15,341	\$ 64,008	\$ 62,838	\$ 60,897	\$ 83,255	\$ 77,855	\$ 77,855
Operating grants and contributions	5,626	6,125	10,078	3,426	1,766	1,614	9,053	7,891	7,891
Capital grants and contributions	10,888	4,593	9,655	1,289	-	9,209	13,519	4,593	4,593
General Revenue:									
Taxes-GRT and property	97,284	95,393	90,697	-	-	-	97,284	95,393	95,393
Franchise fees/lodgers tax	2,691	2,743	2,952	-	-	-	2,691	2,743	2,743
Investment income (loss)	(545)	4,172	3,462	(1,827)	2,258	306	(2,372)	6,430	6,430
Telshor Facility income	-	-	5,473	-	-	-	-	-	-
Miscellaneous	365	-	2,878	(62)	38	10	(1,054)	38	38
Capital asset contribution	-	1,044	443	-	46	(443)	-	1,487	-
Total Revenue	135,554	129,087	140,978	66,834	66,946	71,594	202,375	196,429	194,942
Expenses:									
General Government	13,125	18,106	16,667	-	-	-	13,125	18,106	16,667
Facilities	-	-	13,237	-	-	-	-	-	13,237
Police	27,744	26,719	26,628	-	-	-	27,744	26,719	26,628
Fire	12,408	11,984	11,339	-	-	-	12,408	11,984	11,339
Community Development	4,394	4,743	5,835	-	-	-	4,394	4,743	5,835
Community and Cultural Services	9,011	9,033	9,833	-	-	-	9,011	9,033	9,833
Public Works	20,184	26,085	20,285	-	-	-	20,184	26,085	20,285
Information Technology	3,638	2,948	3,245	-	-	-	3,638	2,948	3,245
Transportation	10,448	4,045	-	-	-	-	10,448	4,045	-
Parks and Recreation	8,482	9,214	-	-	-	-	8,482	9,214	-
Gas	-	-	-	24,105	24,045	25,500	24,105	24,045	25,500
Water	-	-	-	14,610	14,194	13,997	14,610	14,194	13,997
Waste water	-	-	-	12,383	11,832	11,212	12,383	11,832	11,212
Solid waste	-	-	-	11,387	11,146	10,150	11,387	11,146	10,151
Other	-	-	-	4,396	4,370	4,362	4,396	4,370	4,363
Interest on long-term debt	3,469	3,844	3,862	-	-	-	3,469	3,844	3,862
Total Expenses	112,902	116,720	110,931	66,882	65,586	65,222	179,784	182,306	176,154
Increase (decrease) in net position before transfers	22,651	12,367	30,047	(48)	1,359	6,371	22,603	13,726	36,419
Transfers	(2,945)	(830)	(3,697)	2,945	830	3,697	-	-	-
Change in net position	19,706	11,537	26,350	2,898	2,190	10,067	22,591	13,726	36,418
Net Position - beginning	387,310	375,774	349,423	214,992	212,803	202,735	602,303	588,576	552,159
Net Position - ending	\$ 407,016	\$ 387,310	\$ 375,774	\$ 217,890	\$ 214,992	\$ 212,803	\$ 624,893	\$ 602,303	\$ 588,576

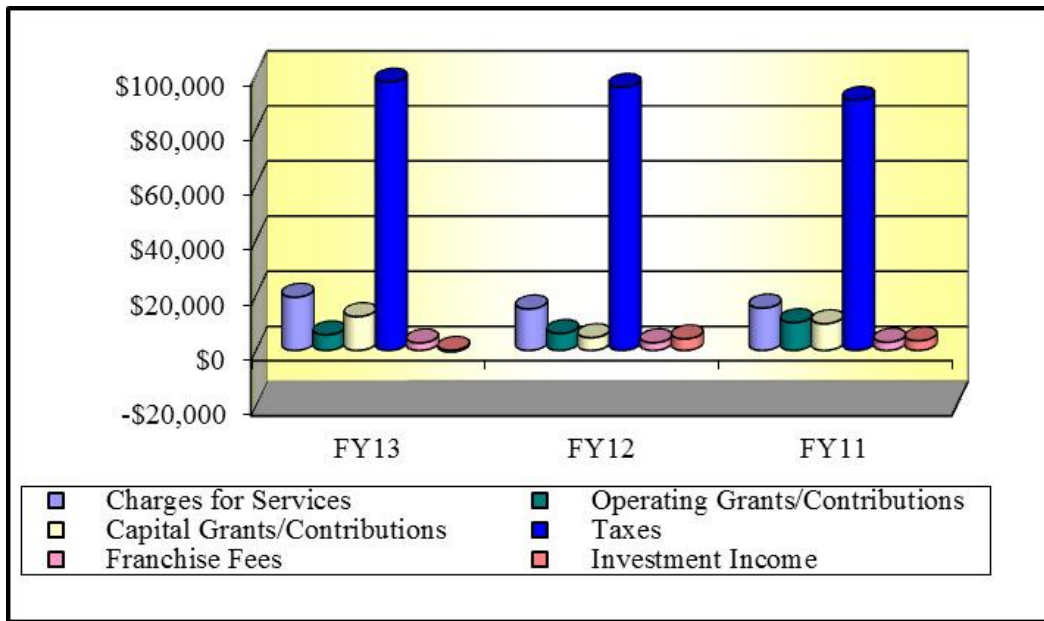
**CITY OF LAS CRUCES, NEW MEXICO
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 JUNE 30, 2013**

Governmental Activities

Governmental activities increased the City's net position during the current fiscal year by \$19.7 million. Gross receipts tax, property tax, and franchise fees increased from \$98.1 million in fiscal year 2012 to \$99.9 million in fiscal year 2013.



Revenue by Source – Governmental Activities (in 000's)



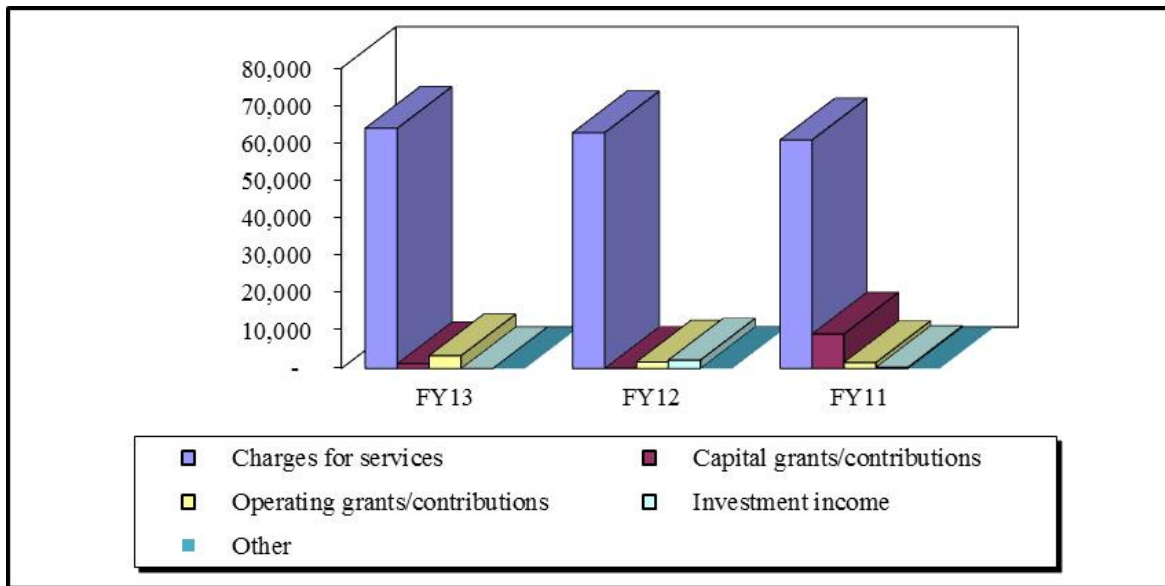
Expenses for the City's governmental activities decreased from \$116.7 million in fiscal year 2012 to \$112.9 million in fiscal year 2013.

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

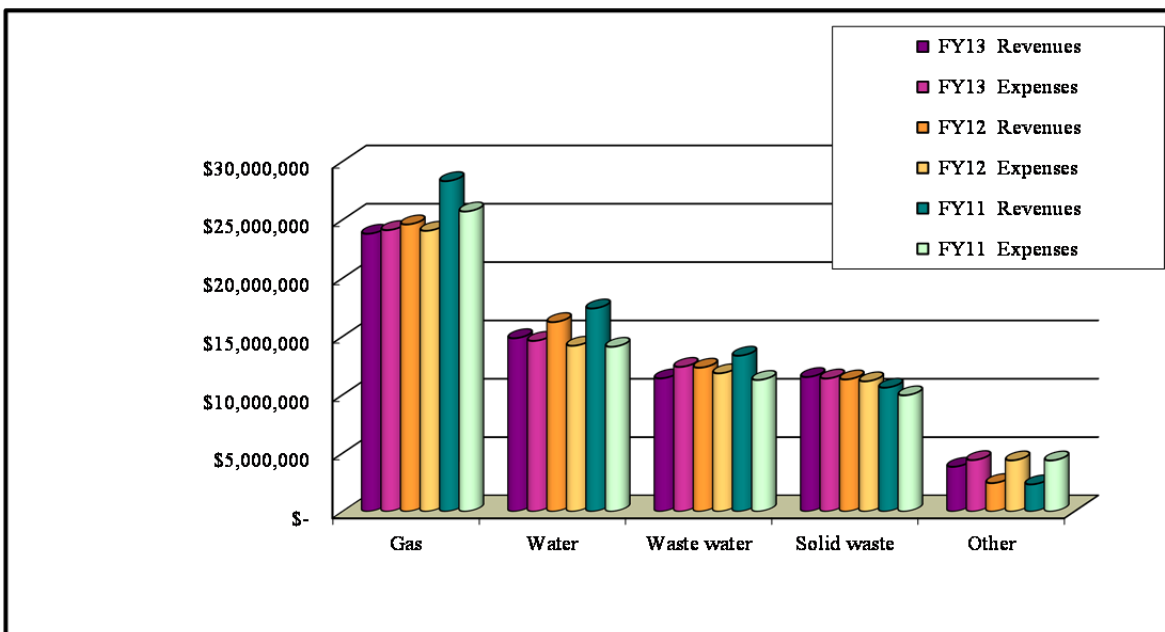
Business-type Activities

Business-type activities increased the City's net position during the current fiscal year by \$2.9 million. Charges for services increased from \$62.8 million in fiscal year 2012 to \$64 million in fiscal year 2013. Expenses increased from \$65.6 million in 2012 to \$66.9 million in 2013, with the Waste Water fund showing the largest increase overall of approximately \$1.4 million. No funds showed a decrease in operating expenses.

Revenues by Source – Business-type Activities (in 000's)



Expenses and Program Revenues – Business-type Activities



**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

Financial Analysis of the City's Funds

Gross receipts tax, the largest revenue source in the General Fund, has increased \$1.2 million, or 1.5 percent, from fiscal year 2012. Property tax has increased with the improvement in economic conditions by 5.2 percent; totaling \$691 thousand. Capital grants increased by over \$6.3 million in fiscal year 2013; mainly for the airport taxiway rehabilitation and the transit intermodal center. Operating grants decreased by \$498 thousand from fiscal year 2012.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. This information is useful in assessing the City's financing requirements. Non-financial assets such as governmental buildings, roads, drainage ways, and long-term liabilities such as payables or long-term liabilities that will not be paid with current assets are excluded. Such information is useful in assessing the City's financing requirements. In particular, the *Unassigned Fund Balance* may serve as a useful measure of the government's net resources available for spending at the end of the fiscal year.

The General Fund, Sonoma Ranch, and Telshor Facility funds are reported as major governmental funds. As of the end of fiscal year 2013, the City's governmental funds reported combined ending fund balances of \$113.7 million, a decrease of \$3.6 million from the prior year.

The fund balance of the General Fund is reported in the five categories defined by GASB 54. The non-spendable fund balance of \$1.7 million is for inventories. The restricted fund balance of \$110 thousand is for grants for public safety programs, community development, and community and cultural services. The committed fund balance of \$6.1 million is for debt service. The assigned fund balance in the General Fund is \$2.6 million and is associated with public works, community development, information technology, office of emergency management reserve, transportation, and vehicle acquisition activities. The allocation to each function is presented in the governmental funds balance sheet. The unassigned fund balance in the General Fund is \$20.7 million. The total fund balance in the General Fund is \$35.3 million.

Fund balances of other major governmental funds are committed and restricted. The fund balance in the Sonoma Ranch Fund of \$1.4 million is committed for public works. The Telshor Facility Fund has \$31.0 million restricted for health-related programs. All other governmental funds are combined and reported as non-major governmental funds. Non-major governmental funds have a restricted fund balance of \$27.8 million for public safety, housing and community development, debt service, public works, community and cultural services, parks and recreation, and transportation. The committed fund balance of \$18.1 million is for debt service, health-related programs, public works, public safety programs, and parks and recreation.

General Fund

The General Fund is the chief operating fund of the City. At the end of fiscal year 2013, the unassigned fund balance of the General Fund was \$20.7 million, while the total fund balance was \$35.3 million. Of the \$20.7 million in the unassigned fund balance, \$5.9 million represents the amount required by state and local policy to be held in reserve in the General Fund.

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

The fund balance of the City's General Fund decreased \$2.2 million during the current fiscal year, less than the budgeted decrease of \$8.6 million, attributed primarily to an increase in tax revenue combined with prudent budgetary controls and fiscal monitoring of expenditures throughout the year.

Revenues - The difference between the original budget and the final amended budget for revenues was an increase of approximately \$477 thousand for the year. The budget for gross receipts taxes increased \$388 thousand from the original budget to the final budget due to a slight improvement in the local economy. The budget for charges for services increased \$332 thousand, which is attributed to increased estimates for activity charges. The budget for fees and fines decreased by \$251 thousand due to decreased estimates of various police fines.

Actual revenues for the fiscal year were approximately \$2.2 million less than the final budget. Actual revenues from gross receipts tax exceeded the final budget by approximately \$429 thousand. Investment income was approximately \$1.6 million less than the final budget due to a decrease in the fair market value of City investments.

Expenditures - Differences between the original expenditures budget and the final amended expenditures budget totaled approximately \$763 thousand and are briefly summarized as follows:

- The budget for public works increased by \$606 thousand due to moving the electrical maintenance section to the public works department.
- The budget for the general government decreased by \$349 thousand due to salary savings.
- The budget for information technology increased by \$231 thousand due to new software agreements.

Actual expenditures were approximately \$8.1 million less than the final expenditures budget. These variances can be briefly summarized as follows:

- The general government actual expenditures were approximately \$1.9 million less than the final budget primarily due to salary savings.
- Actual expenditures for public works were approximately \$1.4 million less than budget due to \$828 thousand in managed salary reductions and \$594 thousand in reduced operating costs.
- Actual expenditures for parks and recreation were approximately \$1.3 million less than budget due to \$947 thousand in managed salary reductions and \$340 thousand in reduced operating costs.

Long-term Debt

At the end of fiscal year 2013, the City had total long-term debt outstanding of \$137,578,633 in bonds, notes, and leases, with a net decrease of \$13,300,484 over the prior year. Decreases to long-term liabilities include bond and note debt service payments of \$13,345,122.

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

Outstanding Bonds and Liabilities to Financial Institutions 2013

	Governmental			Business-type			Total		
	2013	2012	Change	2013	2012	Change	2013	2012	Change
Revenue Bonds: Outstanding	\$ 67,580,000	\$ 73,385,000	\$ 5,805,000	\$ 54,015,000	\$ 58,060,000	\$ 4,045,000	\$ 121,595,000	\$ 131,445,000	\$ 9,850,000
Notes Payable: Outstanding	13,882,092	16,875,696	2,993,604	2,101,541	2,558,421	456,880	15,983,633	19,434,117	3,450,484
Total Outstanding	\$ 81,462,092	\$ 90,260,696	\$ 8,798,604	\$ 56,116,541	\$ 63,884,310	\$ 4,501,880	\$ 137,578,633	\$ 150,879,117	\$ 13,300,484

Additional information on the City’s debt can be found in Note 7 to the financial statements.

Capital Assets

The City’s investment in capital assets for its governmental and business-type activities as of June 30, 2013 amounts to \$586.1 million, net of accumulated depreciation. This investment in capital assets includes land, buildings, land and building improvements, leasehold improvements, equipment, infrastructure, and construction in progress. The total increase in the City’s investment in capital assets for the current fiscal year, net of accumulated depreciation, was 1.6 percent.

Additional information on the City’s capital assets can be found in Note 4 to the financial statements.

Economic Outlook

The City of Las Cruces continues to experience the same muted pace of recovery from the “Great Recession.” Additionally, the local economy must also deal with the impacts of federal sequestration. The City’s economic outlook calls for slow growth in most indicators. New residential construction, which has advanced nationally, has yet to filter into Las Cruces. Total construction valuation is anticipated to show a drop because of two large multifamily projects permitted in FY2013. On a positive note, lodging tax receipts have shown greater resilience and continue to point to the area’s emergence as a travel destination; plus the positive contributions of the City’s new convention center.

Population migration continues to be hampered by the national housing market. The inability of people to sell homes in other parts of the country and relocate or retire to Las Cruces has yet to abate. In addition to slower population growth holding down residential construction, the residential units being built have, on average, become smaller. This reflects the residential market adjusting to homes that are affordable based on local labor market conditions.

The City’s revenue growth has been influenced by the slow economic conditions. Gross Receipts Tax, which is by far the City’s largest revenue source, is largely dependent on construction activity and personal income gains that come from wage and salary jobs.

A key to achieving the rate of employment growth forecast for the Las Cruces area is the relationship between the private and government sectors. Las Cruces is highly dependent on public sector employment because of the presence of the federal government and New Mexico State University. The recovery to date has been concentrated in private jobs, with public jobs actually declining in recent years. The outlook anticipates all new jobs being created in the private sector, while the public sector slowly returns to a level close to zero growth.

**CITY OF LAS CRUCES, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2013**

The City has navigated the recession and managed its finances by taking a prudent, conservative approach. The balances in the City's General Fund reflect this philosophy and have been consistently maintained at twice the amount required by the State.

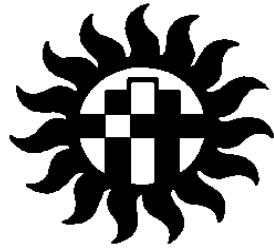
While the General Fund balances are anticipated to ebb slightly over the time horizon, the City can continue to provide its citizens services. This ability is a dividend of the City's prudent fiscal management practice for the past several years, and is allowing the City to navigate the recession while maintaining services.

Requests for Information

This financial report is designed to present users with an overview of the City's finances and to demonstrate the City's accountability. If you have questions concerning any of the information provided in this report or need additional financial information, please contact:

Financial Services Director
City of Las Cruces
P.O. Box 20000
Las Cruces, NM 88004

Government-Wide Financial Statements



City of Las Cruces

City of Las Cruces
Statement of Net Position
June 30, 2013

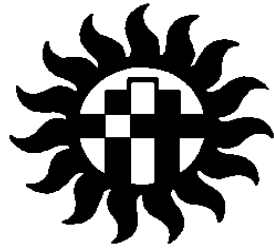
	Primary Government			South Central Solid Waste Authority
	Governmental Activities	Business-type Activities	Total	
Assets				
Cash and investments	\$ 61,162,302	\$ 35,360,264	\$ 96,522,566	\$ 2,035,872
Receivables, net	14,817,210	4,860,880	19,678,090	357,049
Other assets	2,851,197	1,809,281	4,660,478	-
Due from other governmental units	16,403,397	1,326,295	17,729,692	-
Due from South Central Solid Waste	1,542,000	-	1,542,000	-
Internal balances	131,344	(131,344)	-	-
Notes receivable	-	205,798	205,798	-
Restricted cash and investments	61,193,617	18,843,271	80,036,888	2,843,624
Capital assets:				
Land and construction in progress	36,630,338	12,088,852	48,719,190	1,359,805
Other capital assets, net of depreciation	<u>330,770,900</u>	<u>206,667,633</u>	<u>537,438,533</u>	<u>7,424,451</u>
Total capital assets	<u>367,401,238</u>	<u>218,756,485</u>	<u>586,157,723</u>	<u>8,784,256</u>
Total assets	<u>525,502,305</u>	<u>281,030,930</u>	<u>806,533,235</u>	<u>14,020,801</u>
Liabilities				
Accounts payable and accrued liabilities	8,286,942	2,982,639	11,269,581	521,619
Customer deposits	-	1,171,645	1,171,645	-
Unearned revenue	11,774,451	502,025	12,276,476	-
Long-term liabilities:				
Due within one year	11,838,639	4,884,144	16,722,783	777,941
Due in more than one year	<u>86,585,779</u>	<u>53,600,547</u>	<u>140,186,326</u>	<u>2,266,943</u>
Total liabilities	<u>118,485,811</u>	<u>63,141,000</u>	<u>181,626,811</u>	<u>3,566,503</u>
Net Position				
Net investment in capital assets	277,394,199	155,584,469	432,978,668	7,242,256
Restricted for:				
Public safety programs	2,855,445	-	2,855,445	-
Housing and community development	128,821	-	128,821	-
Debt service	7,253,838	8,273,200	15,527,038	-
Public works	14,178,912	6,401,262	20,580,174	-
Health-related programs	31,035,750	-	31,035,750	-
Community and cultural services	3,340,541	-	3,340,541	-
Parks and recreation	189,530	-	189,530	-
Transportation	11,656	-	11,656	-
Customer deposits	-	1,171,644	1,171,644	-
Curbside recycling program	-	-	-	901,246
Unrestricted	<u>70,627,802</u>	<u>46,459,355</u>	<u>117,087,157</u>	<u>2,310,796</u>
Total net position	<u>\$ 407,016,494</u>	<u>\$ 217,889,930</u>	<u>\$ 624,906,424</u>	<u>\$ 10,454,298</u>

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

City of Las Cruces
Statement of Activities
For the Year Ended June 30, 2013

Functions/Programs	Program Revenues				Net Revenue (Expense) and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			South Central Solid Waste Authority
					Governmental Activities	Business-type Activities	Total	
Primary government								
Governmental activities								
General government	\$ 13,124,926	\$ 1,871,131	\$ 898,117	\$ 3,154,781	\$ (7,200,897)		\$ (7,200,897)	
Police	27,744,466	4,441,468	1,549,360	-	(21,753,637)		(21,753,637)	
Fire	12,407,653	1,971,005	687,565	-	(9,749,083)		(9,749,083)	
Community development	4,393,503	4,559,828	258,329	7,256,940	7,681,594		7,681,594	
Community and cultural service	9,010,569	1,378,386	480,836	-	(7,151,348)		(7,151,348)	
Public works	22,518,883	1,468,041	512,111	475,908	(20,062,823)		(20,062,823)	
Information technology	3,638,120	603,932	210,676	-	(2,823,512)		(2,823,512)	
Transportation	8,100,092	1,617,178	564,136	-	(5,918,779)		(5,918,779)	
Parks and recreation	8,495,224	1,333,755	465,267	-	(6,696,203)		(6,696,203)	
Interest on long-term debt	3,468,938	-	-	-	(3,468,938)		(3,468,938)	
Total governmental activities	<u>112,902,374</u>	<u>19,244,724</u>	<u>5,626,395</u>	<u>10,887,629</u>	<u>(77,143,626)</u>		<u>(77,143,626)</u>	
Business-type activities								
Gas	24,104,562	24,242,650	-	97,037	-	\$ 235,125	235,125	
Water	14,607,064	15,388,125	241,116	602,018	-	1,624,195	1,624,195	
Wastewater	12,382,960	12,004,421	-	590,400	-	211,861	211,861	
Solid waste	11,398,834	11,735,393	-	-	-	336,559	336,559	
Transit/other	4,450,258	636,934	3,185,020	-	-	(628,304)	(628,304)	
Total business-type activities	<u>66,943,678</u>	<u>64,007,523</u>	<u>3,426,136</u>	<u>1,289,455</u>	<u>-</u>	<u>1,779,436</u>	<u>1,779,436</u>	
Total primary government	<u>\$ 179,846,052</u>	<u>\$ 83,252,247</u>	<u>\$ 9,052,531</u>	<u>\$ 12,177,084</u>	<u>(77,143,626)</u>	<u>1,779,436</u>	<u>(75,364,190)</u>	
Component units								
Solid waste	8,356,328	7,914,503	9,897	-	-	-	\$ (431,928)	
Total component units	<u>\$ 8,356,328</u>	<u>\$ 7,914,503</u>	<u>\$ 9,897</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>(431,928)</u>	
General revenues								
Taxes:								
Gross receipts					83,312,064	-	83,312,064	-
Property					13,971,750	-	13,971,750	-
Franchise fees and lodgers taxes					2,691,014	-	2,691,014	-
Investment loss					(545,093)	(1,826,946)	(2,372,039)	(103,878)
Other					365,178	-	365,178	(44,662)
Special item					-	-	-	545,000
Transfers					(2,945,178)	2,945,178	-	-
Total general revenues and transfers					<u>96,849,735</u>	<u>1,118,232</u>	<u>97,967,967</u>	<u>396,460</u>
Change in net position					<u>19,706,109</u>	<u>2,897,668</u>	<u>22,603,777</u>	<u>(35,468)</u>
Net position, beginning of year, as originally reported					387,310,385	214,992,262	602,302,647	11,317,165
Prior period adjustment (Note 21)					-	-	-	(827,399)
Net position, beginning of year, as restated					<u>387,310,385</u>	<u>214,992,262</u>	<u>602,302,647</u>	<u>10,489,766</u>
Net position, end of year					<u>\$ 407,016,494</u>	<u>\$ 217,889,930</u>	<u>\$ 624,906,424</u>	<u>\$ 10,454,298</u>

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



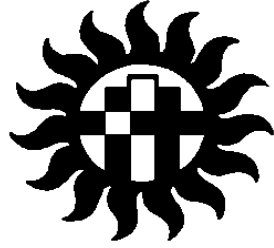
City of Las Cruces

Fund Financial Statements

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

City of Las Cruces
Balance Sheet—Governmental Funds
June 30, 2013

	General Fund	Sonoma Ranch	Telshor Facility	Other Governmental Funds	Total Governmental Funds
Assets					
Pooled cash and investments	\$ 25,034,017	\$ 1,452,602	\$ -	\$ 15,190,610	\$ 41,677,229
Restricted cash and investments	-	-	31,085,261	30,108,356	61,193,617
Receivables, net	824,178	7,374,341	56,683	6,549,063	14,804,265
Due from other funds	2,415,837	-	-	-	2,415,837
Due from other governmental units	10,735,555	-	-	5,667,842	16,403,397
Inventories	1,732,121	-	-	-	1,732,121
Total assets	<u>\$ 40,741,708</u>	<u>\$ 8,826,943</u>	<u>\$ 31,141,944</u>	<u>\$ 57,515,871</u>	<u>\$ 138,226,466</u>
Liabilities and Fund Balances					
Liabilities					
Accounts and contracts payable	\$ 2,833,714	\$ -	\$ 106,194	\$ 2,296,949	\$ 5,236,857
Due to other funds	-	-	-	2,284,493	2,284,493
Accrued liabilities	2,538,095	-	-	154,347	2,692,442
Unearned revenue	108,062	7,420,556	-	6,770,749	14,299,367
Total liabilities	<u>5,479,871</u>	<u>7,420,556</u>	<u>106,194</u>	<u>11,506,538</u>	<u>24,513,159</u>
Fund Balances					
Non-spendable:					
Inventories	1,732,121	-	-	-	1,732,121
Restricted for:					
Public safety programs	39,325	-	-	2,816,120	2,855,445
Housing and community development	42,686	-	-	86,135	128,821
Debt service funds	-	-	-	7,253,838	7,253,838
Public works	-	-	-	14,178,912	14,178,912
Community and cultural services	27,885	-	-	3,312,656	3,340,541
Health-related programs	-	-	31,035,750	-	31,035,750
Parks and recreation	-	-	-	189,530	189,530
Transportation	-	-	-	11,656	11,656
Committed for:					
Debt service	6,120,361	-	-	2,134,686	8,255,047
Health-related programs	-	-	-	17,997	17,997
Public safety programs	-	-	-	1,615,266	1,615,266
Public works	-	1,406,387	-	8,476,007	9,882,394
Parks and recreation	-	-	-	5,916,530	5,916,530
Assigned to:					
Public works	126,724	-	-	-	126,724
Community development	391,108	-	-	-	391,108
Information technology	56,365	-	-	-	56,365
Office of Emergency Management Reserve	50,000	-	-	-	50,000
Transportation	610,579	-	-	-	610,579
Vehicle acquisition fund	5,399,520	-	-	-	5,399,520
Unassigned:					
Unassigned	20,665,163	-	-	-	20,665,163
Total fund balances	<u>35,261,837</u>	<u>1,406,387</u>	<u>31,035,750</u>	<u>46,009,333</u>	<u>113,713,307</u>
Total liabilities and fund balances	<u>\$ 40,741,708</u>	<u>\$ 8,826,943</u>	<u>\$ 31,141,944</u>	<u>\$ 57,515,871</u>	<u>\$ 138,226,466</u>



City of Las Cruces

City of Las Cruces
Reconciliation of the Governmental Funds
Balance Sheet to the Statement of Net Position
June 30, 2013

Total fund balances for governmental funds	\$ 113,713,307
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	367,283,865
Other assets are not available to pay for current-period expenditures and, therefore, are reported as unearned revenue in the funds	3,819,290
The contribution of certain capital assets is deferred in the statement of net position	(1,294,374)
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported in the funds	(92,875,400)
Bond issuance costs of \$1,192,380 are expensed for fund financial statements but capitalized for government-wide financial statements (less accumulated amortization of \$423,587)	768,793
The amount due from South Central Solid Waste Authority is not available to pay current-period expenditures and is, therefore, not reported in the funds	1,542,000
Assets and liabilities of internal service funds are included in net position of governmental activities	<u>14,059,013</u>
Net position of governmental activities	<u>\$ 407,016,494</u>

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

City of Las Cruces
Statement of Revenues, Expenditures, and Changes in
Fund Balance—Governmental Funds
For the Year Ended June 30, 2013

	General Fund	Sonoma Ranch	Telshor Facility	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$ 74,959,013	\$ -	\$ -	\$ 22,324,801	\$ 97,283,814
Charges for services	2,431,979	-	-	189,891	2,621,870
Fees and fines	1,036,984	-	-	3,186,542	4,223,526
Investment income (loss)	(992,702)	137,256	2,175,526	(1,138,180)	181,900
Franchise fees	2,691,014	-	-	-	2,691,014
Licenses and permits	1,266,098	-	-	-	1,266,098
Special assessments	-	-	-	1,846,289	1,846,289
Intergovernmental:					
Federal	-	-	-	9,334,664	9,334,664
State	-	-	-	4,013,997	4,013,997
Local	2,241	-	-	8,341	10,582
Other	<u>3,272,261</u>	<u>751,076</u>	<u>24,297</u>	<u>2,120,720</u>	<u>6,168,354</u>
Total revenues	<u>84,666,888</u>	<u>888,332</u>	<u>2,199,823</u>	<u>41,887,065</u>	<u>129,642,108</u>
Expenditures					
Current					
General government	13,751,225	-	-	1,492,931	15,244,156
Police	19,682,675	-	-	6,615,341	26,298,016
Fire	9,708,710	-	-	1,961,648	11,670,358
Community development	2,770,678	-	-	1,614,059	4,384,737
Community and cultural services	5,249,293	-	-	2,912,154	8,161,447
Public works	8,067,854	-	-	2,959,260	11,027,114
Information technology	3,575,895	-	-	-	3,575,895
Transportation	5,027,066	-	-	2,200,102	7,227,168
Parks and recreation	7,889,794	-	-	20,748	7,910,542
Capital outlay	2,870,694	-	-	18,010,409	20,881,103
Debt service:					
Principal	-	-	-	8,843,242	8,843,242
Interest and other charges	-	-	-	3,391,926	3,391,926
Total expenditures	<u>78,593,884</u>	<u>-</u>	<u>-</u>	<u>50,021,820</u>	<u>128,615,704</u>
Revenues over (under) expenditures	<u>6,073,004</u>	<u>888,332</u>	<u>2,199,823</u>	<u>(8,134,755)</u>	<u>1,026,404</u>
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	44,638	44,638
Proceeds from sale of capital assets	941,856	-	-	101,701	1,043,557
Transfers in	2,412,095	-	-	17,658,480	20,070,575
Transfers out	<u>(11,598,797)</u>	<u>-</u>	<u>(300,000)</u>	<u>(13,875,958)</u>	<u>(25,774,755)</u>
Total other financing sources (uses)	<u>(8,244,846)</u>	<u>-</u>	<u>(300,000)</u>	<u>3,928,861</u>	<u>(4,615,985)</u>
Net change in fund balances	(2,171,842)	888,332	1,899,823	(4,205,894)	(3,589,581)
Fund balances, beginning of year	<u>37,433,679</u>	<u>518,055</u>	<u>29,135,927</u>	<u>50,215,227</u>	<u>117,302,888</u>
Fund balances, end of year	<u>\$ 35,261,837</u>	<u>\$ 1,406,387</u>	<u>\$ 31,035,750</u>	<u>\$ 46,009,333</u>	<u>\$ 113,713,307</u>

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

City of Las Cruces
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balance of
Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2013

Net change in fund balances—governmental funds

Total revenues and other financing sources in the governmental funds differ from total revenues for governmental activities in the statement of activities. The difference results primarily from the long-term economic focus of the statement of activities versus the current financial sources focus of the governmental funds. The main components of the difference are describe below: \$ (3,589,581)

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of certain capital outlays is allocated over the estimated useful lives of the assets acquired and reported as depreciation expense. As a result, fund balance decreased by the amount of financial resources expended, whereas net position decreased by the amount of depreciation expense charged for the year:

Capital outlay	\$	20,881,103	
Depreciation		(17,815,313)	
Difference in proceeds and net capital assets sold		(697,567)	
Donations of capital assets not recorded in governmental funds		3,154,781	
Total			5,523,004

Proceeds from the issuance of long-term obligations provide current financial resources to governmental funds and increase long-term liabilities in the statement of net position.

Repayment of debt principal is an expenditure in the governmental funds, but the current year principal repayment reduces long-term liabilities in the statement of net position.

Repayments of bonds and notes payable		8,843,242	
Repayments of pollution remediation obligation		33,458	
Proceeds from bonds and notes payable		(44,638)	
Amortization of premium/discount of bond and notes payable		(175,792)	
Total			8,656,270

The change in the liability for compensated absences affects expenses reported in the statement of activities but does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds. 147,957

Payments received related to the Telshor facility lease are recognized over the term of the lease in the statement of net position but not in the funds. This is the amount recognized in the current year. 24,297

Revenues in the statement of activities that do not meet the "availability" criteria for revenue recognition and, therefore, are not reported as revenues in the funds. 3,819,290

Bond issuance costs are expenditures in the governmental funds but are amortized to interest expense over the life of the bonds in the statement of activities. This is the difference in bond issuance costs and current year amortization. (77,012)

Principal payments by South Central Solid Waste to the City's debt service fund are reported as revenue in the debt service fund but reduce assets on the statement of net position. (725,000)

Internal service funds are used by management to charge the costs of certain activities such as insurance and telecommunications to individual funds. The change in net position of internal service funds is reported within governmental activities. 5,926,884

Change in net position of governmental activities \$ 19,706,109

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

City of Las Cruces
Statement of Revenues, Expenditures, and
Changes in Fund Balance—Budget and Actual
General Fund
For the Year Ended June 30, 2013
(With Comparative Actual Amounts for the Year Ended June 30, 2012)

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Local taxes					
Gross receipts	\$ 61,921,000	\$ 62,309,000	\$ 62,737,567	\$ 428,567	\$ 62,001,162
Property	10,042,155	10,042,155	10,615,635	573,480	10,031,235
Utility franchise	<u>1,158,523</u>	<u>1,158,523</u>	<u>1,136,736</u>	<u>(21,787)</u>	<u>1,127,128</u>
Total local taxes	<u>73,121,678</u>	<u>73,509,678</u>	<u>74,489,938</u>	<u>980,260</u>	<u>73,159,525</u>
State-shared taxes	463,090	438,810	469,075	30,265	486,482
Charges for services	2,789,177	3,121,587	2,431,979	(689,608)	2,738,978
Fees and fines	1,514,322	1,262,930	1,036,984	(225,946)	1,148,964
Investment income (loss)	537,820	601,683	(992,702)	(1,594,385)	927,625
Franchise fees	2,745,315	2,892,045	2,691,014	(201,031)	2,742,676
Licenses and permits	1,277,991	1,198,491	1,266,098	67,607	1,278,941
Operating grants and contributions	25,690	22,815	2,241	(20,574)	52,203
Other	<u>3,682,272</u>	<u>3,585,947</u>	<u>3,272,261</u>	<u>(313,686)</u>	<u>4,388,179</u>
	<u>13,035,677</u>	<u>13,124,308</u>	<u>10,176,950</u>	<u>(2,947,358)</u>	<u>13,764,048</u>
Total revenues	<u>86,157,355</u>	<u>86,633,986</u>	<u>84,666,888</u>	<u>(1,967,098)</u>	<u>86,923,573</u>
Expenditures					
Current					
General government	16,076,307	15,726,983	13,751,225	1,975,758	13,469,327
Police	20,833,607	20,795,500	19,682,675	1,112,825	19,239,019
Fire	9,593,628	9,732,091	9,708,710	23,381	9,365,873
Community development	3,030,059	3,057,369	2,770,678	286,691	2,591,452
Community and cultural services	5,598,661	5,465,369	5,249,293	216,076	5,378,073
Public works	8,780,110	9,385,907	8,067,854	1,318,053	9,490,705
Information technology	3,660,820	3,891,946	3,575,895	316,051	2,913,463
Transportation	5,464,610	5,619,555	5,027,066	592,489	3,192,467
Parks and recreation	9,346,599	9,177,148	7,889,794	1,287,354	8,568,820
Capital outlay	<u>3,574,140</u>	<u>3,869,812</u>	<u>2,870,694</u>	<u>999,118</u>	<u>1,726,034</u>
Total expenditures	<u>85,958,541</u>	<u>86,721,680</u>	<u>78,593,884</u>	<u>8,127,796</u>	<u>75,935,233</u>
Revenues over (under) expenditures	<u>198,814</u>	<u>(87,694)</u>	<u>6,073,004</u>	<u>6,160,698</u>	<u>10,988,340</u>
Other Financing Sources (Uses)					
Proceeds from sale of capital assets	50,000	844,641	941,856	97,215	212,621
Transfers in	2,251,520	2,409,110	2,412,095	2,985	2,967,414
Transfers out	<u>(9,031,939)</u>	<u>(11,811,123)</u>	<u>(11,598,797)</u>	<u>212,326</u>	<u>(10,632,324)</u>
Total other financing sources (uses)	<u>(6,730,419)</u>	<u>(8,557,372)</u>	<u>(8,244,846)</u>	<u>312,526</u>	<u>(7,452,289)</u>
Net change in fund balance	(6,531,605)	(8,645,066)	(2,171,842)	6,473,224	3,536,051
Fund balance, beginning of year	<u>37,433,679</u>	<u>37,433,679</u>	<u>37,433,679</u>	<u>-</u>	<u>33,897,628</u>
Fund balance, end of year	<u>\$ 30,902,074</u>	<u>\$ 28,788,613</u>	<u>\$ 35,261,837</u>	<u>\$ 6,473,224</u>	<u>\$ 37,433,679</u>

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

City of Las Cruces
Statement of Revenues, Expenditures, and
Changes in Fund Balance—Budget and Actual
Sonoma Ranch
For the Year Ended June 30, 2013
(With Comparative Actual Amounts for the Year Ended June 30, 2012)

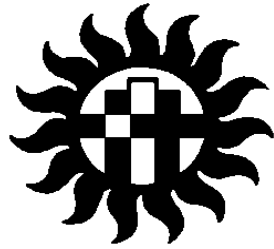
	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income	\$ -	\$ -	\$ 137,256	\$ 137,256	\$ 98,335
Other	-	-	<u>751,076</u>	751,076	<u>368,463</u>
Total revenues	-	-	<u>888,332</u>	888,332	<u>466,798</u>
Net change in fund balance	-	-	<u>888,332</u>	888,332	466,798
Fund balance, beginning of year	<u>518,055</u>	<u>518,055</u>	<u>518,055</u>	-	<u>51,257</u>
Fund balance, end of year	<u>\$ 518,055</u>	<u>\$ 518,055</u>	<u>\$ 1,406,387</u>	<u>\$ 888,332</u>	<u>\$ 518,055</u>

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

City of Las Cruces
Statement of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Telshor Facility
For the Year Ended June 30, 2013
(With Comparative Actual Amounts for the Year Ended June 30, 2012)

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income	\$ 1,100,000	\$ 1,100,000	\$ 2,175,526	\$ 1,075,526	\$ 808,092
Other	-	-	24,297	24,297	-
Total revenues	1,100,000	1,100,000	2,199,823	1,099,823	808,092
Other Financing Sources (Uses)					
Transfers out	(300,000)	(300,000)	(300,000)	-	(300,000)
Total other financing sources (uses)	(300,000)	(300,000)	(300,000)	-	(300,000)
Net change in fund balance	800,000	800,000	1,899,823	1,099,823	508,092
Fund balance, beginning of year	29,135,927	29,135,927	29,135,927	-	28,627,835
Fund balance, end of year	\$ 29,935,927	\$ 29,935,927	\$ 31,035,750	\$ 1,099,823	\$ 29,135,927

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



City of Las Cruces

City of Las Cruces
Statement of Net Position—Proprietary Funds
June 30, 2013

	Enterprise Funds					Totals	Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds		
Assets							
Current assets							
Cash and investments	\$ 12,132,526	\$ 7,104,631	\$ 13,130,269	\$ 2,992,838	\$ -	\$ 35,360,264	\$ 19,485,073
Accounts receivable, net of allowance for uncollectible accounts	1,647,752	1,400,457	858,486	953,232	953	4,860,880	12,945
Due from other governments	-	155,363	-	-	1,170,932	1,326,295	-
Inventories	590,455	612,242	55,017	-	-	1,257,714	350,283
Total current assets	14,370,733	9,272,693	14,043,772	3,946,070	1,171,885	42,805,153	19,848,301
Non-current assets							
Restricted cash and investments	763,989	10,816,343	3,958,507	3,304,432	-	18,843,271	-
Notes receivable	-	163,640	42,158	-	-	205,798	-
Advance to other funds	57,165	-	3,348,175	-	-	3,405,340	-
Other	-	346,618	204,949	-	-	551,567	-
Capital assets	64,436,041	129,830,438	128,859,860	13,854,576	10,961,374	347,942,289	4,618,888
Less accumulated depreciation	(34,774,300)	(36,949,068)	(43,258,635)	(9,236,388)	(4,967,413)	(129,185,804)	(4,501,515)
Net capital assets	29,661,741	92,881,370	85,601,225	4,618,188	5,993,961	218,756,485	117,373
Total non-current assets	30,482,895	104,207,971	93,155,014	7,922,620	5,993,961	241,762,461	117,373
Total assets	44,853,628	113,480,664	107,198,786	11,868,690	7,165,846	284,567,614	19,965,674
Liabilities							
Current liabilities							
Accounts and contracts payable	678,854	403,154	137,858	66	540,545	1,760,477	305,013
Due to other funds	-	-	-	-	131,344	131,344	-
Accrued liabilities	349,097	324,940	288,337	156,654	103,134	1,222,162	52,630
Unearned revenue	358,636	143,389	-	-	-	502,025	-
Current portion of non-current liabilities	53,954	2,489,953	1,780,838	533,268	26,131	4,884,144	1,666,061
Total current liabilities	1,440,541	3,361,436	2,207,033	689,988	801,154	8,500,152	2,023,704
Non-current liabilities							
Customer deposits	763,989	160,381	109,889	137,386	-	1,171,645	-
Revenue bonds payable	-	28,227,172	22,202,045	-	-	50,429,217	-
Notes payable	-	-	-	1,632,908	-	1,632,908	-
Compensated absences	215,818	194,667	137,871	110,544	104,522	763,422	55,217
Claims	-	-	-	-	-	-	3,827,740
Accrued landfill closure cost	-	-	-	775,000	-	775,000	-
Advance from other funds	-	3,348,175	-	57,165	-	3,405,340	-
Total non-current liabilities	979,807	31,930,395	22,449,805	2,713,003	104,522	58,177,532	3,882,957
Total liabilities	2,420,348	35,291,831	24,656,838	3,402,991	905,676	66,677,684	5,906,661
Net Position							
Net investment in capital assets	29,661,741	56,006,183	61,575,817	2,346,767	5,993,961	155,584,469	117,373
Restricted for customer deposits	763,989	160,380	109,889	137,386	-	1,171,644	-
Restricted for capital projects	-	6,158,061	73,320	169,881	-	6,401,262	-
Restricted for debt service	-	4,497,902	3,775,298	-	-	8,273,200	-
Unrestricted	12,007,550	11,366,307	17,007,624	5,811,665	266,209	46,459,355	13,941,640
Total net position	\$ 42,433,280	\$ 78,188,833	\$ 82,541,948	\$ 8,465,699	\$ 6,260,170	\$ 217,889,930	\$ 14,059,013

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

City of Las Cruces
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2013

	Enterprise Funds					Totals	Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds		
Operating Revenues							
Sales/charges	\$ 24,022,213	\$ 15,152,825	\$ 11,928,816	\$ 11,667,312	\$ 636,572	\$ 63,407,738	\$ 5,329,640
Provision for uncollectible accounts	(112,706)	(50,359)	(50,000)	(74,179)	-	(287,244)	-
Net sales/charges	<u>23,909,507</u>	<u>15,102,466</u>	<u>11,878,816</u>	<u>11,593,133</u>	<u>636,572</u>	<u>63,120,494</u>	<u>5,329,640</u>
Utility extension/service fee	235,484	132,070	12,260	-	-	379,814	-
Rentals	-	625	-	5,348	-	5,973	1,088,962
Other	<u>97,659</u>	<u>152,964</u>	<u>113,345</u>	<u>136,912</u>	<u>362</u>	<u>501,242</u>	<u>2,729,596</u>
Total operating revenues	<u>24,242,650</u>	<u>15,388,125</u>	<u>12,004,421</u>	<u>11,735,393</u>	<u>636,934</u>	<u>64,007,523</u>	<u>9,148,198</u>
Operating Expenses							
Personnel services	3,254,504	2,618,924	2,377,750	2,046,356	2,527,605	12,825,139	1,305,794
Cost of services	-	-	-	-	-	-	2,934,849
Cost of gas purchased	13,111,258	-	-	-	-	13,111,258	-
Supplies	160,242	620,496	705,971	265,982	214,908	1,967,599	1,527,351
Utilities	21,105	1,680,888	772,742	34,708	23,664	2,533,107	72,524
Professional services	468,580	1,315,208	681,411	4,077,043	61,161	6,603,403	450,079
Motor pool charges	-	-	-	-	578,415	578,415	21,171
Motor fuel	-	-	-	-	295,168	295,168	-
Repairs and maintenance	1,108,400	1,704,435	675,486	1,240,160	128,230	4,856,711	92,442
Rent	650	26,299	6,212	-	-	33,161	293
Depreciation and amortization	2,186,856	2,311,450	3,213,965	751,651	526,623	8,990,545	73,563
Payment in lieu of taxes	602,734	536,006	501,441	231,092	-	1,871,273	-
Administrative charges from other funds	566,425	547,525	535,991	225,666	-	1,875,607	-
Customer service	1,895,145	1,428,983	1,507,757	1,437,397	-	6,269,282	-
Closure/post-closure costs	-	-	-	795,303	-	795,303	-
Claims and judgments (benefits)	-	-	-	-	-	-	(1,268,834)
Insurance	349,546	214,236	149,254	209,757	39,941	962,734	55,000
Cost of water	-	185,383	-	-	-	-	-
Other	<u>379,117</u>	<u>347,462</u>	<u>346,426</u>	<u>-</u>	<u>49,421</u>	<u>1,122,426</u>	<u>8,277</u>
Total operating expenses	<u>24,104,562</u>	<u>13,537,295</u>	<u>11,474,406</u>	<u>11,315,115</u>	<u>4,445,136</u>	<u>64,876,514</u>	<u>5,272,509</u>
Operating income (loss)	138,088	1,850,830	530,015	420,278	(3,808,202)	(868,991)	3,875,689
Non-operating Revenues (Expenses)							
Gain (loss) on sale of capital assets	-	(9,804)	(13,149)	23,658	(5,122)	(4,417)	19,186
Gain (loss) on disposition of assets	-	-	-	(35,167)	-	(35,167)	-
Investment loss	(451,392)	(548,436)	(606,344)	(220,774)	-	(1,826,946)	(726,993)
Grants - federal	-	241,116	-	-	3,185,020	3,426,136	-
Interest expense	-	(1,059,965)	(895,405)	(72,210)	-	(2,027,580)	-
Total non-operating revenues (expenses)	<u>(451,392)</u>	<u>(1,377,089)</u>	<u>(1,514,898)</u>	<u>(304,493)</u>	<u>3,179,898</u>	<u>(467,974)</u>	<u>(707,807)</u>
Income (loss) before capital contributions and transfers	<u>(313,304)</u>	<u>473,741</u>	<u>(984,883)</u>	<u>115,785</u>	<u>(628,304)</u>	<u>(1,336,965)</u>	<u>3,167,882</u>
Capital contributions	97,037	602,018	590,400	-	-	1,289,455	-
Transfers							
Transfers in	106,555	303,909	583,228	144,097	1,913,944	3,051,733	3,478,562
Transfers out	-	-	-	-	(106,555)	(106,555)	(719,560)
Change in net position	(109,712)	1,379,668	188,745	259,882	1,179,085	2,897,668	5,926,884
Net position, beginning of year	<u>42,542,992</u>	<u>76,809,165</u>	<u>82,353,203</u>	<u>8,205,817</u>	<u>5,081,085</u>	<u>214,992,262</u>	<u>8,132,129</u>
Net position, end of year	<u>\$ 42,433,280</u>	<u>\$ 78,188,833</u>	<u>\$ 82,541,948</u>	<u>\$ 8,465,699</u>	<u>\$ 6,260,170</u>	<u>\$ 217,889,930</u>	<u>\$ 14,059,013</u>

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

City of Las Cruces
Statement of Cash Flows—Proprietary Funds
For the Year Ended June 30, 2013

	Enterprise Funds					Totals	Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds		
Cash flows from operating activities							
Cash received from customers (including other funds)	\$ 23,586,967	\$ 15,150,908	\$ 11,613,439	\$ 11,503,366	\$ 770,801	\$ 62,625,481	\$ 9,145,201
Cash paid to suppliers	(18,706,684)	(9,068,352)	(6,125,825)	(8,472,474)	(850,510)	(43,223,845)	(5,205,839)
Cash paid to employees	(3,121,520)	(2,810,448)	(2,328,966)	(2,023,494)	(2,496,829)	(12,781,257)	(1,177,765)
Claims paid	-	-	-	-	-	-	(1,726,681)
Other receipts	97,659	152,964	113,345	136,912	362	501,242	-
Net cash provided (used) by operating activities	1,856,422	3,425,072	3,271,993	1,144,310	(2,576,176)	7,121,621	1,034,916
Cash flows from non-capital financing activities							
Grants and contributions	-	-	-	-	2,690,476	2,690,476	-
Transfers in	106,555	303,909	583,228	144,097	1,913,944	3,051,733	3,478,562
Transfers out	-	-	-	-	(106,555)	(106,555)	(719,560)
Loans for development impact fees	-	382,028	116,624	-	-	498,652	-
Advance to/from other funds	269,221	510,161	(725,000)	-	-	54,382	-
Net cash provided (used) by non-capital financing activities	375,776	1,196,098	(25,148)	144,097	4,497,865	6,188,688	2,759,002
Cash flows from capital and related financing activities							
Purchase of capital assets	(1,555,038)	(5,306,577)	(1,947,434)	(326,662)	(2,478,394)	(11,614,105)	-
Cash proceeds from sale of capital assets	-	-	-	(11,509)	-	(11,509)	-
Acquisition of other assets	-	-	-	(4,281)	-	(4,281)	(817)
Grants	-	241,116	-	-	-	241,116	-
Capital contributions	97,037	-	-	-	-	97,037	-
Proceeds from revenue bonds and notes payable	-	-	-	-	-	-	-
Principal paid: revenue bonds/lease purchase/advances	-	(2,374,479)	(1,708,175)	(456,882)	-	(4,539,536)	-
Interest paid: revenue bonds/lease purchase/advances	-	(1,002,745)	(858,818)	(72,210)	-	(1,933,773)	-
Net cash provided (used) by capital and related financing activities	(1,458,001)	(8,442,685)	(4,514,427)	(871,544)	(2,478,394)	(17,765,051)	(817)
Cash flows from investing activities							
Cash interest received	(451,392)	(548,436)	(606,344)	(220,774)	-	(1,826,946)	(726,993)
Net cash provided (used) by investing activities	(451,392)	(548,436)	(606,344)	(220,774)	-	(1,826,946)	(726,993)
Net increase (decrease) in pooled cash and investments	322,805	(4,369,951)	(1,873,926)	196,089	(556,705)	(6,281,688)	3,066,108
Cash and investments, beginning of year	12,573,710	22,290,925	18,962,702	6,101,181	556,705	60,485,223	16,418,965
Cash and investments, end of year	\$ 12,896,515	\$ 17,920,974	\$ 17,088,776	\$ 6,297,270	\$ -	\$ 54,203,535	\$ 19,485,073
Cash and investments at June 30 consisted of:							
Current assets							
Cash and investments	\$ 12,132,526	\$ 7,104,631	\$ 13,130,269	\$ 2,992,838	\$ -	\$ 38,739,613	\$ 19,485,073
Non-current assets							
Restricted cash and investments	763,989	10,816,343	3,958,507	3,304,432	-	18,843,271	-
Total cash and investments, June 30	\$ 12,896,515	\$ 17,920,974	\$ 17,088,776	\$ 6,297,270	\$ -	\$ 57,582,884	\$ 19,485,073

(Continued)

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

City of Las Cruces
Statement of Cash Flows—Proprietary Funds — continued
For the Year Ended June 30, 2013

	Enterprise Funds						Internal Service Funds
	Gas	Water	Waste Water	Solid Waste	Other Enterprise Funds	Totals	
Reconciliation of operating income to net cash provided (used) by operating activities							
Operating income (loss)	\$ 138,088	\$ 1,850,830	\$ 530,015	\$ 420,278	\$ (3,808,202)	\$ (868,991)	\$ 3,875,689
Adjustments to reconcile operating income to net cash provided by operating activities:							
Depreciation and amortization	2,186,856	2,311,450	3,213,965	751,651	526,623	8,990,545	73,563
Provision for uncollectible accounts	112,706	50,359	50,000	74,179	-	287,244	-
Increase in liability for landfill closure costs	-	-	-	130,500	-	130,500	-
Change in assets and liabilities:							
Accounts receivable	(632,094)	73,783	(66,595)	(158,163)	2,885	(780,184)	(2,998)
Inventories	42,452	(1,783)	(5,273)	-	-	35,396	18,472
Due from other governmental agencies	-	(145,607)	-	(54,382)	-	(199,989)	37,718
Accounts and contracts payable	26,772	(314,041)	(237,861)	(31,484)	540,398	(16,216)	40,085
Estimated liability for insurance claims	-	-	-	-	-	-	(2,995,514)
Wages payable and accrued liabilities	132,984	32,141	48,784	22,862	30,776	267,547	(12,099)
Due to other funds	-	-	-	-	131,344	131,344	-
Unearned revenue	(162,661)	(223,665)	-	-	-	(386,326)	-
Customer deposits	11,319	(208,395)	(261,042)	(11,131)	-	(469,249)	-
Total adjustments	<u>1,718,334</u>	<u>1,574,242</u>	<u>2,741,978</u>	<u>724,032</u>	<u>1,232,026</u>	<u>7,990,612</u>	<u>(2,840,773)</u>
Net cash provided (used) by operating activities	<u>\$ 1,856,422</u>	<u>\$ 3,425,072</u>	<u>\$ 3,271,993</u>	<u>\$ 1,144,310</u>	<u>\$ (2,576,176)</u>	<u>\$ 7,121,621</u>	<u>\$ 1,034,916</u>
Non-cash investing/financing activities							
Advances to (from) other funds	\$ 269,221	\$ (214,839)	\$ -	\$ (54,382)	\$ -	\$ -	\$ -
Capital contributions of capital assets	<u>97,037</u>	<u>602,018</u>	<u>590,400</u>	<u>-</u>	<u>-</u>	<u>1,289,455</u>	<u>-</u>
Total non-cash investing/financing activities	<u>\$ 366,258</u>	<u>\$ 387,179</u>	<u>\$ 590,400</u>	<u>\$ (54,382)</u>	<u>\$ -</u>	<u>\$ 1,289,455</u>	<u>\$ -</u>

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

City of Las Cruces
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2013

Assets

Pooled cash and investments	\$ 4,909,801
Accounts receivable	36,723
Due from other governments	<u>210,987</u>
Total assets	<u><u>\$ 5,157,511</u></u>

Liabilities

Accounts and contracts payable	\$ 43,512
Accrued wages payable	239,647
Unearned revenue	28,300
Funds held for others	<u>4,846,052</u>
Total liabilities	<u><u>\$ 5,157,511</u></u>

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

1) Description and Reporting Entity

The City of Las Cruces (the “City”) is a municipal corporation established under the laws of the state of New Mexico and operates under a Home Rule Charter. The City was incorporated in 1946 and operates under a council/manager form of government consisting of a Mayor and six council members. The Mayor is elected at large for a four-year term. Council members are elected from six single-member districts to four-year terms. Elections are held bi-annually. The City Manager, appointed by the City Council, is responsible for the management of all City employees and the administration of all City affairs.

The accompanying financial statements present the activities of the City of Las Cruces and its two component units; legally separate organizations for which the City is financially accountable. The component units are:

<u>Component Unit</u>	<u>Included in the Reporting Entity Because:</u>	<u>Separate Financial Statements</u>
South Central Solid Waste Authority (SCSWA)	In accordance with the joint powers agreement (JPA), SCSWA revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.	Available at 700 N. Church St., Las Cruces, New Mexico 88001
Downtown Tax Increment Development District (TIDD)	The Board members for the TIDD are also the City Councilors, which allow the City to impose its will.	Presented as a blended component unit of the City.

SCSWA is reported as a discretely presented component unit in the accompanying financial statements, while the TIDD is reported as a blended component unit.

2) Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements—The statement of net position and the statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities are generally financed through taxes, intergovernmental revenues, and other non-exchange transactions. Under GASB 33, the City defines “available” to be 60 days after the fiscal year end. Business-type activities are financed in whole or in part by fees charged to external parties.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

2) Basis of Presentation, Basis of Accounting (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.

Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities. Proprietary fund operating expenses include the cost of services, administrative and general expenses, and depreciation on capital assets.

Fund Financial Statements—The fund financial statements provide information about the City's funds, including its fiduciary funds. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds; each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds.

The City reports the following as major governmental funds:

General Fund

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

Special Revenue Funds

The Sonoma Ranch fund accounts for the reimbursements to the City from local developers for debt service on special roadway/utility projects.

The Telshor Facility fund accounts for the net proceeds of the facility lease with LifePoint Hospitals, doing business as Memorial Medical Center. Lease proceeds are used for health-related programs and projects.

The City reports the following major enterprise funds:

The Gas fund accounts for the activities of the City's natural gas utility, which provides service to the residents of the City and some residents within the County.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

2) Basis of Presentation, Basis of Accounting (Continued)

The Water fund accounts for the activities of the City's natural water utility, which provides service to the residents of the City and some residents within the County.

The Wastewater fund accounts for the activities of the City's wastewater utility, which provides service to the residents of the City and some residents within the County.

The Solid Waste fund accounts for the activities of the City's solid waste utility, which provides service to the residents of the City and some residents within the County.

The City also reports the following fund types:

Internal Service Funds—used to report activities that provide goods or services to other funds, departments, or agencies of the City and its component units on a cost-reimbursement basis. These activities include fleet services, document services, general liability, and workers' compensation.

Agency Funds—used to account for monies held by the City in a custodial capacity. These funds do not report operations or have a measurement focus. The funds held by the City in a fiduciary capacity include: Rio Grande Natural Gas Association (cash only); Mesilla Valley Regional Dispatch Authority; Metro Narcotics Agency; Animal Service Center of the Mesilla Valley; Mesilla Valley Safety Council; Branigan Estate (proceeds from sales of assets are used to purchase books for the library); Employee Benefits Committee; Veteran's Memorial Wall; Veteran's Museum; and Gifts and Memorials.

Measurement Focus, Basis of Accounting

Government-wide, Proprietary, and Fiduciary Fund Financial Statements—The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time 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 is recognized in the fiscal year for which the taxes are levied. Revenues from gross receipts taxes are recognized when the underlying transaction takes place. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

2) Basis of Presentation, Basis of Accounting (Continued)

Governmental Fund Financial Statements—Governmental funds 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 all revenues reported in the governmental funds to be available if the revenues are collected within 60 days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from general long-term debt and acquisitions under capital leases are reported as other financing sources.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there is both restricted and unrestricted net position available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants, and then by general revenues.

Use of Estimates

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

Fair Value of Financial Instruments

The City's financial instruments consist of investments in securities, bonds, and notes payable. The City estimates that the fair value of all its financial instruments does not differ materially from their aggregate carrying values in the accompanying statement of net position. The estimated fair value amounts have been determined by the City using available market information and appropriate valuation methodologies. Considerable judgment is necessarily required in interpreting market data to develop the estimates of fair value and, accordingly, the estimates are not necessarily indicative of the amounts that the City could realize in a current market exchange. None of the financial instruments are held for trading purposes.

Assets, Liabilities, and Equity

Cash Equivalents and Investments—The City pools idle cash from all funds for the purpose of increasing income through investment activities. A "Pooled Cash" concept is used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in pooled cash and investments (including

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

2) Basis of Presentation, Basis of Accounting (Continued)

restricted assets) with an original maturity of 90 days or less are considered to be cash equivalents for the purpose of the statement of cash flows.

Investments are stated at fair value.

Restricted Cash and Investments—The amount of cash held representing utility deposits is classified as restricted on the *Statement of Net Position—Propriety Funds*. Also, certain proceeds of joint utility revenue bonds, as well as resources set aside for their repayment and resources set aside to fund capital asset replacements and landfill closure obligations, are classified as restricted since their use is limited.

Receivables—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 taxable valuations for the various classes of property are determined by the County Assessor and the State of New Mexico Department of Taxation and Revenue at one-third of assessed valuation. Taxes are payable in two equal installments on November 10 and April 10 and become delinquent after 30 days. Property taxes receivable are deemed to be substantially collectible.

All trade receivables are shown net of an allowance for uncollectible amounts. The allowance for doubtful accounts is based on management's assessment of the collectability of specific customer accounts, the aging of the accounts receivable, historical experience, and other currently available evidence. Notes receivable in the statement of net position consist of rehabilitation and redevelopment loans that are generally not expected or scheduled to be collected in the subsequent year.

Inventories and Prepaid Items—Inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

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.

Capital Assets—Capital assets are defined as assets with an initial individual cost or fair value of more than \$5,000 and an estimated useful life in excess of one year. Purchased and constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The City has retroactively reported all major general infrastructures in these financial statements.

The City regards library materials (e.g., books, tapes, etc.), museum collections, and public exhibits as individual assets versus collections and, therefore, they are not capitalized. Also, the initial purchase of software meeting the City's capital asset definition is capitalized; however, periodic costs for software upgrades are not capitalized due to the rapid change in technology.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

2) Basis of Presentation, Basis of Accounting (Continued)

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives (Yrs)</u>
Infrastructure	30–50
Land improvements	30
Buildings and improvements	30
Vehicles	4–12
Office equipment	3–10
Computer equipment	3–10

Compensated Absences—The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated annual and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

Pollution Remediation—Liabilities are accrued in government-wide and proprietary fund financial statements when certain obligating events occur. Accrued pollution remediation costs are expensed unless they meet the criteria for capitalization in GASB Statement No. 49.

Fund Balance—The City reports the governmental fund balances in five categories, which include:

- 1) Non-spendable fund balance – includes amounts that are not in a spendable form or are required to be maintained intact. Examples are inventory or long-term receivables.
- 2) Restricted fund balance – includes amounts that can be spent only for the specific purposes imposed by creditors, grantors, contributors, or laws and regulations of other governments. An example is federal grants.
- 3) Committed fund balance – includes self-imposed limitations on amounts that can be used only for a specific purpose, set in place prior to the end of the period by a resolution or through ordinances of the City’s highest level of decision-making authority. Commitments established by the City Council may be changed or lifted only by resolutions or ordinances of the City Council, taking the same formal action that imposed the original constraint.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

2) Basis of Presentation, Basis of Accounting (Continued)

- 1) Assigned fund balance – comprises amounts *intended* to be used by the City for specific purposes. Intent can be expressed by the City Council, or by an official or body to which the City Council delegates the authority. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at a minimum, intended to be used for the purpose of that fund.
- 2) Unassigned fund balance – is the residual classification of the General Fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose. Unassigned Fund Balance is only reported in the General Fund.

It is essential that the City maintain an adequate level of fund balance in the General Fund to mitigate revenue fluctuations and unanticipated expenditures. Therefore, the City has adopted a formal fund balance policy. The fund balance policy establishes a minimum amount to be held in the fund balance of the General Fund of 8.33%, or 1/12, of the annual budgeted expenditures. This policy applies only to the chief operating fund of the City - the General Fund. In addition to the GASB requirement, the state of New Mexico requires that a 1/12 reserve be maintained in the General Fund. The 1/12 reserve is reported in the financial statements as Unassigned Fund Balance.

When multiple categories of the fund balance are available for expenditure (for example, a construction project is being funded partly by a grant, funds set aside by the City Council, and unassigned fund balance), the City will start with the most restricted category and spend those funds first before moving down to the next category of available funds.

Net Position – Net position represents the difference between assets and liabilities. Net position invested in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets excluding unspent debt proceeds. A portion of net position is reported as restricted when there are limitations imposed on their use either through legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Restricted resources are used first to fund appropriations.

The City's self-insurance fund maintains a net position balance of \$13,654,313 designed to cover large payout and catastrophe losses. The City employs actuarial techniques based on historical cost data to achieve level premiums. However, it is inevitable that in some years premiums will exceed related expenses. In addition, the City's General Fund provided net transfers of \$1,624,577 to maintain this reserve.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

2) Basis of Presentation, Basis of Accounting (Continued)

Budgets

The City budget is prepared on a basis consistent with accounting principles generally accepted in the United States of America (GAAP) using an estimate of the anticipated revenues and expenditures. Annual appropriated budgets are adopted for all funds. All unexpended appropriations will lapse at the end of the fiscal year. The State of New Mexico Department of Finance and Administration (DFA) allows GAAP budgeting to the extent cash and investments required for operations are available. Budgets of the City's component units are also prepared on a GAAP basis.

New Mexico state law prohibits a municipality from making expenditures in excess of approved appropriations. If a fund is not overspent, it is in compliance with state law. The budget may be amended by the City Council; however, DFA approval must be obtained on budget increases and budget transfers between funds. The 2012/2013 budget has been legally amended.

New Accounting Pronouncements

The following accounting pronouncements have been recently issued, but not yet adopted by the City. Management anticipates that, upon adoption by the City, none of these statements will have a significant impact on the City's financial position or results of operations. Pronouncements that are not applicable to the City have been omitted.

- ◆ Statement No. 65: Items Previously Reported as Assets and Liabilities.
- ◆ Statement No. 66: Technical Corrections – 2012 – an amendment of GASB Statements No. 10 and No. 62.
- ◆ Statement No. 67: Financial Reporting for Pension Plans – an amendment of GASB Statement No. 25.
- ◆ Statement No. 68: Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27.
- ◆ Statement No. 69: Government Combinations and Disposals of Government Operations

3) Cash and Investments

The City follows the practice of pooling cash and investments of all funds with the City Treasurer except for restricted funds generally held by outside custodians and certain special revenue, debt service reserve, and capital projects funds. The cash and investment pool is not reported as a trust and agency fund. Each fund's equity in the pool is included in "Cash and investments" on its statement of net position.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

3) Cash and Investments (Continued)

Cash and investments

Governmental activities	\$ 61,162,302
Business-type activities	35,360,264
Total primary government	96,522,566
South Central Solid Waste Authority	2,035,872
	98,558,438

Restricted cash and investments

Governmental activities	61,193,617
Business-type activities	18,843,271
Total primary government	80,036,888
Fiduciary funds (includes amount due from fiscal agent of \$17,878)	4,927,679
South Central Solid Waste Authority	2,843,624
Total Cash and Investments	\$ 186,366,629

Total cash and investments at fair value are as follows:

	Pooled Cash & Investments	Other Cash & Investments	Total
Carrying amount of bank deposits	\$ 16,787,789	\$ 13,530,282	\$ 30,318,071
Investments	116,049,059	38,035,175	154,084,234
Cash with fiscal agent	-	1,357,796	1,357,796
Cash on hand	-	12,236	12,236
Accrued interest	594,292	-	594,292
Total Cash and Investments	\$ 133,431,140	\$ 52,935,489	\$ 186,366,629

Bank Balance of Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government’s deposits may not be returned to it. The City’s investment ordinance requires collateralization of 100% of the uninsured portion of the City’s deposits with financial institutions. Securities pledged by financial institutions are accepted at market value, except obligations of the state of New Mexico and its subdivisions, which are accepted at par value. As of June 30, 2013, the City’s deposits, totaling \$31,318,315, were insured by FDIC or collateralized by securities held in trust by a third-party bank for the depository bank in the City’s name and thus were not exposed to custodial credit risk.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

3) Cash and Investments (Continued)

South Central Solid Waste Authority

The Authority maintains restricted cash for the purpose of funding the future costs of the closure/post-closure of the landfill. See Note 20 related to changes in accounting estimates impacting this account in fiscal year 2013.

Investments

The City's investment policy allows investment in: a) U.S. Treasury obligations; b) U.S. government agency and instrumentality obligations; c) repurchase agreements whose underlying securities and/or collateral consist of allowed investments described in (a) or (b) above; d) commercial paper rated not less than A-1, P-1, F-1, or equivalent by a nationally recognized rating agency; e) pooled funds maintained by the State Treasurer; and f) mutual funds whose portfolios consist solely of allowed investments.

The City may also invest money identified as long-term in the pools of the New Mexico State Council (SIC), subject to annual review and approval by the City Council. The SIC is a component unit of the primary government of the state of New Mexico. The fair value of the City's position in the SIC pools is the same as the value of the pool shares.

As of June 30, 2013, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted-Avg Maturity (Yrs)</u>
Pooled Investments:		
U.S. agency coupon bonds	\$ 116,049,059	11.97
Telshor Facility Fund:		
U.S. agency coupon bonds	13,692,300	13.90
External investment equity pools	<u>16,379,753</u>	N/A
Total Telshor Facility Fund	<u>30,072,053</u>	
Debt Service Reserve Funds:		
U.S. Treasury bond	736,833	2.65
U.S. agency coupon bonds	<u>1,559,273</u>	4.32
Total Debt Service Reserve Funds	<u>2,296,106</u>	
Project Funds:		
Money market funds	97,877	0.13
Water and Wastewater Funds:		
U.S. agency coupon bonds	<u>5,569,139</u>	6.36
Total Investments	<u>\$ 154,084,234</u>	

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

3) Cash and Investments (Continued)

Interest Rate Risk. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The investment pool includes step-up coupon securities that total \$116,049,059 issued by U.S. government agencies that are callable by the issuer under certain circumstances. The Telshor Facility fund, Debt Service Reserve funds, and the Water and Wastewater funds have \$13,692,300, \$1,559,273, and \$5,569,139, respectively, of similar step-up agency securities. For purposes of calculating weighted-average maturity, the City changed its method this year to duration. In prior years, the City used first call date because the experience of the City was that step-up coupon bonds were called at the first call date. During the current year, the step-up coupon bonds were not being called. As a result, the method for calculating interest rate risk was changed to reflect current experience.

Credit Risk. The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2013, the City's investments in coupon bonds of U.S. agencies were rated AA+ by Standard & Poor's and Aaa by Moody's Investors Service. The City's money market fund investments were rated AAAM by Standard & Poor's and/or Aaa by Moody's. The external investment pools of the New Mexico State Investment Council are not rated.

Custodial Credit Risk. For an investment, custodial credit risk 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 securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. As of June 30, 2013, all of the City's securities are held in either the street name or by a third-party financial institution in the City's name.

Concentration of Credit Risk. The City's formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2013, 62% of the City's investment pool was in Fannie Mae (FNMA) and 38% in Federal Home Loan Bank (FHLB); of the Telshor Facility Fund portfolio, 42% was in FNMA; of the Debt Service Funds, 68% was in FNMA; and of the Water and Wastewater Funds portfolio, 100% was in FNMA.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

4) Capital Assets

Primary Government

Capital asset activity for the City for the year ended June 30, 2013 was as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<i>Governmental activities</i>					
<i>Capital assets not being depreciated</i>					
Land and land rights	\$ 14,638,486	\$ -	\$ -	\$ -	\$ 14,638,486
Land improvements	19,072,599	-	-	-	19,072,599
Construction in progress	6,882,316	4,916,118	(211,313)	(8,667,868)	2,919,253
Total capital assets not being depreciated	<u>40,593,401</u>	<u>4,916,118</u>	<u>(211,313)</u>	<u>(8,667,868)</u>	<u>36,630,338</u>
<i>Other capital assets</i>					
Buildings and building improvements	122,157,170	1,171,539	(674,605)	6,792,811	129,446,915
Leasehold improvements	3,124,131	-	-	-	3,124,131
Airport runways	23,205,251	4,536,762	-	-	27,742,013
Park improvements	18,836,988	1,146,137	(25,443)	-	19,957,682
Land improvement remediation	-	-	-	1,633,551	1,633,551
Machinery and equipment	46,967,177	5,339,154	(1,689,979)	200,736	50,817,088
Roads network	290,991,324	7,421,033	(149,430)	-	298,262,927
Flood control network	30,761,039	747,673	(4,623)	-	31,504,089
Total other capital assets at cost	<u>536,043,080</u>	<u>20,362,298</u>	<u>(2,544,080)</u>	<u>8,627,098</u>	<u>562,488,396</u>
<i>Less accumulated depreciation for</i>					
Buildings and building improvements	(24,283,552)	(3,692,174)	365,957	-	(27,609,769)
Leasehold improvements	(1,351,551)	(90,018)	-	-	(1,441,569)
Airport runway	(6,953,193)	(740,151)	-	-	(7,693,344)
Park improvements	(2,927,583)	(538,608)	-	-	(3,466,191)
Land improvement remediation	-	(54,452)	-	-	(54,452)
Machinery and equipment	(36,791,282)	(4,607,227)	1,550,892	40,770	(39,806,847)
Roads network	(134,789,112)	(8,560,914)	149,431	-	(143,200,595)
Flood control network	(7,608,419)	(840,933)	4,623	-	(8,444,729)
Total accumulated depreciation	<u>(214,704,692)</u>	<u>(19,124,477)</u>	<u>2,070,903</u>	<u>40,770</u>	<u>(231,717,496)</u>
Total other capital assets at historic cost, net	<u>321,338,388</u>	<u>1,237,821</u>	<u>(473,177)</u>	<u>8,667,868</u>	<u>330,770,900</u>
Governmental activities capital assets, net	<u>\$ 361,931,789</u>	<u>\$ 6,153,939</u>	<u>\$ (684,490)</u>	<u>\$ -</u>	<u>\$ 367,401,238</u>

Construction-in-progress was increased by \$4.9 million related to ongoing projects: the Fire Station Training Facility, the Airport Fuel Farm, the East Mesa Public Safety Facility, and projects on various existing buildings.

Buildings increased by \$1.2 million, which included the City Hall parking solar panels, additions to City Hall, and the Police Department HVAC system. Transfers from construction-in-progress to buildings include the Museum of Nature and Science and La Casa, which are valued at \$5 million and \$1.1 million, respectively.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

4) Capital Assets (Continued)

Airport runways increased by \$4.5 million for pavement and electrical projects. Increases to capital assets of governmental activities include donated subdivisions from developers in the amount of \$1.9 million for the City's roads network. The City spent an additional \$7.3 million for roads.

The City spent \$3.4 million for equipment purchases including two fire apparatus vehicles, Dodge Chargers for the Police Department, and Groundmasters for the Parks & Recreation Department. Decreases of \$1.6 million in machinery and equipment were due to the retirement of items and donations made to outside agencies.

Business-type Activities

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
<i>Business-type activities</i>					
<i>Capital assets not being depreciated</i>					
Land and land rights	\$ 7,223,443	\$ 115,334	\$ -	\$ 404,705	\$ 7,743,482
Construction in progress	2,316,175	2,464,843	-	(435,648)	4,345,370
Total capital assets not being depreciated	<u>9,539,618</u>	<u>2,580,177</u>	<u>-</u>	<u>(30,943)</u>	<u>12,088,852</u>
<i>Other capital assets</i>					
Buildings and building improvements	5,828,085	892	-	-	5,828,977
Land improvements	119,557	-	-	30,943	150,500
Distribution and collection system	78,648,829	1,271,658	-	-	79,920,487
Utilities transmission	216,183,511	8,419,528	(4,081)	-	224,598,958
Machinery and equipment	24,716,371	558,383	(145,249)	-	25,129,505
Total other capital assets at historic cost	<u>325,496,353</u>	<u>10,250,461</u>	<u>(149,330)</u>	<u>30,943</u>	<u>335,628,427</u>
<i>Less accumulated depreciation for</i>					
Buildings and building improvements	(2,645,050)	(213,054)	-	-	(2,858,104)
Land improvements	(59,329)	(7,575)	-	-	(66,904)
Distribution and collection system	(33,077,858)	(1,745,564)	-	-	(34,823,422)
Utilities transmission	(65,937,590)	(5,525,090)	4,081	-	(71,458,599)
Machinery and equipment	(18,351,843)	(1,438,133)	36,211	-	(19,753,765)
Total accumulated depreciation	<u>(120,071,670)</u>	<u>(8,929,416)</u>	<u>40,292</u>	<u>-</u>	<u>(128,960,794)</u>
Total other capital assets at historic cost, net	<u>205,424,683</u>	<u>1,321,045</u>	<u>(109,038)</u>	<u>30,943</u>	<u>206,667,633</u>
Business-type activities capital assets, net	<u>\$ 214,964,301</u>	<u>\$ 3,901,222</u>	<u>\$ (109,038)</u>	<u>\$ -</u>	<u>\$ 218,756,485</u>

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

4) Capital Assets (Continued)

Business-type Activities

The Water Utility purchased water rights totaling \$115,334. There were no decreases in land or land rights during the year.

Construction-in-progress was increased primarily by \$2,389,761 related to the Intermodal Transit Center; \$45,991 for transit maintenance facility located on Hadley Street; and \$29,091 due to the xeriscape garden – landscaping project, done at the utilities building. The total increase for construction-in-progress was \$2,464,843.

Buildings and buildings improvements increased \$892 primarily due to exterior upgrades to the entire utilities building.

Machinery and equipment increased \$558,383 due to various purchases such as a gas Trimble GIS system, a gas 6.3 kilowatt mobile roadpower system, a water flow meter, a water case backhoe, two waste water flow meters, one solid waste Ford F-750 truck, a truck modification to a solid waste Peterbilt truck, one solid waste Ford F-350 truck, and a set of four portable lifts for transit.

Depreciation expense was charged to functions as follows:

	Governmental Activities	Business- type Activities
General government	\$ 1,762,078	\$ -
Police	1,446,450	-
Fire	737,295	-
Community development	8,766	-
Public services	849,122	-
Public works	11,491,769	-
Information technology	62,225	-
Transportation	872,924	-
Parks and recreation	584,684	-
Gas	-	2,166,481
Water	-	2,291,074
Wastewater	-	3,193,589
Solid waste	-	751,650
Other	-	526,622
In addition, depreciation on capital assets held by the City's internal service funds is charged to the various functions based on their usage of the assets	73,563	-
Total depreciation expense	\$ 17,888,876	\$ 8,929,416

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

4) Capital Assets (Continued)

Capital asset activity for SCSWA for the year ended June 30, 2013 was as follows:

	Balances June 30, 2012 (Restated)	Additions	Transfer	Balances June 30, 2013
<i>Capital assets not being depreciated</i>				
Land	\$ 807,276	\$ -	\$ -	\$ 807,276
Landfill cell/site	651,163	179,628	(278,262)	552,529
Total capital assets not being depreciated	<u>3,068,971</u>	<u>179,628</u>	<u>(278,262)</u>	<u>1,359,805</u>
<i>Capital assets being depreciated</i>				
Buildings	4,495,070	45,770	-	4,540,840
Equipment	9,085,244	823,808	-	9,909,052
Infrastructure	1,056,988	-	-	1,056,988
Landfill cell/site	6,328,549	806,531	278,262	7,413,342
Total	<u>18,588,563</u>	<u>1,676,109</u>	<u>278,262</u>	<u>22,920,222</u>
<i>Less accumulated depreciation</i>				
Buildings	2,204,686	106,687	-	2,311,373
Equipment	6,558,660	703,924	-	7,262,584
Infrastructure	396,369	26,424	-	422,793
Landfill cell/site	5,252,143	246,878	-	5,499,021
Total accumulated depreciation	<u>12,520,075</u>	<u>1,083,913</u>	<u>-</u>	<u>15,495,771</u>
Total capital assets, net	<u>\$ 9,137,459</u>	<u>\$ 771,824</u>	<u>\$ -</u>	<u>\$ 8,784,256</u>

During the year, certain financial statement errors were identified that resulted in the overstatement of landfill construction in progress; the understatement of landfill improvements in operation; and the understatement of depreciation recorded on the landfill improvements as of July 1, 2009. The errors related to the improper inclusion of the constructed 3A landfill cell in construction in progress. The cell was opened in October 2008 and SCSWA determined that it did not record depreciation on the cell since the opening date of the cell through June 30, 2012. SCSWA restated its financial statements to correct these errors. See Note 21 for the effects of the prior period adjustments on the financial statements as of and for the year ended June 30, 2012.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

5) Receivables and Payables

Governmental activities receivables were as follows at June 30, 2013:

	General Fund	Sonoma Ranch	Telshor Facility	Other Governmental Funds	Internal Service Funds	Total Governmental Activities
Accounts	\$ 756,797	\$ -	\$ -	\$ 4,252,645	\$ 12,945	\$ 5,022,387
Dockets	4,681,381	-	-	-	-	4,681,381
Interest	-	1,721,549	56,683	547,368	-	2,325,600
Contracts	-	-	-	3,817,814	-	3,817,814
Special assessments	-	5,652,792	-	618,075	-	6,270,867
Less: allowance for doubtful accounts	<u>(4,614,000)</u>	<u>-</u>	<u>-</u>	<u>(2,686,839)</u>	<u>-</u>	<u>(7,300,839)</u>
Total governmental receivables	<u>\$ 824,178</u>	<u>\$ 7,374,341</u>	<u>\$ 56,683</u>	<u>\$ 6,549,063</u>	<u>\$ 12,945</u>	<u>\$ 14,817,210</u>

Governmental Activities

Special assessments receivables of \$5,652,792 represent amounts due from local developers to reimburse the City for the construction of subdivisions or other improvements for residential development. Though a majority of special assessments are not scheduled for collection within the next fiscal year, amounts are expected to be fully collected. The receivables are deferred and reported in the Sonoma Ranch Fund.

The City entered into a settlement agreement to resolve all claims and disputes with a real estate developer regarding the developer's obligation to complete certain subdivision improvements. The City received a promissory note from the developer for \$1,098,800, to be paid with interest over ten years. The receivable from the developer is included in other governmental accounts receivable. To date, the City has collected \$140,185 related to this receivable.

Business-type activities receivables were as follows at June 30, 2013:

	Accounts Receivable	Allowance for Doubtful Accounts	Accounts Receivable, Net
Gas	\$ 3,195,623	\$ (1,547,871)	\$ 1,647,752
Water	2,191,567	(791,110)	1,400,457
Wastewater	1,559,130	(700,644)	858,486
Solid waste	1,700,606	(747,374)	953,232
Other enterprise funds	953	-	953
Total business-type activities	<u>\$ 8,647,879</u>	<u>\$ (3,786,999)</u>	<u>\$ 4,860,880</u>

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

5) Receivables and Payables (Continued)

Business-type Activities

The accounts receivable for business-type activities are related to the provision of utility services to City customers. Receivables are shown net of an allowance for doubtful accounts. The allowance for doubtful accounts is based on management's assessment of the collectability of specific customer accounts, the aging of the accounts receivable, historical experience, and other currently available evidence.

Governmental activities accounts payable and accrued liabilities at June 30, 2013 were as follows:

	Vendors	Salaries and Benefits	Total Accounts Payable and Accrued Liabilities
<i>Governmental activities</i>			
General Fund	\$ 2,833,714	\$ 2,538,095	\$ 5,371,809
Telshor Facility	106,194	-	106,194
Other governmental	2,296,949	154,347	2,451,296
Internal service funds	305,013	52,630	357,643
Total governmental activities	\$ 5,541,870	\$ 2,745,072	\$ 8,286,942

Business-type activities accounts payable and accrued liabilities at June 30, 2013 were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Taxes Payable	Total Accounts Payable and Accrued Liabilities
<i>Business-type activities</i>					
Gas	\$ 678,854	\$ 201,081	\$ -	\$ 148,016	\$ 1,027,951
Water	403,154	164,457	88,961	71,522	728,094
Wastewater	137,858	159,639	73,844	54,854	426,195
Solid waste	66	91,681	9,678	55,295	156,720
Other enterprise funds	540,545	103,134	-	-	643,679
Total business-type activities	\$ 1,760,477	\$ 719,992	\$ 172,483	\$ 329,687	\$ 2,982,639

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

6) Interfund Assets, Liabilities, and Transfers

Primary Government

Governmental interfund receivables and interfund payables as of June 30, 2013 were as follows:

	Interfund Receivables	Interfund Payables	Total
Governmental activities			
<i>General fund</i>			
Nonmajor governmental funds	\$ 2,284,493	\$ -	\$ 2,284,493
Nonmajor enterprise funds	131,344	-	131,344
<i>Nonmajor governmental funds</i>			
General fund	-	(2,284,493)	(2,284,493)
Total governmental activities	<u>\$ 2,415,837</u>	<u>\$ (2,284,493)</u>	<u>\$ 131,344</u>

The governmental interfund balances reflect short-term advances from the General Fund to funds with a credit cash balance. Credit cash balances are related to grant activity where grant expenditures are followed by grant reimbursements. Grant funding is generally used for senior programs, certain police activities, and capital grants for equipment, roadways, flood control, and airport improvements.

Business-type Activities

Business-type activities receivables and payables as of June 30, 2013 were as follows:

	Interfund Receivables	Interfund Payables	Total
Business-type activities			
<i>Major enterprise funds</i>			
Gas Fund	\$ 57,165	\$ -	\$ 57,165
Solid Waste Fund	-	(57,165)	(57,165)
Water Development Fund	-	(3,348,175)	(3,348,175)
Waste Water Development Fund	3,348,175	-	3,348,175
<i>Nonmajor enterprise funds</i>			
General fund	-	(131,344)	(131,344)
Total business-type activities	<u>\$ 3,405,340</u>	<u>\$ (3,536,684)</u>	<u>\$ (131,344)</u>

Business-type Activities

The business-type activities interfund balances reflect long-term advances of pooled cash between utilities. The water and solid waste funds borrowed cash from the gas fund in fiscal year 2009, with a four-year repayment schedule including interest. The water fund advance was repaid in 2013 and the solid waste fund advance will be repaid in 2014. The water development fund borrowed cash from the wastewater development fund in fiscal year 2012, with a ten-year repayment schedule including interest. The water development fund advance will be repaid in 2023.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

6) Interfund Assets, Liabilities, and Transfers (Continued)

Interfund Transfers

Interfund transfers for the fiscal year ended June 30, 2013 consisted of the following:

Transfers From	Transfers To	Amount		Purpose
		2013	2012	
BETWEEN GOVERNMENTAL AND BUSINESS-TYPE COLUMNS:				
Operating or Debt Subsidy:				
General Fund	Transit Funds	\$1,383,944	\$1,378,369	Operating subsidy for transit fund
Gasoline Tax Fund	Transit Funds	530,000	530,000	Operating subsidy for transit fund
Revenue Allocation:				
Environmental gross receipts tax fund	Wastewater fund	583,228	751,069	Transfer share of tax revenue
Environmental gross receipts tax fund	Water fund	303,909	277,129	Transfer share of tax revenue
Environmental gross receipts tax fund	Solid waste fund	144,097	-	Transfer share of tax revenue
BETWEEN FUNDS WITHIN GOVERNMENTAL OR BUSINESS-TYPE COLUMNS				
Operating or Debt Subsidy:				
General fund	Debt service funds	5,130,110	5,341,483	Debt service for subsidy from pledged revenues
General fund	Nonmajor governmental funds	1,555,166	1,576,772	Transfer to prisoner care and capital projects funds
General Fund	Internal service funds	2,929,577	1,001,577	Funding for City fleet and insurance funds
Debt service funds	Debt service funds	95,304	900,167	Transfer excess reserves to debt service funds
Nonmajor governmental funds	Debt service funds	5,802,812	5,913,735	Debt service subsidy from pledged revenues
Nonmajor governmental funds	General fund	2,241,520	2,963,436	Transfers for administrative and engineering costs
Internal service funds	General fund	170,575	3,978	Move services to general fund, administrative fees
Gas fund	Clean Communities fund	-	54,400	Operating natural gas fuel pumps
Clean Communities fund	Gas fund	106,555	-	Transfer operation of natural gas fuel pumps
Water fund	Wastewater fund	-	1,898,175	Water borrowed cash in 2012 with a 10-year repayment
Capital Contributions:				
Nonmajor governmental funds	Nonmajor governmental funds	4,175,088	4,142,567	Transfer to capital projects
General fund	Nonmajor governmental funds	600,000	1,334,123	Transfer to capital improvement reserves
Revenue Allocation:				
Nonmajor governmental funds	Internal service funds	-	16,961	Transfer insurance proceeds to Park project
Telshor Facility fund	Nonmajor governmental funds	300,000	300,000	Recurring allocation of special revenue

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities

Primary Government

Changes in long-term liabilities were as follows:

	Primary Government				
	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
Governmental Activities					
Tax revenue bonds	\$ 73,385,000	\$ -	\$ 5,805,000	\$ 67,580,000	\$ 6,640,000
Unamortized premium/discount on sales tax revenue bonds	2,761,500	-	175,792	2,585,708	175,792
Notes payable	16,875,696	44,638	3,038,242	13,882,092	2,673,208
Pollution remediation	5,444,765	-	33,458	5,411,307	-
Claims and judgments	8,475,911	62,281	3,057,795	5,480,397	1,652,657
Compensated absences	3,285,573	4,787,702	4,588,360	3,484,915	696,983
	<u>110,228,445</u>	<u>4,894,621</u>	<u>16,698,647</u>	<u>98,424,419</u>	<u>11,838,640</u>
Business-type Activities					
Utility revenue bonds	58,060,000	-	4,045,000	54,015,000	4,150,000
Unamortized discount/premium on utility revenue bonds	639,532	-	37,658	601,874	37,657
Claims and judgments	-	-	-	-	-
Notes payable	2,558,421	-	456,880	2,101,541	468,632
Landfill closure and post-closure costs (Note 8)	681,498	130,502	-	812,000	37,000
Compensated absences	859,976	1,290,157	1,195,857	954,276	190,855
	<u>62,799,427</u>	<u>1,420,659</u>	<u>5,735,395</u>	<u>58,484,691</u>	<u>4,884,144</u>
Total long-term liabilities	<u>\$ 173,027,872</u>	<u>\$ 6,315,280</u>	<u>\$ 22,434,042</u>	<u>\$ 156,909,110</u>	<u>\$ 16,722,784</u>

Compensated absences typically have been liquidated in the fund to which the employees are assigned. For governmental activities, most compensated absences liquidate in the General Fund. For business-type activities, each major fund and transit have a significant share of the liquidations. Claims and judgment liabilities have typically been liquidated in the General Fund and the self-insurance fund (an internal service fund). The balances for compensated absences and claims and judgments are adjusted to include all internal service fund balances in governmental activities.

Description of Bonds

In 2004, the City issued the South Central Solid Waste Authority Environmental Gross Receipts Tax/Project Revenue Bonds with the purpose of refunding the outstanding 1995 Series. The bond is payable from and secured through maturity by a portion of the SCSWA net revenues. The bond issue is secondarily secured by the environmental gross receipts tax of the City, which totaled \$1.6 million in 2013. For the current year, principal and interest paid was \$725,000 and \$114,213, respectively.

Gross Receipts Tax Revenue Bonds, Series 2005, were issued to fund public parks and recreational facilities, improve streets, acquire public buildings, construct and furnish public buildings, and fund the environmental remediation of public property. These bonds are secured by state-shared gross receipts tax revenues through maturity. Such revenues were \$32.8 million in 2013. For the current year, principal and interest paid on the bonds was \$1,030,000 and \$1,108,843, respectively.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

In 2010, Municipal Gross Receipts Revenue Refunding Bonds, Series A and B, were issued to refund the 1999 A and B Gross Receipts Tax Bonds and the 2006 Street Improvement and Flood Control NMFA notes. The bonds are secured by a pledge of certain future gross receipts tax through maturity. For the current year, such pledged revenues totaled \$12.8 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$1,910,000 and \$770,000, respectively. Interest payments were \$218,275 and \$76,900, respectively.

State-shared Gross Receipts Tax Revenue Bonds, Series 2010, were issued to refund the 2008 NMFA Convention Center note. The bonds are secured through maturity by state-shared gross receipts tax revenues. Such revenues totaled \$32.8 million in 2013. For the current year, principal and interest paid was \$565,000 and \$1,023,144, respectively.

In 2012, Municipal Gross Receipts Tax Revenue Bonds, Series 2011A and 2011B were issued to fund street and facilities improvements and improve flood control. Series 2011A bonds are secured by state-shared gross receipts tax revenues through maturity. These pledged revenues were \$32.8 million in 2013. Series 2011B bonds are secured by certain future gross receipts tax through maturity. In fiscal year 2013, such pledged revenues totaled \$6.4 million. Principal payments on the bonds for the current year for the Series A and Series B bonds were \$685,000 and \$120,000, respectively. Interest payments were \$331,375 and \$39,269, respectively.

Tax revenue bonds payable by governmental activities are summarized as follows:

Type	Purpose	Original Date	Due Date	Issue	Balance Outstanding	Interest Rates %
Component unit revenue and environmental gross receipts tax	Construction of South Central Solid Waste Facilities	9/14/2004	2016	\$ 7,980,000	\$ 2,340,000	3.0-4.0
Gross receipts tax revenue	City Hall construction	9/14/2005	2035	33,000,000	23,980,000	3.5-4.5
Gross receipts tax refunding	Street projects refunding	9/28/2010	2021	12,255,000	6,120,000	2.5-3.0
Gross receipts tax refunding	Flood control refunding	9/28/2010	2021	4,390,000	2,080,000	2.5-3.0
Gross receipts tax refunding	Convention center refunding	9/28/2010	2037	24,330,000	22,850,000	2.0-5.0
Gross receipts tax revenue	Facilities and improve streets	7/12/2011	2021	9,640,000	8,900,000	3.0-4.0
Gross receipts tax revenue	Flood control	7/12/2011	2021	1,530,000	1,310,000	2.0-3.625
				<u>\$ 93,125,000</u>	<u>\$ 67,580,000</u>	

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

Debt Service Requirements

Future debt service requirements for governmental activities revenue bonds are:

Years ending June 30,	Principal	Interest	Total
2014	\$ 6,640,000	\$ 2,738,793	\$ 9,378,793
2015	5,950,000	2,526,630	8,476,630
2016	5,355,000	2,283,230	7,638,230
2017	3,095,000	2,095,018	5,190,018
2018	3,035,000	1,996,118	5,031,118
2019-2023	14,775,000	8,386,615	23,161,615
2024-2028	9,045,000	5,763,706	14,808,706
2029-2033	11,380,000	3,482,838	14,862,838
2034-2037	8,305,000	837,525	9,142,525
	<u>\$ 67,580,000</u>	<u>\$ 30,110,472</u>	<u>\$ 97,690,472</u>

Defeased Bonds

During prior fiscal years, the City entered into various advance refunding transactions related to certain of its bonded debt. A portion of the proceeds of the refunding issues was placed in trust and used to purchase securities of the U.S. government and related agencies at various interest rates and maturities sufficient to meet all debt service requirements of the refunded debt. The assets are administered by trustees and are restricted for retirement of refunded debt. The liability for the refunded bonds and the related securities and escrow accounts are not included in the accompanying financial statements since the City defeased its obligation for the payment of the refunded debt upon completion of the refunding transactions.

The Sales Tax, Series 1995 Bond issue balance of \$18,605,000 is outstanding but has been defeased and is payable from escrow accounts.

Non-recourse (Conduit) Debt

The City has issued Industrial Revenue Bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on underlying mortgage loans. The City is not obligated for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2013, there were two series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$800,000.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

F & A Dairy products	\$	700,000
Good Samaritan		100,000
		800,000
	\$	800,000

Arbitrage

Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986 is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the federal government on every fifth anniversary of each bond issue. The City periodically engages an independent consultant to determine whether the City has an arbitrage liability. No arbitrage liability is reported in the financial statements as of June 30, 2013.

Governmental Activities Notes Payable

Details of governmental activities notes payable are:

<u>Type</u>	<u>Purpose</u>	<u>Original Date</u>	<u>Due Date</u>	<u>Original Issue</u>	<u>Outstanding</u>	<u>Interest Rates %</u>
2006 NMFA Note	Fire apparatus	11/10/2006	2014	\$ 816,777	\$ 123,225	3.463
2007 NMFA Note	Street improvements	11/10/2006	2014	1,865,251	281,894	3.463
2007 NMFA Note	Patch and bucket truck	11/16/2007	2015	336,232	98,079	3.620
2007 NMFA Note	Fire pumper trucks	11/16/2007	2016	896,598	367,473	3.644
2008 NMFA Note	Flood control	12/23/2008	2016	4,563,829	1,960,928	3.246
2009 NMFA Note	Parking deck	1/23/2009	2021	4,999,890	3,250,000	4.650
2010 NMFA Note	Fire apparatus	7/30/2010	2020	938,875	930,248	2.108
2010 NMFA Note	Griggs Walnut	1/18/2008	2012	1,445,341	1,452,520	2.000
2010 HUD Loan	Facilities	7/21/2010	2030	2,000,000	1,876,000	1.700
2011 NMFA Note	Gas tax refunding	10/14/2011	2016	2,045,000	1,230,000	0.919
2011 NMFA Note	Fire apparatus	11/18/2011	2019	964,250	771,725	0.230
2011 NMFA Note	2003 SSGRT refunding	11/18/2011	2019	2,280,000	1,540,000	0.210
				\$ 23,152,043	\$ 13,882,092	

2006 NMFA-Fire Truck, 2007 NMFA-Fire Pumper Trucks, and 2010 NMFA-Fire Pumper Trucks are secured through maturity by fire protection fund revenues which totaled \$418,242 in 2013. The 2010 NMFA Griggs Walnut Plume note is secured by the 2000 gross receipts tax revenues. The 2009 NMFA Parking Deck and the 2011 NMFA State-shared Refunding notes are secured by the State-shared Gross Receipt Tax. The 2010 HUD loan is secured by property. The 2011 Gas Tax Refunding loan is secured by gasoline tax revenues.

The remaining notes payable in the table above are secured through maturity by certain gross receipts tax revenues which generated \$12.8 million in 2013; \$6.4 million from 1980 Gross Receipts Tax and \$6.4 million from 1990 Gross Receipts Tax, at a percentage of 1/4%.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

Principal and interest paid on the outstanding notes in the current year was \$3,038,242 and \$474,792, respectively.

Debt Service Requirements

Future debt service requirements for governmental activities notes payable are:

Years ending June 30,	Principal	Interest	Total
2014	\$ 2,673,208	\$ 416,062	\$ 3,089,270
2015	2,436,633	345,878	2,782,511
2016	2,432,585	282,175	2,714,760
2017	1,240,971	212,458	1,453,429
2018	1,259,911	174,633	1,434,544
2019-2023	2,059,599	459,883	2,519,482
2024-2028	1,024,420	216,060	1,240,480
2029-2032	754,765	42,872	797,637
	<u>\$ 13,882,092</u>	<u>\$ 2,150,021</u>	<u>\$ 16,032,113</u>

Joint Utility Revenue Bonds

In 2005, the City issued \$11.05 million in joint utility revenue bonds (Series 2005) to provide funds for water expansion projects.

In 2006, the City issued \$17.575 million in joint utility revenue bonds (Series 2006). Certain proceeds of this issuance were deposited into the Acquisition Fund and used to finance the acquisition, installation, and construction of water and wastewater capital improvements. Additionally, certain proceeds were used to fund the reserve requirement and pay costs of issuance relating to these bonds.

In 2009, the City issued \$17.6 million in joint utility refunding revenue bonds (Series 2009) to defease \$18.2 million of outstanding 1997 Series bonds and refund \$2.0 million of outstanding 2000 Series bonds. These monies contemporaneously funded a reserve account for the Series 2009 bonds and paid all costs and expenses pertaining to their issuance.

In 2010, the City issued \$24.8 million in joint utility refunding revenue bonds (Series 2010) to refund eight 2003 through 2007 NMFA notes with \$24.8 million outstanding. This refunding also established a reserve account and paid all costs of issuance.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

Joint utility revenue bonds are summarized as follows as of June 30, 2013:

Purpose	Issue Date	Due Date	Original Issued	Outstanding	Interest Rates %
Series 2005 system expansion	12/1/2005	2025	\$ 11,050,000	\$ 8,160,000	3.5-4.125
Series 2006 system rehabilitation	8/24/2006	2026	17,575,000	13,910,000	4.2-4.6
Series 2009 refunding bond	4/14/2009	2016	17,575,000	7,990,000	2.5-3.0
Series 2010 refunding bond	9/14/2010	2027	24,840,000	23,955,000	2.0-4.0
			<u>\$ 71,040,000</u>	<u>\$ 54,015,000</u>	

Future debt service requirements for business-type activities joint utility revenue bonds are:

Year	Principal	Interest	Total
2014	\$ 4,150,000	\$ 1,953,660	\$ 6,103,660
2015	4,265,000	1,825,123	6,090,123
2016	4,405,000	1,691,473	6,096,473
2017	3,370,000	1,551,443	4,921,443
2018	3,495,000	1,432,618	4,927,618
2019-2023	19,360,000	5,209,370	24,569,370
2024-2027	14,970,000	1,370,379	16,340,379
	<u>\$ 54,015,000</u>	<u>\$ 15,034,066</u>	<u>\$ 69,049,066</u>

The 2005, 2006, 2009, and 2010 revenue bond ordinances provide that the net revenue of the City's utility systems shall be at least 125% of the maximum outstanding debt requirements for the utility system. These bonds are not a general obligation to the City, but are payable and collectible solely out of the net revenues of the systems. Net revenue as defined in the bond ordinances means the revenue after deducting operation and maintenance expenses.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

Operation and maintenance expenses include all reasonable and necessary current expenses of the City, paid or accrued, for operating, maintaining, and repairing the system; and shall include, without limiting the generality of the foregoing, legal and overhead expenses of the various City departments directly related and reasonably allocable to the administration of the system, insurance premiums, the reasonable charges of depository banks and paying agents, contractual services, professional services required by this ordinance, salaries and administrative expenses, labor, and the cost of materials and supplies used for current operation; but shall not include any allowance for depreciation, payments in lieu of taxes, liabilities incurred by the City as a result of its negligence in the operation of the system, improvements, extension, enlargements, or betterment, or any charges for the accumulation of reserves for capital replacements. The net revenue for the fiscal year ended June 30, 2013 exceeded the maximum annual debt service requirement. Bond reserve accounts have been established to accumulate funds.

The bond ordinances provide that any monies in any fund or account may be invested in any legal investment permitted by law, with the stipulation that investments of amounts in the escrow account will be made only in federal securities. The obligations so purchased as an investment of monies in a fund or account will be deemed at all times to be part of such fund or account, and the interest accruing thereon and any profit realized therefrom will be credited to the fund or account, and any loss resulting from each investment will be charged to the fund or account. The City Treasurer will present for redemption or sale on the prevailing market any obligations so purchased as an investment of monies in the fund or account whenever it will be necessary to do so in order to provide monies to meet any payment or transfer from such fund or account.

Bond covenants require reporting of the number of utility customers served, which were as follows for the fiscal year ended June 30, 2013:

	Water	Wastewater	Gas	Solid Waste
Residential	27,976	29,236	35,929	30,558
Commercial/other	3,958	3,158	2,915	2,556
Total	<u>31,934</u>	<u>32,394</u>	<u>38,844</u>	<u>33,114</u>

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

Business-type Activities Notes Payable

The notes payable for the business-type activities are paid from the net revenues of the utility system. City ordinance 1593, adopted by the City Council on December 18, 1996, provides authority for the City to issue additional debt with a parity lien on the pledged revenues of the utility system.

A comparison of the pledged revenues recognized during the year with the required debt service for the year is presented in the Pledged-Revenue Bond/Note Coverage Schedule located in the statistical section.

Details of business-type activities notes payable are:

Type	Purpose	Original Date	Due Date	Original Issued	Outstanding	Interest Rates %
2007 NMFA Note	Solid Waste Vehicles	7/6/2007	2015	\$ 1,111,112	\$ 318,218	3.33-3.75
2008 NMFA Note	Vehicle Maintenance Shop	9/12/2008	2018	1,708,755	951,374	1.9-3.85
2011 NMFA Note	Solid Waste Vehicles	12/16/2011	2019	<u>1,016,561</u>	<u>831,949</u>	0.32-2.11
				<u>\$ 3,836,428</u>	<u>\$ 2,101,541</u>	

Future debt service requirements for business-type activities notes payable are:

Year	Principal	Interest	Total
2014	\$ 468,632	\$ 58,065	\$ 526,697
2015	481,284	45,400	526,684
2016	327,078	31,542	358,620
2017	335,674	22,946	358,620
2018	345,151	13,470	358,621
2019-2023	<u>143,722</u>	<u>3,033</u>	<u>146,755</u>
	<u>\$ 2,101,541</u>	<u>\$ 174,456</u>	<u>\$ 2,275,997</u>

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

7) Long-term Liabilities (Continued)

Changes in long-term liabilities of SCSWA for the year ended June 30, 2013 are as follows:

	Balances June 30, 2012	Increases	Decreases	Balances June 30, 2013	Amount Due Within One Year
Long-term debt due to City of Las Cruces	\$ 2,267,000	\$ -	\$ 725,000	\$ 1,542,000	\$ 750,000
Other non-current liabilities:					
Estimated landfill closure/ post-closure liability	1,989,000	-	625,820	1,363,180	-
Compensated absences	144,290	-	4,586	139,704	27,941
	<u>\$ 4,400,290</u>	<u>\$ -</u>	<u>\$ 1,355,406</u>	<u>\$ 3,044,884</u>	<u>\$ 777,941</u>

8) Landfill Closure and Post-closure Care Cost

State and federal laws and regulations require placement of a final cover on landfill sites when waste is no longer accepted and performance of certain maintenance and monitoring functions at the sites for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that a landfill stops accepting waste, a portion of the closure and post closure costs are reported as an operating expense in each period based on landfill capacity used as of each balance sheet date.

The City's landfill closure and post-closure care liability is reported as \$812,000 as of the fiscal year ended June 30, 2013. Actual closure and post-closure care costs may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects an increase in the estimate of total closure and post-closure costs of \$130,502 during the fiscal year ended June 30, 2013. The Foothills landfill is at 100% capacity and closed.

SCSWA's landfill closure and post-closure care liability is reported as \$1,363,180 as of the fiscal year ended June 30, 2013. Actual closure and post-closure care costs may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects a decrease in the estimate of total closure and post-closure costs resulting from changes in estimates as explained in Note 20.

The City enacted a 1/16th cent environmental gross receipts tax that became effective January 1, 1995 to raise funds for environmental costs such as for landfill closure and post-closure care. The landfill closure was not funded from the EGRT fund during the year due to additional revenues from landfill charges and investment income.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

9) Pollution Remediation Obligation

Certain property owned by the City has been declared a superfund site by the Environmental Protection Agency (EPA). The EPA has determined that the City is a responsible party along with Doña Ana County, which also owns part of the contaminated property. On April 20, 2005, the City and Doña Ana County established a memorandum of understanding for a Joint Superfund Project (JSP) to work collaboratively with the EPA to complete the Remedial Investigation and Feasibility Study (RIFS) within the superfund process. In December 2004, the JSP submitted a good-faith offer to the EPA for a Funding Agreement to achieve this objective. In April 2005, a negotiated funding agreement in the amount of \$800,000, payable to the EPA to complete the RIFS, was signed. In October 2005, the EPA and its contractor began the remaining fieldwork, which was completed in fiscal year 2007. As a result of this study, the City accrued a liability of \$6,890,106 to pay its share of the pollution remediation cost as follows:

	Total Obligation	City's Portion
Capital assets	\$ 5,151,978	\$ 2,575,989
Operating costs	1,459,664	729,832
Completion costs	7,168,571	3,584,285
	\$ 13,780,213	\$ 6,890,106

The pollution remediation obligation is reported in long-term liabilities in the statement of net position (see Note 7) with an ending balance of \$5,411,307 at June 30, 2013. The pollution remediation obligation is an estimate and is subject to revision because of price increases or reductions, changes in technology, or changes in applicable laws or regulations.

The City and County each received a \$3.5 million construction drawdown loan from the New Mexico Finance Authority (NMFA) to cover some of the costs of the pollution remediation project. City project costs of \$1,478,799 were funded using loan proceeds. The City has begun repayment of the loan using Environmental Gross Receipt Tax funds.

The City and County also received \$243,000 for design and engineering in grant funds from the New Mexico Environment Department. As of June 30, 2013, all \$243,000 was applied to design and engineering costs.

Construction on the project completed and remediation operations began August 2012.

The liability could be reduced in subsequent years by the sale of potable water, a by-product of the remediation process, to cover operating and administrative costs. The sale of potable water was \$26,387 less than operating costs. EGRT funds were used to cover the City's share of the operating loss of \$13,194.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

10) Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The plan, available to all City employees, permits them to defer taxation on a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the plan participants. The City has 630 active participants in the plan as of June 30, 2013.

City of Las Cruces employees who work 20 or more hours a week participate in a defined-benefit, contributory retirement plan through the Public Employees Retirement Act of the State of New Mexico, a cost-sharing multiple employer public employee retirement system administered by the Public Employees Retirement Association (PERA). Benefit provisions are established and may only be amended by state statute. Information pertaining to the actuarially computed present value of vested accumulated plan benefits and non-vested accumulated plan benefits, the plan's net position available for benefits and the assumed rate of return used in computing the present value, and ten-year historical trend information presenting PERA's progress in accumulating sufficient assets to pay benefits when due is not available through individual government agencies participating in the plan. Actuarial pension data for the State of New Mexico, as employer, is provided at the state-wide level in a separately issued audit report of PERA. The report may be obtained by writing to PERA, PO Box 2123, 1120 Paseo de Peralta, Santa Fe, NM 88504-2323. Additional contact information is located at www.pera.state.nm.us.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

11) PERA Retirement Plan

Retirement Eligibility

Employees must meet one of the following age and service requirements to qualify for retirement under PERA:

TIER 1

Employees are in **TIER 1** if they are:

- a current, active member employed by a PERA affiliate on June 30, 2013
- an inactive member who did not refund, with employee contributions on account on June 30, 2013
- currently retired or will retire on or before June 30, 2013

TIER 2

Employees are in **TIER 2** if they:

- were first hired on or after July 1, 2013
- refunded their employee contributions on or before June 30, 2013 and return to work for a PERA affiliate on or after July 1, 2013.
- Any age with 30 or more years of service credit; or any age if the sum of the member's age plus years of service equals 80 or more; or age 67 with 5 or more years of service credit.

PERA Disability Benefits

Members or vested former members with five or more years of credited service will receive their normal retirement pension based on credited service and final average salary at the time of disability or retirement. The five-year service requirement is waived if the disability is incurred in the line of duty. Disability retirements are subject to reevaluation until the disability-retired member reaches normal retirement. Payment of the disability pension is suspended for the balance of any year in which a disability-retired member does not submit an annual statement of earnings from gainful employment by June 30th of each year or if the amount of earnings in the previous year is more than the amount that causes the suspension of, or a decrease in, the Social Security Old Age Benefit for a 65-year-old.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

11) PERA Retirement Plan (Continued)

Contributions by Members and Employers

Employees contribute to their retirement a percentage of their salary specified under the coverage plan of the City of Las Cruces. The employer contributions are not deposited in the member account and are not available for refund if the member requests a refund of their member contributions. Some employers “pick up” or pay a portion of the employee contributions. The amount “picked up” is credited to the employee contribution and is refundable.

City	Employee	Total	Combined	Percentage Contributed
June 30, 2009	\$ 6,279,412	\$ 7,252,412	\$ 13,531,824	100%
June 30, 2010	6,237,934	7,177,733	13,415,667	100%
June 30, 2011	6,047,711	6,950,126	12,997,837	100%
June 30, 2012	8,012,229	4,996,399	13,008,628	100%
June 30, 2013	8,649,705	5,349,112	13,998,817	100%

If a member’s employment is terminated before the member is eligible for other benefits under PERA, the member may receive a refund of the member’s contribution and interest accrued based on rates established biannually by the retirement board. The payroll for the City of Las Cruces employees covered by PERA for the year ended June 30, 2013 was \$53,640,508; the total payroll of all employees of the City of Las Cruces was \$59,947,205.

New Mexico Retiree Health Care Plan

The New Mexico Retiree Health Care Act (the “Act” or “NMRHCA”) (Chapter 10, Article 7C NMSA 1978) provides comprehensive core group health insurance for persons who have retired from certain public services in New Mexico. The Retiree Health Care Authority (the Authority) is the administrator of the plan and determines required contributions under authority of the Act. The purpose is to provide eligible retirees, their spouses, dependents, and surviving spouses and dependents with health insurance consisting of a plan, or optional plans, of benefits that can be purchased by funds flowing into the Retiree Health Care Fund and by co-payments or out-of-pocket payments of eligible retirees.

Eligible employers include institutions of higher education, school districts, or other entities participating in the Public School Insurance Authority, state agencies, state courts, magistrate courts, municipalities, or counties, which are affiliated under or covered by the Educational Retirement Act, Public Employees Retirement Act, Volunteer Firefighters Retirement Act, Judicial Retirement Act, or the Magistrate Retirement Act.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

11) PERA Retirement Plan (Continued)

Eligible Retiree: Employees are eligible to participate per the Act if:

- Employees receive a disability or normal retirement benefit from public service in New Mexico with an NMRHCA-participating employer, **and**
- Employees did one of the following:
 - Retired with a pension before their employer’s effective date with the NMRHCA program, *or*
 - Employees and/or their employer (on your behalf) made contributions to the NMRHCA fund from their employer’s NMRHCA effective date until their date of retirement, *or*
 - Employees and/or their employer (on your behalf) made contributions to the NMRHCA fund for at least five years before their date of retirement. *(If employees are awarded a duty-related disability retirement, they are not required to meet the NMRHCA’s five-year contribution rule.)*

Each participating employer makes contributions to the fund in the amount of 1.3 percent of each participating employee’s annual salary. Each participating employee contributes to the fund an employee contribution equal to .65 percent of the employee’s annual salary. Each participating retiree pays a monthly premium for the medical plus basic life plan and an additional participation fee of five dollars if the eligible participant retired prior to the employer’s NMRHCA effective date or is a former legislator and made no contributions to the plan. After retirement, premiums are paid to the Authority by the retiree.

The City of Las Cruces has paid all of the employers’ required contributions, which were as follows:

2013	\$ 854,248
2012	711,422
2011	656,434
2010	702,959

Contributions from participating employers and participating employees become the property of the Retiree Health Care Fund and are not refundable under any circumstances, including termination of employment or termination of the participating employer’s operation or participation in the Retiree Health Care Act. The employer, employee, and retiree contributions are required to be remitted to the Retiree Health Care Authority on a monthly basis.

The Authority issues a separate, publicly-available audited financial report that includes post-employment benefit expenditures of premiums and claims paid, participant contributions (employer, employee, and retiree), and net expenditures for the fiscal year. The report also includes the approximate number of retirees participating in the plan. That report may be obtained by writing to the Retiree Health Care Authority, 4308 Carlisle Blvd, NE, Suite 104, Albuquerque, New Mexico 87109.

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

12) 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 insurance fund (an internal service fund) to account for and finance its uninsured risks of loss. At various periods in past years, certain risk exposures were insured and the City continues to benefit from case coverage on claims that were incurred during those claim years.

The insurance fund tracks claims on a fund-by-fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. The claims liabilities reported in the insurance 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.

The risk of loss associated with actions of employees resulting in damage to persons or property of others is subject to limitations of the New Mexico State Tort Claims Act. The self-insurance fund uses excess insurance agreements to reduce its exposure to large losses from employee on-the-job injuries. Excess workers compensation insurance permits recovery of a portion of losses from the excess insurer, although it does not discharge the primary liability of the fund as direct insurer of the risks.

Self-insurance premiums and program costs (claims, fees, and transfers to other funds, less reimbursed expenses) were:

	2013		2012	
	Program Costs (Benefits)	Premiums	Program Costs	Premiums
Health Program	\$ 90,928	\$ -	\$ 64,781	\$ -
Workers compensation	787,048	(2,729,596)	1,928,763	(2,635,365)
Liability insurance	(2,315,424)	(1,714,123)	1,355,043	(1,634,614)
Unemployment insurance	122,505	(325,831)	126,468	(387,996)
Judgments insurance	-	548,985	277,948	(500,000)
Total	\$ (1,314,943)	\$ (4,220,565)	\$ 3,753,003	\$ (5,157,975)

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

12) Risk Management (Continued)

In prior years, a reserve was established in the self-insurance fund's claims liability account for three wrongful death claims filed against the City. As of June 30, 2013, two of these cases were dismissed and resulted in a significant reduction in the fund's claim liability. These amounts were reported as negative expenses called "claims and judgments benefits" in the financial statements netting to \$1,268,834. These amounts are not reported as special items because they are not in the control of management.

Changes in the insurance fund's claims liability were:

	2013	2012
Changes in fund's claims liability		
Claims liability, beginning of year	\$ 8,475,911	\$ 8,515,173
Current year claims and		
changes in estimates	(1,314,943)	3,753,003
Payment of claims liability	(1,680,571)	(3,792,265)
Claims liability, end of year	\$ 5,480,397	\$ 8,475,911

13) Development Impact Fees

The City collects and expends development impact fees in accordance with Ordinance No. 1456, which requires impact fees to be used for capital improvements or facility expansions identified in a capital improvements plan. In addition to capital improvements, development impact fees may also be used to pay for debt service costs if the proceeds of the debt issued were used in accordance with the capital improvements plan.

The expenditures of collected fees must improve the following facilities:

- 1) Water supply, treatment, and distribution facilities, and wastewater collection and treatment facilities;
- 2) Parks, recreational areas, open space, trails, and related areas and facilities; and
- 3) Major roads, stormwater drainage, and public safety (police and fire) facilities.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

13) Development Impact Fees (Continued)

In addition to the construction of capital improvements or facility expansions, Ordinance 1456 §4 states that the development impact fee may also be used to pay for the preparation and updating of the capital improvements plan, the estimated costs of the plan, or up to three percent of administrative costs for City employees who are qualified professionals. Additionally, debt service costs may be paid from impact fees assessed if the proceeds of the debt issued were used in accordance with the capital improvements identified in the capital improvements plan.

The initial land use assumptions and capital improvements plan prepared by Tischler & Associates, Inc. on January 6, 1995 is a ten- to twenty-year plan with professional engineering estimates of costs well exceeding the assessed development impact fees. A significant portion of the assessed development impact fees for the water and wastewater system have been used to pay debt service on bonds. The expenditures from the bond proceeds were spent on specific items listed in the initial capital improvements plan and were expended within five years of the completion of the capital improvements plan.

In August 2011, the City Council adopted Resolution No. 12-024, *Impact Fee Capital Improvements Plan for Major Roads, Stormwater Drainage, and Public Safety (fire and police) Facilities*. The public safety fees apply to all new development in the City, while the major roads and drainage fees apply only to new development located in the “growth area” (i.e. outside the City’s designated infill area).

City of Las Cruces
Notes to Financial Statements
June 30, 2013

13) Development Impact Fees (Continued)

Development impact fee activity for the year ended June 30, 2013 is shown below. Unspent fees collected in previous years are available for expenditure in the current fiscal year.

Parks Impact Fees

Impact fees collected	\$ 525,504
Investment loss	(29,131)
Expenditures	(970,439)
Net Parks Impact Fees	<u>\$ (474,067)</u>

Public Safety Impact Fees

Impact fees collected	\$ 390,547
Investment loss	(25,424)
Expenditures	-
Net Public Safety Impact Fees	<u>\$ 365,123</u>

Water Impact Fees

Impact fees collected	\$ 1,070,109
Investment loss	(102,487)
Expenditures	(2,475,249)
Net Water Impact Fees	<u>\$ (1,507,627)</u>

Wastewater Impact Fees

Impact fees collected	\$ 966,244
Investment loss	(49,835)
Expenditures	(1,263,982)
Net Wastewater Impact Fees	<u>\$ (347,574)</u>

Total Impact Fees

Collections	\$ 2,952,404
Investment loss	(206,877)
Expenditures	(4,709,670)
Net Impact Fees	<u>\$ (1,964,143)</u>

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

14) Telshor Facility Lease
Memorial Medical Center / Province Hospital (Telshor Facility)

In 1966, the City and the County adopted a joint resolution to create a joint county-municipal hospital to provide medical services to all of the citizens of Doña Ana County. The hospital was constructed and operated by the City and County through a Board of Trustees until 1998, when it was leased to Memorial Medical Center, Inc. (MMCI), a New Mexico not-for-profit corporation.

On June 1, 2004, the City, the County, and MMCI jointly terminated the lease. On that date, the City and County executed a 40-year lease agreement for the hospital facilities and equipment with PHC-Las Cruces, Inc. (PHC), a New Mexico corporation and a wholly-owned subsidiary of Province Healthcare Corporation, a Delaware corporation. In accordance with the lease agreement, PHC deposited amounts into escrow accounts to cover contingencies of the hospital and pay hospital liabilities specified in the agreement, including outstanding bonds.

The net lease proceeds, after these deposits and liabilities, are summarized as follows:

	<u>Total</u>	<u>City Portion</u>
Total lease amount	\$ 150,000,000	\$ 75,000,000
Less:		
Hospital liabilities assumed by PHC	9,247,375	4,623,688
Amounts deposited into escrow to cover medical malpractice and other contingencies	14,445,892	7,222,946
Payment of outstanding hospital bonds	50,038,987	25,019,493
Payment of hospital pension liabilities	24,100,000	12,050,000
Closing costs	1,000	500
Cash paid by PHC to the City and County	<u>\$ 52,166,746</u>	<u>\$ 26,083,373</u>

As part of the PHC lease, the City and County received amounts needed to cover specific future costs. The maximum amounts of these costs are as follows:

	<u>Total</u>	<u>City Portion</u>
Employee severance agreements	\$ 987,266	\$ 493,633
Construction costs	1,278,414	639,207
Future payments to MMCI for expanded care services	19,200,000	9,600,000
Hospital property taxes	5,000,000	2,500,000
	<u>\$ 26,465,680</u>	<u>\$ 13,232,840</u>

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

14) Telshor Facility Lease
Memorial Medical Center / Province Hospital (Telshor Facility) (Continued)

The proceeds of the PHC lease are reported in a special revenue fund (Telshor Facility Fund) because the City Council adopted a resolution restricting the use of the lease proceeds to fund health-related programs and health-related capital projects.

The asset purchase agreement entitles PHC to compensation solely from the escrow account if PHC incurs any losses, including the discharge of malpractice liabilities, in connection with events that occurred on or prior to the closing.

MMCI began distributing its cash and investments equally between the City and the County in July 2004. MMCI retained cash to pay certain liabilities. Any cash remaining at the end of the liquidation process will be distributed equally between the City and the County. In April 2005, PHC merged with LifePoint Hospitals. The lease continues with LifePoint Hospitals.

The City and County received \$24,297 from the escrow accounts in fiscal year 2013.

15) Las Cruces Convention Center

In 2008, the City began construction of the Las Cruces Convention Center. Construction and furnishing the convention center was completed in December 2010, with the grand opening in January 2011. The City retains ownership of all the furnishings, equipment, and the convention center facility.

The City entered into a five-year contract with Global Spectrum to provide pre-opening consulting and to manage the facility and grounds on behalf of the City. Global Spectrum is responsible for operations and maintenance of all physical and mechanical facilities necessary for the operation, maintenance, and management of the convention center. All facility staff and other personnel are hired by Global Spectrum and are employees or independent contractors of Global Spectrum. Compensation to Global Spectrum during FY2013 for management services was a fixed management fee.

The City applied to the state for a governmental liquor license pursuant to 60-6A-101, NMSA 1978. In accordance with the management agreement, the liquor license will be leased to Global Spectrum, and will be used exclusively for the operation of the convention center. The operations manager will ensure that all activities associated with the liquor license shall strictly conform to New Mexico law and the regulations of the New Mexico Alcohol and Gaming Division of the New Mexico Regulation and Licensing Department.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

15) Las Cruces Convention Center (Continued)

Each year the annual operating budget prepared by Global Spectrum will be provided to the City. The operating budget will include a projection of operating revenues and expenses for the fiscal year. The annual budget is subject to the review and approval of the City.

The City has agreed to fund the annual operating deficit (if one exists) from designated revenues generated by the convention center fee and lodgers' tax. Once approved, the budget provides the basis for quarterly funding from the City to Global Spectrum to cover the expenses for the upcoming quarter. During FY2013, the City provided funding of \$52,297, including the management fee.

In order to utilize certain energy incentives relating to the installation of solar panels, the City provides a portion of their funding by paying the electric bills directly. This funding totaled \$72,684 in FY2013.

Global Spectrum must maintain independent records, in accordance with generally accepted accounting principles, of the operations and maintenance of the convention center. The City has the right to audit the records. Additionally, Global Spectrum must provide monthly financial statements to the City, and must provide the City with a copy of their audited annual financial statements.

16) Major Construction Commitments

The City has the following construction commitments as of June 30, 2013. These projects are evidenced by contractual arrangements with construction contractors:

Commitments of Business-type Activities

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
Joint Utilities					
Gas Streets Rehabilitation Projects	Gas Capital Improvements	\$ 422,266	\$ -	\$ 422,266	Gas Utility Rates
Water Production Projects	Water Capital Improvements	385,000	145,702	239,298	Water Utility Rates
Water Streets Utility Rehabilitation	Water Capital Improvements	708,859	160,495	548,364	Water Utility Rates
Water Pump Station Repl Capacity	Water Capital Improvements	61,387	6,590	54,798	Water Utility Rates
West Mesa Water Development	Water 2005A Projects	197,277	40,989	156,289	2005 Joint Utility Bond
Water Jornada Reservoir	Water NMFA Loan Projects	298,846	36,615	262,231	2010 Joint Utility Bond
Water Transmission Pipelines	Water NMFA Loan Projects	908,285	716,463	191,822	2010 Joint Utility Bond
Wastewater Street Utility Rehabilitation	Wastewater Capital Improvements	396,911	53,930	342,981	Wastewater Utility Rates
Wastewater Replace Lines and Manholes	Wastewater Capital Improvements	390,000	82,699	307,301	Wastewater Utility Rates
Wastewater Treatment Plant Rehabilitation	Wastewater Capital Improvements	176,417	50,603	125,814	Wastewater Utility Rates
Intermodal Center	Intermodal	1,206,500	668,526	537,973	80% FTA grant/20% city match
	Total	\$ 5,151,749	\$ 1,962,611	\$ 3,189,138	

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

16) Major Construction Commitments (Continued)

Commitments of Governmental Activities

<u>Capital Project Fund</u>	<u>Project Appropriations</u>	<u>2013 Expenditures</u>	<u>Expenditures Project to Date</u>	<u>Variance with Project Appropriations Positive (Negative)</u>
Facilities General Fund	\$ 2,257,966	\$ 208,747	\$ 1,918,888	\$ 339,078
HUD Facilities Projects	2,939,306	591,645	1,919,900	1,019,406
Facilities Federal Grants	1,200,000	762,020	803,299	396,701
Facilities State Grants	6,703,313	2,147,653	6,585,694	117,619
GRT Bond Public Improvements	225,106	13,944	104,050	121,056
Convention Center Project	22,639,346	1,572,457	22,634,092	5,254
NMFA Griggs Walnut Plume	3,535,000	33,457	1,478,798	2,056,202
GRT Facilities Projects	3,662,019	1,218,765	1,830,745	1,831,274
GRT Street Maintenance	1,364,898	38,840	648,903	715,995
Special Street Projects	876,882	27,246	394,402	482,480
State Grant Street Improvements	2,451,830	303,640	1,676,811	775,019
NMFA Street Projects	2,091,734	20,590	1,615,973	475,761
GRT Streets Projects	3,865,542	1,559,932	2,345,532	1,520,010
Airport Improvement	7,377,965	4,648,626	6,771,974	605,991
Flood Control	7,755,545	1,399,891	6,157,480	1,598,065
Federal Stimulus Capital Projects	888,000	475,908	888,000	-
Total	<u>\$ 69,834,452</u>	<u>\$ 15,023,361</u>	<u>\$ 57,774,541</u>	<u>\$ 12,059,911</u>

17) Contingent Liabilities

The City receives financial assistance from federal and state grants and entitlements. Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims may result in a liability of the applicable funds. The City believes that liabilities resulting from disallowed amounts will not have a material effect on the City's financial statements.

The City is a defendant in various lawsuits. Management estimates that balances available in the self-insurance fund are sufficient to settle such lawsuits. Management is not aware of any other pending or threatened litigation that would adversely affect the City's financial position. See Note 12 for more information on changes in the self-insurance fund's liability amounts as of June 30, 2013.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

18) Downtown Tax Increment Development District (TIDD)

In December of 2007, Las Cruces formed the state's first Tax Increment Development District (TIDD) for downtown revitalization. The Downtown TIDD is defined by certain geographic boundaries and receives an incremental portion of the gross receipts tax and property tax collected in this geographic area. The state of New Mexico, Doña Ana County, and the City contribute 75% of the incremental gross receipts tax is collected in the district. Additionally, both the City and County contribute 75% of the incremental property tax assessed in the district. The TIDD is a blended component unit of the City since the City Council and the Downtown TIDD Board of Directors are essentially the same and City management is responsible for the day-to-day operations.

The tax revenues that go to the TIDD are used for downtown public improvements and revitalization of the downtown area. Projects to be supported by TIDD funds include pedestrian safety improvements, roadways, street lighting, and landscaping.

19) Affiliated Organizations and Joint Powers Agreements

The City is a participant in the following five affiliated organizations, four of which are joint ventures. Other than the City bonds secured by South Central Solid Waste Authority, the City is unaware of any circumstances that would cause a significant benefit or burden to the participating organizations.

Mesilla Valley Regional Dispatch Authority

The City is a participant in a combined City–County communications/dispatch center for police, fire, and emergency medical services for the City/County area. The organization is governed by a board of twelve individuals. The City and County each appoint four members; the Town of Mesilla, the City of Sunland Park, and the Village of Hatch each appoint one member; and the final member is appointed at large by the other members.

The City contributes 53% of the net annual operating cost while the County contributes 47%. The joint powers agreement provides that if the agreement is terminated, property and any funds accrued by the organization shall be distributed to the City and County in proportion to the contributions made by the two entities.

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2013. Requests for copies of the financial statements can be made to the City of Las Cruces' Chief Administrative Officer.

Metro Narcotics Agency (Metro)

The City is a participant in a joint City–County–State–University controlled substances investigation project for the City/County area. The organization is governed by a board of nine individuals. The City and County each appoint three members; the remaining three members are the State Police Chief, the University Police Chief, and the District Attorney.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

19) Affiliated Organizations and Joint Powers Agreements (Continued)

All persons (agents and support staff) assigned to Metro are paid by their respective agencies. The City and the County make contributions to cover the net operating expenses of the organization in proportion to the number of agents assigned to the organization by the two entities. The joint powers agreement provides that if the agreement is terminated by all parties, assets and monies acquired without federal involvement will be distributed in proportion equal to their investment. Assets received from the federal government pursuant to the federal asset-sharing procedures will be distributed to the parties in proportion to their contribution to operational expenses.

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2013. Requests for copies of the financial statements can be made to the City of Las Cruces' Chief Administrative Officer.

Metropolitan Planning Organization

The City is a participant in a joint City-County-Town of Mesilla Metropolitan Planning Organization jurisdictional area. The organization is governed by a board of nine; three each appointed by the City of Las Cruces, Doña Ana County, and the Town of Mesilla. The committee was constituted for the purpose of establishing, overseeing, and directing transportation-related policy within the Las Cruces urban area and to accomplish overall transportation planning for the City, County, and Town.

The parties agree that some of the expense of the transportation planning process will be provided for by grant funds available under Section 112 of the Federal Highway Act of 1978 and Section 8 of the Urban Mass Transportation Act of 1964. Expenses not so provided shall be assumed by participating agencies according to the listing of funding sources contained in the annual Unified Work Program approved by the governing board.

The joint venture agreement may be terminated upon the mutual consent of both parties, but shall not be terminated so long as any revenue bonds issued under the agreement by the City are outstanding.

South Central Solid Waste Authority

The City is a participant in South Central Solid Waste Authority (SCSWA or the Authority), a City-County joint venture that establishes a mechanism for designing, constructing, financing, operating, and maintaining regional solid waste landfills and related facilities. SCSWA is reported as a component unit of the City because its revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.

The repayment of the bonds is secured by a pledge of the Authority's net revenues from operation of the facility. If the net revenues are not enough to satisfy the debt service requirements, the proceeds of the 1/16% Municipal Environmental Services Gross Receipts Tax of the City and the 1/8% County Environmental Services Gross Receipts Tax of the County are pledged.

City of Las Cruces
Notes to Financial Statements
June 30, 2013

19) Affiliated Organizations and Joint Powers Agreements (Continued)

SCSWA is governed by a board comprised of six working members and two ex-officio members. Three of the members are appointed from the City Council by the Mayor and three members are appointed from the County Commission by the Chairman. The two ex-officio members are the City Manager and the County Manager, or their designees.

The City serves as the fiscal agent for the Authority for the term of the agreement. The fiscal agent is compensated for services rendered to the Authority in the amount of \$70,000 per year base rate. The base rate increases each year by the Consumer Price Index.

The joint venture agreement may be terminated upon the mutual consent of both parties, but shall not be terminated so long as any revenue bonds issued under the agreement by the City are outstanding.

In fiscal year 2013, the City of Las Cruces and Doña Ana County paid approximately \$2.1 million and \$516,625, respectively, to SCSWA for solid waste services provided.

Animal Service Center of the Mesilla Valley

Animal Service Center of the Mesilla Valley (ASCMV) was formed through a joint powers agreement (JPA) between the City of Las Cruces and Doña Ana County. The JPA provides for a governing board for the ASCMV. The ASCMV is governed by a board that consists of six members and two ex-officio members. Three members are appointed from the City Council by the Mayor with the advice and consent of the City Council. Three members are appointed from the County Commission by the Chairman with the advice and consent of the County Commission. The two ex-officio members are the City Manager and the County Manager, or their designees.

It is the mission of the ASCMV to provide safe shelter for all lost, mistreated, and abandoned animals of the Mesilla Valley and surrounding communities. The operations of the ASCMV began in February 2009. ASCMV receives funding from members of the joint powers agreement. During fiscal year 2013, ASCMV received \$881,797 from the City of Las Cruces and \$881,787 from Doña Ana County.

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2013. Requests for copies of the financial statements can be made to the City of Las Cruces' Chief Administrative Officer.

20) South Central Solid Waste Authority Changes in Accounting Estimate

In September of 2013, the SWSCA received the results of the air quality Tier II sampling for the Corralitos Regional Landfill conducted by an engineering firm during the week of April 2, 2013. As per 40 CFR 60.757(b)(1), the calculated mass emission rate using site specific, non-methane, organic compound concentrations were less than 50 Mg/year, therefore causing the installation of an active landfill gas collection and controls system to be no longer required for the landfill. This event affected SCSWA's accounting

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

City of Las Cruces
Notes to Financial Statements
June 30, 2013

20) South Central Solid Waste Authority Changes in Accounting Estimate (Continued)

estimate for the closure and post closure of its landfill and affected its assets and liabilities as follows:

Restricted Cash – As discussed in Note 3, SCSWA maintains restricted cash for the purpose of funding the future costs of the closure/post-closure of the landfill. During the year ended June 30, 2013, SCSWA recorded a gain from the reduction of the landfill closure and post-closure care costs of \$545,000, reported as a Special Item in the Statements of Revenues, Expenses, and Changes in Net Position. As a result, SCSWA reduced its restricted cash for the reduction in future costs required to be funded.

Landfill Closure and Post Closure – SCSWA’s closure and post-closure care costs are based on the current estimated total costs to perform closure and post-closure activities, and the estimated remaining economic life of the landfill, which is affected by the SCSWA’s assessment of how long the landfill will continue to operate. The SCSWA records an expense and a liability for such costs based on the SCSWA’s evaluation of those factors. In past years, SCSWA recorded an expense of \$545,000 based on its assumption that the landfill would be required to install a gas collection and controls monitoring system.

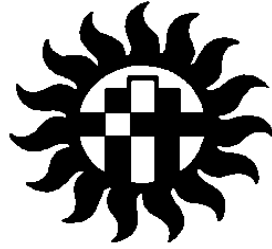
As a result of these changes, SCSWA has reported a special item gain of \$545,000 within the financial statements.

21) Restatement of South Central Solid Waste Authority Prior Year Balances

During fiscal year 2013, certain financial statement errors were identified that resulted in the overstatement of landfill construction in progress, the understatement of landfill improvements in operation, and the understatement of depreciation recorded on the landfill improvements as of July 1, 2009. The errors related to the improper inclusion of the constructed 3A landfill cell in construction in progress. The cell was opened in October 2008 and depreciation was not recorded on the cell since the opening date of the cell through June 30, 2012. SCSWA restated its financial statements to correct these errors. The effect of the prior period adjustments on the financial statements as of and for the year ended June 30, 2012 for SCSWA was as follows:

	June 30, 2012		Effect of Change
	As Previously Reported	As Restated	
Statement of Net Position			
Net Position/Equity	\$ 11,317,165	\$ 10,489,766	\$ (827,399)

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



City of Las Cruces

Combining Balance Sheet—Nonmajor Governmental Funds

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

	Special Revenue Fund							
	Debt Service Funds	Community Development	Court Awarded Funds	MPO Urban Transportation	Fire	Police Protection	Emergency Medical Services	Traffic Safety
Assets								
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted Cash and Investments	6,704,197	109,624	359,347	-	474,663	130,792	109	30,145
Receivables, net	6,988	3,817,814	-	-	-	34,320	-	-
Due from other governmental units	-	76,473	-	146,634	273,933	346,470	-	-
	<u>-</u>	<u>76,473</u>	<u>-</u>	<u>146,634</u>	<u>273,933</u>	<u>346,470</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 6,711,185</u>	<u>\$ 4,003,911</u>	<u>\$ 359,347</u>	<u>\$ 146,634</u>	<u>\$ 748,596</u>	<u>\$ 511,582</u>	<u>\$ 109</u>	<u>\$ 30,145</u>
Liabilities and Fund Balances								
Liabilities								
Accounts and contracts payable	\$ -	\$ 36,285	\$ -	\$ 1,152	\$ 17,699	\$ 27,722	\$ -	\$ -
Due to other funds	-	48,902	-	134,064	251,748	283,706	-	-
Accrued liabilities	-	14,775	-	11,418	22,185	6,365	-	-
Unearned revenue	-	3,817,814	-	-	289,809	42,105	-	-
Total liabilities	<u>-</u>	<u>3,917,776</u>	<u>-</u>	<u>146,634</u>	<u>581,441</u>	<u>359,898</u>	<u>-</u>	<u>-</u>
Fund balances								
Restricted for:								
Public safety programs	-	-	359,347	-	167,155	151,684	109	30,145
Housing and community development	-	86,135	-	-	-	-	-	-
Debt service	6,711,185	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-	-
Committed for:								
Debt service	-	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-	-
Health related programs	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-	-
Assigned to:								
Software Fund	-	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-	-
Vehicle Acquisition Fund	-	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-	-
Public Works	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-
Total fund balances	<u>6,711,185</u>	<u>86,135</u>	<u>359,347</u>	<u>-</u>	<u>167,155</u>	<u>151,684</u>	<u>109</u>	<u>30,145</u>
Total liabilities and fund balance	<u>\$ 6,711,185</u>	<u>\$ 4,003,911</u>	<u>\$ 359,347</u>	<u>\$ 146,634</u>	<u>\$ 748,596</u>	<u>\$ 511,582</u>	<u>\$ 109</u>	<u>\$ 30,145</u>

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

	Special Revenue Fund						
	Safe Traffic Operations Program	Court Automation	Prisoner Care	Juvenile Recreation	Lodgers' Tax and LCCVB	DWI Prevention	Judicial Education
Assets							
Pooled cash and investments	\$ 204,556	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	-	456,782	1,949,737	100,645	3,254,493	1,086	3,246
Receivables, net	173,519	-	-	-	188,721	-	-
Due from other governmental units	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 378,075</u>	<u>\$ 456,782</u>	<u>\$ 1,949,737</u>	<u>\$ 100,645</u>	<u>\$ 3,443,214</u>	<u>\$ 1,086</u>	<u>\$ 3,246</u>
Liabilities and Fund Balances							
Liabilities							
Accounts and contracts payable	\$ 1,868	\$ 5,723	\$ 334,471	\$ -	\$ 103,765	\$ 37	\$ 2,817
Due to other funds	-	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	26,793	-	-
Unearned revenue	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,868</u>	<u>5,723</u>	<u>334,471</u>	<u>-</u>	<u>130,558</u>	<u>37</u>	<u>2,817</u>
Fund balances							
Restricted for:							
Public safety programs	376,207	451,059	-	100,645	-	1,049	429
Housing and community development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	3,312,656	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	1,615,266	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>376,207</u>	<u>451,059</u>	<u>1,615,266</u>	<u>100,645</u>	<u>3,312,656</u>	<u>1,049</u>	<u>429</u>
Total liabilities and fund balances	<u>\$ 378,075</u>	<u>\$ 456,782</u>	<u>\$ 1,949,737</u>	<u>\$ 100,645</u>	<u>\$ 3,443,214</u>	<u>\$ 1,086</u>	<u>\$ 3,246</u>

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

	Special Revenue Fund						
	Environmental Gross Receipts Tax	Health Care Services From MMCI Lease	Legislative Equipment Grants	Gasoline Tax Street Maintenance Fund	Public Safety Gross Receipts Tax	Keep Las Cruces Beautiful	Older Americans Act Programs
Assets							
Pooled cash and investments	\$ -	\$ 42,917	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	148,512	-	-	102,329	-	-	-
Receivables, net	-	-	-	-	-	-	-
Due from other governmental units	265,624	-	157,325	241,303	549,111	15,651	105,358
	<u>414,136</u>	<u>42,917</u>	<u>157,325</u>	<u>343,632</u>	<u>549,111</u>	<u>15,651</u>	<u>105,358</u>
Total assets	<u>\$ 414,136</u>	<u>\$ 42,917</u>	<u>\$ 157,325</u>	<u>\$ 343,632</u>	<u>\$ 549,111</u>	<u>\$ 15,651</u>	<u>\$ 105,358</u>
Liabilities and Fund Balances							
Liabilities							
Accounts and contracts payable	\$ -	\$ 24,920	\$ -	\$ 4,897	\$ -	\$ 3,031	\$ 16,585
Due to other funds	-	-	84,420	-	-	7,130	68,083
Accrued liabilities	-	-	-	14,981	-	-	20,690
Unearned revenue	-	-	72,905	-	-	5,286	-
Total liabilities	<u>-</u>	<u>24,920</u>	<u>157,325</u>	<u>19,878</u>	<u>-</u>	<u>15,447</u>	<u>105,358</u>
Fund balances							
Restricted for:							
Public safety programs	-	-	-	-	549,111	204	-
Housing and community development	-	-	-	-	-	-	-
Debt service	414,136	-	-	-	-	-	-
Public works	-	-	-	323,754	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	17,997	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>414,136</u>	<u>17,997</u>	<u>-</u>	<u>323,754</u>	<u>549,111</u>	<u>204</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 414,136</u>	<u>\$ 42,917</u>	<u>\$ 157,325</u>	<u>\$ 343,632</u>	<u>\$ 549,111</u>	<u>\$ 15,651</u>	<u>\$ 105,358</u>

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

	Special Revenue Fund						
	Cash in Lieu of Commodities	RSVP	State Library Resources Grant	Street Maintenance Operations	Flood Control Operations	Special Assessments/ Northrise Morningstar	Downtown Revitalization
Assets							
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,054,512	\$ -
Restricted cash and investments	-	-	-	431,245	79,048	-	46,464
Receivables, net	-	-	-	-	-	1,096,112	700
Due from other governmental units	14,334	12,155	111,839	1,059,614	151,427	-	-
Total assets	\$ 14,334	\$ 12,155	\$ 111,839	\$ 1,490,859	\$ 230,475	\$ 3,150,624	\$ 47,164
Liabilities and Fund Balances							
Liabilities							
Accounts and contracts payable	\$ -	\$ -	\$ 1,000	\$ 49,343	\$ 16,544	\$ -	\$ -
Due to other funds	14,334	10,717	110,839	-	-	-	-
Accrued liabilities	-	1,438	-	10,396	25,304	-	-
Unearned revenue	-	-	-	-	-	1,015,938	-
Total liabilities	14,334	12,155	111,839	59,739	41,848	1,015,938	-
Fund balances							
Restricted for:							
Public safety programs	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Public works	-	-	-	1,431,120	188,627	-	47,164
Parks and recreation	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	2,134,686	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	-	-	-	1,431,120	188,627	2,134,686	47,164
Total liabilities and fund balances	\$ 14,334	\$ 12,155	\$ 111,839	\$ 1,490,859	\$ 230,475	\$ 3,150,624	\$ 47,164

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

	Special Revenue Fund						
	State Operating Grants	Valley View Heske Garden	Griggs Walnut Plume	TIDD Dedicated Revenues	Las Cruces Convention Center	Public Safety Impact Fee	Federal Stimulus Operating
Assets							
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted cash and investments	752	189,530	805,341	5,516,483	-	628,976	-
Receivables, net	-	-	-	-	128,517	-	-
Due from other governmental units	34,968	-	-	281,708	-	-	150,191
	<u>35,720</u>	<u>189,530</u>	<u>805,341</u>	<u>5,798,191</u>	<u>128,517</u>	<u>628,976</u>	<u>150,191</u>
Total assets	<u>\$ 35,720</u>	<u>\$ 189,530</u>	<u>\$ 805,341</u>	<u>\$ 5,798,191</u>	<u>\$ 128,517</u>	<u>\$ 628,976</u>	<u>\$ 150,191</u>
Liabilities and Fund Balances							
Liabilities							
Accounts and contracts payable	\$ 3	\$ -	\$ 9,869	\$ -	\$ -	\$ -	\$ -
Due to other funds	34,965	-	-	-	-	-	150,191
Accrued liabilities	2	-	-	-	-	-	-
Unearned revenue	750	-	-	-	-	-	-
Total liabilities	<u>35,720</u>	<u>-</u>	<u>9,869</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>150,191</u>
Fund balances							
Restricted for:							
Public safety programs	-	-	-	-	-	628,976	-
Housing and community development	-	-	-	-	-	-	-
Debt service	-	-	-	-	128,517	-	-
Public works	-	-	795,472	5,798,191	-	-	-
Parks and recreation	-	189,530	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>189,530</u>	<u>795,472</u>	<u>5,798,191</u>	<u>128,517</u>	<u>628,976</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 35,720</u>	<u>\$ 189,530</u>	<u>\$ 805,341</u>	<u>\$ 5,798,191</u>	<u>\$ 128,517</u>	<u>\$ 628,976</u>	<u>\$ 150,191</u>

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

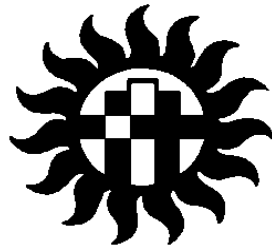
Capital Projects Fund							
	HUD Facilities	Public Parks	Street Improvement	Airport Improvement	Sales Tax-Street Maintenance	Flood Control	Capital Improvement Reserve
Assets							
Pooled cash and investments	\$ -	\$ 995,668	\$ 832,942	\$ -	\$ 3,166,167	\$ 2,193,215	\$ 3,877,695
Restricted cash and investments	97,888	-	-	-	3,207,769	807,972	-
Receivables, net	-	-	1,021,681	-	78,112	589	-
Due from other governmental units	-	82,082	485,806	613,605	-	-	-
Total assets	\$ 97,888	\$ 1,077,750	\$ 2,340,429	\$ 613,605	\$ 6,452,048	\$ 3,001,776	\$ 3,877,695
Liabilities and Fund Balances							
Liabilities							
Accounts and contracts payable	\$ -	\$ 34,423	\$ 13,290	\$ 21,787	\$ 719,534	\$ 221,611	\$ 176,903
Due to other funds	17,361	67,262	366,468	179,812	-	-	-
Accrued liabilities	-	-	-	-	-	-	-
Unearned revenue	-	-	1,018,419	400,350	107,373	-	-
Total liabilities	17,361	101,685	1,398,177	601,949	826,907	221,611	176,903
Fund balances							
Restricted for:							
Public safety programs	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Public works	80,527	-	571,638	-	101,489	207,820	-
Parks and recreation	-	-	-	-	-	-	-
Transportation	-	-	-	11,656	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	370,614	-	5,523,652	2,572,345	-
Parks and recreation	-	976,065	-	-	-	-	3,700,792
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	80,527	976,065	942,252	11,656	5,625,141	2,780,165	3,700,792
Total liabilities and fund balances	\$ 97,888	\$ 1,077,750	\$ 2,340,429	\$ 613,605	\$ 6,452,048	\$ 3,001,776	\$ 3,877,695

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

	Capital Projects Fund						
	Legislative Capital Improvements	State Capital Improvements	EDA West Mesa Industrial Park Fund	2003 Sales Tax Facilities and Parks	State Equipment Acquisition	2003 Sales Tax Street Lights	2005 GRT Public Improvements
Assets							
Pooled cash and investments	\$ -	\$ -	\$ 1,237,683	\$ 49,305	\$ -	\$ -	\$ 490,582
Restricted cash and investments	-	-	-	3,659,169	-	69,543	-
Receivables, net	-	-	1,990	-	-	-	-
Due from other governmental units	412	491,819	-	-	-	-	-
	<u>412</u>	<u>491,819</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 412</u>	<u>\$ 491,819</u>	<u>\$ 1,239,673</u>	<u>\$ 3,708,474</u>	<u>\$ -</u>	<u>\$ 69,543</u>	<u>\$ 490,582</u>
Liabilities and Fund Balances							
Liabilities							
Accounts and contracts payable	\$ -	\$ 37,740	\$ -	\$ 347,494	\$ -	\$ -	\$ 30,464
Due to other funds	412	454,079	-	-	-	-	-
Accrued liabilities	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Total liabilities	<u>412</u>	<u>491,819</u>	<u>-</u>	<u>347,494</u>	<u>-</u>	<u>-</u>	<u>30,464</u>
Fund balances							
Restricted for:							
Public safety programs	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Public works	-	-	-	3,360,980	-	69,543	460,118
Parks and recreation	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Committed for:							
Debt service	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Health-related programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Parks and recreation	-	-	1,239,673	-	-	-	-
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>1,239,673</u>	<u>3,360,980</u>	<u>-</u>	<u>69,543</u>	<u>460,118</u>
Total liabilities and fund balances	<u>\$ 412</u>	<u>\$ 491,819</u>	<u>\$ 1,239,673</u>	<u>\$ 3,708,474</u>	<u>\$ -</u>	<u>\$ 69,543</u>	<u>\$ 490,582</u>

City of Las Cruces
Combining Balance Sheet—Nonmajor Governmental Funds
June 30, 2013

Capital Projects Fund							
	Convention Center	NMFA Street Improvements	Stimulus Capital Projects	NMFA Parking Deck	TIDD Street Projects	2008 NMFA Griggs/Walnut/ Plume	Total
Assets							
Pooled cash and investments	\$ -	\$ -	\$ 35,972	\$ -	\$ 9,396	\$ -	\$ 15,190,610
Restricted cash and investments	698,433	44,036	-	-	-	-	30,108,356
Receivables, net	-	-	-	-	-	-	6,549,063
Due from other governmental units	-	-	-	-	-	-	5,667,842
Total assets	\$ 698,433	\$ 44,036	\$ 35,972	\$ -	\$ 9,396	\$ -	\$ 57,515,871
Liabilities and Fund Balances							
Liabilities							
Accounts and contracts payable	\$ -	\$ -	\$ 35,972	\$ -	\$ -	\$ -	\$ 2,296,949
Due to other funds	-	-	-	-	-	-	2,284,493
Accrued liabilities	-	-	-	-	-	-	154,347
Unearned revenue	-	-	-	-	-	-	6,770,749
Total liabilities	-	-	35,972	-	-	-	11,506,538
Fund balances							
Restricted for:							
Public safety programs	-	-	-	-	-	-	2,816,120
Housing and community development	-	-	-	-	-	-	86,135
Debt service	-	-	-	-	-	-	7,253,838
Public works	698,433	44,036	-	-	-	-	14,178,912
Parks and recreation	-	-	-	-	-	-	189,530
Transportation	-	-	-	-	-	-	11,656
Community and cultural services	-	-	-	-	-	-	3,312,656
Committed for:							
Debt service	-	-	-	-	-	-	2,134,686
Public safety programs	-	-	-	-	-	-	1,615,266
Health-related programs	-	-	-	-	-	-	17,997
Public works	-	-	-	-	9,396	-	8,476,007
Parks and recreation	-	-	-	-	-	-	5,916,530
Assigned to:							
Software fund	-	-	-	-	-	-	-
Office of Emergency Management Reserve	-	-	-	-	-	-	-
Vehicle acquisition fund	-	-	-	-	-	-	-
Public safety programs	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-
Total fund balances	698,433	44,036	-	-	9,396	-	46,009,333
Total liabilities and fund balances	\$ 698,433	\$ 44,036	\$ 35,972	\$ -	\$ 9,396	\$ -	\$ 57,515,871



City of Las Cruces

Combining Statement of Revenues, Expenditures, and Changes in Fund
Balance—Nonmajor Governmental Funds

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Special Revenue Fund					
	Debt Service Funds	Community Development Block Grant	Court Awarded Funds	MPO Urban Transportation	Fire	Police Protection
Revenues						
Taxes						
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-
State-shared	-	-	-	-	-	-
Charges for services	-	4,508	-	-	-	-
Fees and fines	-	-	112,673	-	-	-
Investment income (loss)	(205,610)	19,637	-	-	(18,665)	(3,474)
Licenses and permits	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Federal	-	1,746,886	-	-	500,199	484,980
State	-	-	-	266,476	418,242	524,708
Local	-	-	-	-	-	8,341
Other	839,212	238,406	-	-	-	87,279
Total revenues	<u>633,602</u>	<u>2,009,437</u>	<u>112,673</u>	<u>266,476</u>	<u>899,776</u>	<u>1,101,834</u>
Expenditures						
Current						
General government	-	-	-	-	-	-
Police	-	-	148,006	-	-	1,073,540
Fire	-	-	-	-	793,920	-
Community development	-	1,343,388	-	266,476	-	-
Community and cultural services	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Transportation	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-
Capital outlay	-	673,798	6,673	-	124,522	132,754
Debt service						
Principal	8,843,242	-	-	-	-	-
Interest and other charges	3,391,595	-	-	-	-	-
Total expenditures	<u>12,234,837</u>	<u>2,017,186</u>	<u>154,679</u>	<u>266,476</u>	<u>918,442</u>	<u>1,206,294</u>
Revenues over (under) expenditures	<u>(11,601,235)</u>	<u>(7,749)</u>	<u>(42,006)</u>	<u>-</u>	<u>(18,666)</u>	<u>(104,460)</u>
Other Financing Sources (Uses)						
Issuance of debt	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	98,952
Transfers in	11,028,226	-	-	-	-	-
Transfers out	(95,304)	-	-	-	-	-
Total other financing sources (uses)	<u>10,932,922</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>98,952</u>
Net change in fund balances	(668,313)	(7,749)	(42,006)	-	(18,666)	(5,508)
Fund balances, beginning of year	<u>7,379,498</u>	<u>93,884</u>	<u>401,353</u>	<u>-</u>	<u>185,821</u>	<u>157,192</u>
Fund balances, end of year	<u>\$ 6,711,185</u>	<u>\$ 86,135</u>	<u>\$ 359,347</u>	<u>\$ -</u>	<u>\$ 167,155</u>	<u>\$ 151,684</u>

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Special Revenue Fund						
	Emergency	Safe		Court	Juvenile	Lodgers' Tax	
	Medical Services	Traffic Safety	Traffic Operations Program	Automation	Prisoner Care	Recreation	and LCCVB
Revenues							
Taxes							
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-	1,913,524
State-shared	-	-	-	-	-	1,950	-
Charges for services	-	-	-	-	-	-	-
Fees and fines	-	29,807	876,240	118,179	239,785	3,150	-
Investment income (loss)	79	(1,102)	(3,306)	-	(83,317)	(3,957)	(108,847)
Licenses and permits	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Federal	-	-	-	-	-	-	-
State	19,577	-	-	-	-	-	(4,900)
Local	-	-	-	-	-	-	-
Other	-	-	-	7,920	-	-	2,476
Total revenues	<u>19,656</u>	<u>28,705</u>	<u>872,934</u>	<u>126,099</u>	<u>156,468</u>	<u>1,143</u>	<u>1,802,253</u>
Expenditures							
Current							
General government	-	-	-	-	-	-	-
Police	-	33,000	688,704	122,668	1,718,912	-	-
Fire	28,391	-	-	-	-	-	-
Community development	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	1,798,541
Public works	-	-	-	-	-	-	-
Transportation	-	-	146,973	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	168,647	-	-	-	-
Debt service	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Total expenditures	<u>28,391</u>	<u>33,000</u>	<u>1,004,324</u>	<u>122,668</u>	<u>1,718,912</u>	<u>-</u>	<u>1,798,541</u>
Revenues over (under) expenditures	<u>(8,735)</u>	<u>(4,295)</u>	<u>(131,390)</u>	<u>3,431</u>	<u>(1,562,444)</u>	<u>1,143</u>	<u>3,712</u>
Other Financing Sources (Uses)							
Issuance of debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	1,500,000	-	2,493,737
Transfers out	-	-	-	-	-	-	(2,025,564)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>-</u>	<u>468,173</u>
Net change in fund balances	(8,735)	(4,295)	(131,390)	3,431	(62,444)	1,143	471,885
Fund balances, beginning of year	<u>8,844</u>	<u>34,440</u>	<u>507,597</u>	<u>447,628</u>	<u>1,677,710</u>	<u>99,502</u>	<u>2,840,771</u>
Fund balances, end of year	<u>\$ 109</u>	<u>\$ 30,145</u>	<u>\$ 376,207</u>	<u>\$ 451,059</u>	<u>\$ 1,615,266</u>	<u>\$ 100,645</u>	<u>\$ 3,312,656</u>

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Special Revenue Fund						
	DWI	Judicial	Environmental	Health Care	Legislative	Gasoline Tax	Public Safety
	Prevention	Education	Gross Receipts Tax	Services From MMCI Lease	Equipment Grants	Street Maintenance Fund	Gross Receipts Tax
Revenues							
Taxes							
Gross receipts	\$ -	\$ -	\$ 2,684,809	\$ -	\$ -	\$ -	\$ 3,319,021
Property	-	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-	-
State-shared	-	-	-	-	-	1,546,274	-
Charges for services	-	-	-	-	-	-	-
Fees and fines	3,407	33,438	-	-	-	-	-
Investment income (loss)	-	-	-	(1,537)	-	(5,017)	-
Licenses and permits	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Federal	-	-	-	-	157,325	-	-
State	-	-	-	-	26,532	-	-
Local	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Total revenues	<u>3,407</u>	<u>33,438</u>	<u>2,684,809</u>	<u>(1,537)</u>	<u>183,857</u>	<u>1,541,257</u>	<u>3,319,021</u>
Expenditures							
Current							
General government	-	-	930,693	299,952	-	-	-
Police	2,358	33,009	-	-	-	-	2,259,332
Fire	-	-	-	-	26,532	-	1,112,805
Community development	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	536,784	-
Parks and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	157,325	-	-
Debt service	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Total expenditures	<u>2,358</u>	<u>33,009</u>	<u>930,693</u>	<u>299,952</u>	<u>183,857</u>	<u>536,784</u>	<u>3,372,137</u>
Revenues over (under) expenditures	<u>1,049</u>	<u>429</u>	<u>1,754,116</u>	<u>(301,489)</u>	<u>-</u>	<u>1,004,473</u>	<u>(53,116)</u>
Other Financing Sources (Uses)							
Issuance of debt	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-
Transfers in	183	4,983	-	300,000	-	-	-
Transfers out	-	-	(1,619,610)	-	-	(945,231)	-
Total other financing sources (uses)	<u>183</u>	<u>4,983</u>	<u>(1,619,610)</u>	<u>300,000</u>	<u>-</u>	<u>(945,231)</u>	<u>-</u>
Net change in fund balances	1,232	5,412	134,506	(1,489)	-	59,242	(53,116)
Fund balances, beginning of year	(183)	(4,983)	279,630	19,486	-	264,512	602,227
Fund balances, end of year	<u>\$ 1,049</u>	<u>\$ 429</u>	<u>\$ 414,136</u>	<u>\$ 17,997</u>	<u>\$ -</u>	<u>\$ 323,754</u>	<u>\$ 549,111</u>

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Special Revenue Fund							
	Keep Las Cruces Beautiful	Older Americans Act Programs	Cash in Lieu of Commodities	RSVP	State Library Resources Grant	Street Maintenance Operations	Flood Control Operations	Special Assessments/ Northrise Morningstar
Revenues								
Taxes								
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,098,281	\$ -	\$ -
Property	-	-	-	-	-	-	152,957	-
Lodgers	-	-	-	-	-	-	-	-
State-shared	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-	-	-
Investment income (loss)	-	-	-	-	-	(14,932)	(3,644)	(93,533)
Licenses and permits	-	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-	1,846,289
Intergovernmental	-	-	-	-	-	-	-	-
Federal	-	194,431	-	39,146	-	-	-	-
State	33,858	359,025	180,018	-	129,194	-	-	-
Local	-	-	-	-	-	-	-	-
Other	5,184	200,228	-	-	-	-	-	-
Total revenues	<u>39,042</u>	<u>753,684</u>	<u>180,018</u>	<u>39,146</u>	<u>129,194</u>	<u>1,083,349</u>	<u>149,313</u>	<u>1,752,756</u>
Expenditures								
Current								
General government	-	-	-	-	-	-	-	-
Police	38,838	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-
Community development	-	-	-	-	-	-	-	-
Community and cultural services	-	811,527	180,018	39,146	40,406	-	-	-
Public works	-	-	-	-	-	47,569	11,430	-
Transportation	-	-	-	-	-	587,022	749,256	-
Parks and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	5,751	-	-	88,788	-	-	-
Debt service								
Principal	-	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-	-
Total expenditures	<u>38,838</u>	<u>817,278</u>	<u>180,018</u>	<u>39,146</u>	<u>129,194</u>	<u>634,591</u>	<u>760,686</u>	<u>-</u>
Revenues over (under) expenditures	<u>204</u>	<u>(63,594)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>448,758</u>	<u>(611,373)</u>	<u>1,752,756</u>
Other Financing Sources (Uses)								
Issuance of debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	450,000	800,000	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>450,000</u>	<u>800,000</u>	<u>-</u>
Net change in fund balances	204	(63,594)	-	-	-	898,758	188,627	1,752,756
Fund balances, beginning of year	-	63,594	-	-	-	532,362	-	381,930
Fund balances, end of year	<u>\$ 204</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,431,120</u>	<u>\$ 188,627</u>	<u>\$ 2,134,686</u>

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Special Revenue Fund							
	Downtown Revitalization	State Operationing Grants	Valley View Heske Garden	Griggs Walnut Plume	TIDD Dedicated Revenues	Las Cruces Convention Center	Public Safety Impact Fee	Federal Stimulus Operating
Revenues								
Taxes								
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ 595,604	\$ -	\$ -	\$ -
Property	-	-	-	-	24,918	-	-	-
Lodgers	-	-	-	-	-	-	-	-
State-shared	-	-	-	-	1,514,708	-	-	-
Charges for services	-	-	-	185,383	-	-	-	-
Fees and fines	-	-	-	-	-	1,256,212	-	-
Investment income (loss)	(1,904)	-	(7,352)	(34,683)	(84,645)	(971)	(25,423)	-
Licenses and permits	-	-	-	-	-	-	-	-
Special assessments								
Intergovernmental	-	-	-	-	-	-	-	-
Federal	-	-	-	-	-	-	-	496,974
State	-	43,142	-	-	-	-	-	-
Local	-	-	-	-	-	-	-	-
Other	1,600	15,624	-	(27,564)	-	-	390,546	-
Total revenues	<u>(304)</u>	<u>58,766</u>	<u>(7,352)</u>	<u>123,136</u>	<u>2,050,585</u>	<u>1,255,241</u>	<u>365,123</u>	<u>496,974</u>
Expenditures								
Current								
General government	-	-	-	247,800	14,486	-	-	-
Police	-	-	-	-	-	-	-	496,974
Fire	-	-	-	-	-	-	-	-
Community development	-	4,195	-	-	-	-	-	-
Community and cultural services	-	41,216	-	-	-	-	-	-
Public works	50,000	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-
Parks and recreation	-	13,355	4,614	-	-	-	-	-
Capital outlay	-	-	-	5,297	-	-	-	-
Debt service								
Principal	-	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-	-
Total expenditures	<u>50,000</u>	<u>58,766</u>	<u>4,614</u>	<u>253,097</u>	<u>14,486</u>	<u>-</u>	<u>-</u>	<u>496,974</u>
Revenues over (under) expenditures	<u>(50,304)</u>	<u>-</u>	<u>(11,966)</u>	<u>(129,961)</u>	<u>2,036,099</u>	<u>1,255,241</u>	<u>365,123</u>	<u>-</u>
Other Financing Sources (Uses)								
Issuance of debt	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Transfers in	50,000	-	-	375,547	-	-	-	-
Transfers out	-	-	-	-	-	(1,237,071)	-	-
Total other financing sources (uses)	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>375,547</u>	<u>-</u>	<u>(1,237,071)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(304)	-	(11,966)	245,586	2,036,099	18,170	365,123	-
Fund balances, beginning of year	47,468	-	201,496	549,886	3,762,092	110,347	263,853	-
Fund balances, end of year	<u>\$ 47,164</u>	<u>\$ -</u>	<u>\$ 189,530</u>	<u>\$ 795,472</u>	<u>\$ 5,798,191</u>	<u>\$ 128,517</u>	<u>\$ 628,976</u>	<u>\$ -</u>

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

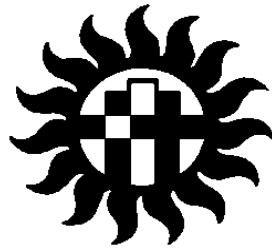
	Capital Project Fund						
	HUD Facilities	Public Parks Development	Street Improvement	Airport Improvement	Sales Tax- Street Maintenance	Flood Control	Capital Improvement Reserve
Revenues							
Taxes							
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ 5,540,313	\$ -	\$ -
Property	-	-	-	-	-	3,932,442	-
Lodgers	-	-	-	-	-	-	-
State-shared	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fees and fines	-	513,651	-	-	-	-	-
Investment income (loss)	28	(30,364)	12,585	11,655	(101,491)	(66,500)	(149,118)
Licenses and permits	-	-	-	-	-	-	-
Special assessments							
Intergovernmental	-	-	-	-	-	-	-
Federal	-	-	-	4,476,795	-	-	-
State	-	82,443	1,267,983	171,831	-	-	-
Local	-	-	-	-	-	-	-
Other	-	-	-	-	192,964	(79,590)	34,886
Total revenues	<u>28</u>	<u>565,730</u>	<u>1,280,568</u>	<u>4,660,281</u>	<u>5,631,786</u>	<u>3,786,352</u>	<u>(114,232)</u>
Expenditures							
Current							
General government	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-
Community development	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Public works	-	-	15,865	-	2,491,497	109,360	46,623
Transportation	-	-	-	180,067	-	-	-
Parks and recreation	-	2,779	-	-	-	-	-
Capital outlay	591,645	1,061,284	1,356,560	4,468,558	2,735,779	1,421,745	777,808
Debt service							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Total expenditures	<u>591,645</u>	<u>1,064,063</u>	<u>1,372,425</u>	<u>4,648,625</u>	<u>5,227,276</u>	<u>1,531,105</u>	<u>824,431</u>
Revenues over (under) expenditures	<u>(591,617)</u>	<u>(498,333)</u>	<u>(91,857)</u>	<u>11,656</u>	<u>404,510</u>	<u>2,255,247</u>	<u>(938,663)</u>
Other Financing Sources (Uses)							
Issuance of debt	-	11,181	-	-	-	-	-
Sale of capital assets	-	-	-	-	2,749	-	-
Transfers in	-	11,853	9,970	-	19,008	14,973	600,000
Transfers out	-	-	(11,853)	-	(3,324,760)	(3,042,206)	-
Total other financing sources (uses)	<u>-</u>	<u>23,034</u>	<u>(1,883)</u>	<u>-</u>	<u>(3,303,003)</u>	<u>(3,027,233)</u>	<u>600,000</u>
Net change in fund balances	(591,617)	(475,299)	(93,740)	11,656	(2,898,493)	(771,986)	(338,663)
Fund balances, beginning of year	672,144	1,451,364	1,035,992	-	8,523,634	3,552,151	4,039,455
Fund balances, end of year	<u>\$ 80,527</u>	<u>\$ 976,065</u>	<u>\$ 942,252</u>	<u>\$ 11,656</u>	<u>\$ 5,625,141</u>	<u>\$ 2,780,165</u>	<u>\$ 3,700,792</u>

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Capital Project Fund						
	2003						
	Legislative Capital Improvements	State Capital Improvements	EDA West Mesa Industrial Park Fund	Sales Tax Facilities and Parks	NMFA Loans- Equipment Acquisition	2003 Sales Tax Street Lights	2005 GRT Public Improvements
Revenues							
Taxes							
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property	-	-	-	-	-	-	-
Lodgers	-	-	-	-	-	-	-
State-shared	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fees and fines	-	-	-	-	-	-	-
Investment income (loss)	-	-	(49,519)	561	68	(2,702)	(17,599)
Licenses and permits	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Intergovernmental							
Federal	762,020	-	-	-	-	-	-
State	-	495,868	-	-	-	-	-
Local	-	-	-	-	-	-	-
Other	-	-	211,549	-	-	-	-
Total revenues	<u>762,020</u>	<u>495,868</u>	<u>162,030</u>	<u>561</u>	<u>68</u>	<u>(2,702)</u>	<u>(17,599)</u>
Expenditures							
Current							
General government	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-
Community development	-	-	-	-	-	-	-
Community and cultural services	-	-	-	-	-	-	-
Public works	-	-	7,836	179,080	-	-	-
Transportation	-	-	-	-	-	-	-
Parks and recreation	-	-	-	-	-	-	-
Capital outlay	762,020	495,868	-	1,315,553	940,000	-	38,840
Debt service							
Principal	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-
Total expenditures	<u>762,020</u>	<u>495,868</u>	<u>7,836</u>	<u>1,494,633</u>	<u>940,000</u>	<u>-</u>	<u>38,840</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>154,194</u>	<u>(1,494,072)</u>	<u>(939,932)</u>	<u>(2,702)</u>	<u>(56,439)</u>
Other Financing Sources (Uses)							
Issuance of debt	-	-	-	-	-	-	-
Sale of Capital Assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(14,982)	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,982)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	154,194	(1,494,072)	(954,914)	(2,702)	(56,439)
Fund balances, beginning of year	<u>-</u>	<u>-</u>	<u>1,085,479</u>	<u>4,855,052</u>	<u>954,914</u>	<u>72,245</u>	<u>516,557</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,239,673</u>	<u>\$ 3,360,980</u>	<u>\$ -</u>	<u>\$ 69,543</u>	<u>\$ 460,118</u>

City of Las Cruces
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balance—Nonmajor Governmental Funds
For the Year Ended June 30, 2013

	Capital Project Fund						
	Las Cruces Convention Center	NMFA Street Improvements	Stimulus Capital Projects	NMFA Parking Deck	TIDD Street Projects	2008 NMFA Griggs/Walnut/ Plume	Total
Revenues							
Taxes							
Gross receipts	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,238,028
Property	-	-	-	-	-	-	4,110,317
Lodgers	-	-	-	-	-	-	1,913,524
State-shared	-	-	-	-	-	-	3,062,932
Charges for services	-	-	-	-	-	-	189,891
Fees and fines	-	-	-	-	-	-	3,186,542
Investment income (loss)	(61,382)	(1,589)	(1,893)	1,648	(365)	-	(1,138,180)
Licenses and permits	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	1,846,289
Intergovernmental	-	-	-	-	-	-	-
Federal	-	-	475,908	-	-	-	9,334,664
State	-	-	-	-	-	-	4,013,997
Local	-	-	-	-	-	-	8,341
Other	-	-	-	-	-	-	2,120,720
Total revenues	<u>(61,382)</u>	<u>(1,589)</u>	<u>474,015</u>	<u>1,648</u>	<u>(365)</u>	<u>-</u>	<u>41,887,065</u>
Expenditures							
Current							
General government	-	-	-	-	-	-	1,492,931
Police	-	-	-	-	-	-	6,615,341
Fire	-	-	-	-	-	-	1,961,648
Community development	-	-	-	-	-	-	1,614,059
Community and cultural services	1,300	-	-	-	-	-	2,912,154
Public works	-	-	-	-	-	-	2,959,260
Transportation	-	-	-	-	-	-	2,200,102
Parks and recreation	-	-	-	-	-	-	20,748
Capital outlay	14,311	20,149	475,908	137,700	-	33,126	18,010,409
Debt service	-	-	-	-	-	-	-
Principal	-	-	-	-	-	-	8,843,242
Interest and other charges	-	-	-	-	-	331	3,391,926
Total expenditures	<u>15,611</u>	<u>20,149</u>	<u>475,908</u>	<u>137,700</u>	<u>-</u>	<u>33,457</u>	<u>50,021,820</u>
Revenues over (under) expenditures	<u>(76,993)</u>	<u>(21,738)</u>	<u>(1,893)</u>	<u>(136,052)</u>	<u>(365)</u>	<u>(33,457)</u>	<u>(8,134,755)</u>
Other Financing Sources (Uses)							
Issuance of debt	-	-	-	-	-	33,457	44,638
Sale of Capital Assets	-	-	-	-	-	-	101,701
Transfers in	-	-	-	-	-	-	17,658,480
Transfers out	(1,556,846)	-	-	(2,531)	-	-	(13,875,958)
Total other financing sources (uses)	<u>(1,556,846)</u>	<u>-</u>	<u>-</u>	<u>(2,531)</u>	<u>-</u>	<u>33,457</u>	<u>3,928,861</u>
Net change in fund balances	(1,633,839)	(21,738)	(1,893)	(138,583)	(365)	-	(4,205,894)
Fund balances, beginning of year	2,332,272	65,774	1,893	138,583	9,761	-	50,215,227
Fund balances, end of year	<u>\$ 698,433</u>	<u>\$ 44,036</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,396</u>	<u>\$ -</u>	<u>\$ 46,009,333</u>



City of Las Cruces

Nonmajor Enterprise Funds

City of Las Cruces
Combining Statement of Net Position—Nonmajor Enterprise Funds
June 30, 2013

	Transit & Intermodal	Alternative Fuel Station	Clean Community Commission	Totals
Assets				
Current assets				
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -
Accounts receivable, net of allowance for uncollectible accounts	953	-	-	953
Due from other governments	1,170,932	-	-	1,170,932
Total current assets	<u>1,171,885</u>	<u>-</u>	<u>-</u>	<u>1,171,885</u>
Capital assets	10,564,267	397,107	-	10,961,374
Less: accumulated depreciation	<u>(4,657,508)</u>	<u>(309,905)</u>	<u>-</u>	<u>(4,967,413)</u>
Net capital assets	<u>5,906,759</u>	<u>87,202</u>	<u>-</u>	<u>5,993,961</u>
Total assets	<u>7,078,644</u>	<u>87,202</u>	<u>-</u>	<u>7,165,846</u>
Liabilities				
Current liabilities				
Accounts and contracts payable	540,545	-	-	540,545
Due to other funds	131,344	-	-	131,344
Accrued liabilities	103,134	-	-	103,134
Current portion of non-current liabilities	<u>26,131</u>	<u>-</u>	<u>-</u>	<u>26,131</u>
Total current liabilities	<u>801,154</u>	<u>-</u>	<u>-</u>	<u>801,154</u>
Non-current liabilities				
Compensated absences	<u>104,522</u>	<u>-</u>	<u>-</u>	<u>104,522</u>
Total non-current liabilities	<u>104,522</u>	<u>-</u>	<u>-</u>	<u>104,522</u>
Total liabilities	<u>905,676</u>	<u>-</u>	<u>-</u>	<u>905,676</u>
Net Position				
Net investment in capital assets	5,906,759	87,202	-	5,993,961
Unrestricted	<u>266,209</u>	<u>-</u>	<u>-</u>	<u>266,209</u>
Total net position	<u>\$ 6,172,968</u>	<u>\$ 87,202</u>	<u>\$ -</u>	<u>\$ 6,260,170</u>

City of Las Cruces
Combining Statement of Revenues, Expenses, and Changes in
Net Position—Nonmajor Enterprise Funds
For the Year Ended June 30, 2013

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Operating Revenues				
Sales/charges	\$ 636,572	\$ -	\$ -	\$ 636,572
Other	<u>362</u>	<u>-</u>	<u>-</u>	<u>362</u>
Total operating revenues	<u>636,934</u>	<u>-</u>	<u>-</u>	<u>636,934</u>
Operating Expenses				
Personnel services	2,527,605	-	-	2,527,605
Supplies	214,908	-	-	214,908
Utilities	23,664	-	-	23,664
Professional services	61,161	-	-	61,161
Motor pool charges	578,415	-	-	578,415
Motor fuel	295,168	-	-	295,168
Repairs and maintenance	128,230	-	-	128,230
Depreciation and amortization	497,642	28,981	-	526,623
Administrative charges	-	-	-	-
Insurance	39,941	-	-	39,941
Other	<u>49,421</u>	<u>-</u>	<u>-</u>	<u>49,421</u>
Total operating expenses	<u>4,416,155</u>	<u>28,981</u>	<u>-</u>	<u>4,445,136</u>
Operating income (loss)	<u>(3,779,221)</u>	<u>(28,981)</u>	<u>-</u>	<u>(3,808,202)</u>
Non-operating Revenues (Expenses)				
Loss on disposition of capital assets	(882)	-	(4,240)	(5,122)
Grants	<u>3,185,020</u>	<u>-</u>	<u>-</u>	<u>3,185,020</u>
Total non-operating revenues (expenses)	<u>3,184,138</u>	<u>-</u>	<u>(4,240)</u>	<u>3,179,898</u>
Income (loss) before transfers	(595,083)	(28,981)	(4,240)	(623,182)
Transfers in	1,913,944	-	-	1,913,944
Transfers out	<u>-</u>	<u>-</u>	<u>(106,555)</u>	<u>(106,555)</u>
Increase (decrease) in fund net position	1,318,861	(28,981)	(110,795)	1,184,207
Net position, beginning of year	<u>4,854,107</u>	<u>116,183</u>	<u>110,795</u>	<u>5,081,085</u>
Total net position, end of year	<u><u>\$ 6,172,968</u></u>	<u><u>\$ 87,202</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 6,260,170</u></u>

City of Las Cruces
Combining Statement of Cash Flows—Nonmajor Enterprise Funds
For the Year Ended June 30, 2013

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Cash flows from operating activities				
Cash received from customers	\$ 639,457	\$ -	\$ -	\$ 639,457
Cash paid to suppliers	(850,510)	-	-	(850,510)
Cash paid to employees	(2,496,829)	-	-	(2,496,829)
Internal activity—payments from other funds	131,344	-	-	131,344
Other receipts	<u>362</u>	<u>-</u>	<u>-</u>	<u>362</u>
Net cash (used by) operating activities	<u>(2,576,176)</u>	<u>-</u>	<u>-</u>	<u>(2,576,176)</u>
Cash flows from non-capital financing activities				
Operating grants	2,690,476	-	-	2,690,476
Transfers in	1,913,944	-	-	1,913,944
Transfers out	<u>-</u>	<u>-</u>	<u>(106,555)</u>	<u>(106,555)</u>
Net cash provided by non-capital financing activities	<u>4,604,420</u>	<u>-</u>	<u>(106,555)</u>	<u>4,497,865</u>
Cash flows from capital financing activities				
Sale (purchase) of capital assets	(2,479,807)	-	1,413	(2,478,394)
Grants	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net cash (used by) capital financing activities	<u>(2,479,807)</u>	<u>-</u>	<u>1,413</u>	<u>(2,478,394)</u>
Cash flows from investing activities				
Net increase (decrease) in pooled cash and investments	(451,563)	-	(105,141)	(556,704)
Pooled cash and investments, beginning of year	<u>451,563</u>	<u>-</u>	<u>105,141</u>	<u>556,704</u>
Pooled cash and investments, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

City of Las Cruces
Combining Statement of Cash Flows—Nonmajor Enterprise Funds — continued
For the Year Ended June 30, 2013

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Reconciliation of operating income to net cash provided (used) by operating activities				
Operating income (loss)	\$ (3,779,221)	\$ (28,981)	\$ -	\$ (3,808,202)
Adjustments to reconcile operating income to net cash (used) by operating activities:				
Depreciation and amortization	497,642	28,981	-	526,623
Change in assets and liabilities				
Accounts receivable	2,885	-	-	2,885
Due from (to) other funds	131,344	-	-	131,344
Deferred revenue	-	-	-	-
Accounts and contracts payable	540,398	-	-	540,398
Wages payable and accrued liabilities	30,776	-	-	30,776
Total adjustments	<u>1,203,045</u>	<u>28,981</u>	<u>-</u>	<u>1,232,026</u>
Net cash (used) by operating activities	<u>\$ (2,576,176)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (2,576,176)</u>
Cash and investments at June 30 consisted of:				
Current assets:				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Non-current assets:				
Restricted cash and investments	-	-	-	-
Total cash and investments, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Internal Service Funds

City of Las Cruces
Combining Statement of Net Position—Internal Service Funds
June 30, 2013

	Internal Services	Self Insurance	Totals
Assets			
Current assets			
Pooled cash and investments	\$ 184,700	\$ 19,300,373	\$ 19,485,073
Accounts receivable, net of allowance for uncollectible accounts	2,998	9,947	12,945
Due from other governments	-	-	-
Inventories	350,283	-	350,283
Total current assets	<u>537,981</u>	<u>19,310,320</u>	<u>19,848,301</u>
Capital assets	4,578,778	40,110	4,618,888
Less accumulated depreciation	<u>(4,461,405)</u>	<u>(40,110)</u>	<u>(4,501,515)</u>
Capital assets, net	<u>117,373</u>	<u>-</u>	<u>117,373</u>
Total assets	<u>655,354</u>	<u>19,310,320</u>	<u>19,965,674</u>
Liabilities			
Current liabilities			
Accounts and contracts payable	135,791	169,222	305,013
Accrued liabilities	47,838	4,792	52,630
Current portion of non-current liabilities	<u>13,405</u>	<u>1,652,656</u>	<u>1,666,061</u>
Total current liabilities	<u>197,034</u>	<u>1,826,670</u>	<u>2,023,704</u>
Non-current liabilities			
Compensated absences	53,620	1,597	55,217
Estimated liability for insurance claims	<u>-</u>	<u>3,827,740</u>	<u>3,827,740</u>
Total non-current liabilities	<u>53,620</u>	<u>3,829,337</u>	<u>3,882,957</u>
Total liabilities	<u>250,654</u>	<u>5,656,007</u>	<u>5,906,661</u>
Net Position			
Invested in capital assets	117,373	-	117,373
Unrestricted	<u>287,327</u>	<u>13,654,313</u>	<u>13,941,640</u>
Total net position	<u>\$ 404,700</u>	<u>\$ 13,654,313</u>	<u>\$ 14,059,013</u>

City of Las Cruces
Combining Statement of Revenues, Expenses, and Changes in
Fund Net Position—*Internal Service Funds*
For the Year Ended June 30, 2013

	Internal Services	Self Insurance	Totals
Operating Revenues			
Motor pool charges	\$ 5,329,640	\$ -	\$ 5,329,640
Rental charges and other	121,610	967,352	1,088,962
Charges for insurance	-	2,729,596	2,729,596
Total operating revenues	<u>5,451,250</u>	<u>3,696,948</u>	<u>9,148,198</u>
Cost of services	<u>2,934,849</u>	-	<u>2,934,849</u>
Gross margin	<u>2,516,401</u>	<u>3,696,948</u>	<u>6,213,349</u>
Operating Expenses			
Personnel services	1,165,666	140,128	1,305,794
Supplies	1,523,873	3,478	1,527,351
Utilities	72,524	-	72,524
Professional services	147,992	302,087	450,079
Motor pool charges	21,171	-	21,171
Repairs and maintenance	92,442	-	92,442
Rent	293	-	293
Depreciation	73,527	36	73,563
Claims and judgments (benefits)	-	(1,268,834)	(1,268,834)
Insurance	55,000	-	55,000
Other	6,125	2,152	8,277
Total operating expenses	<u>3,158,613</u>	<u>(820,953)</u>	<u>2,337,660</u>
Operating income (loss)	<u>(642,212)</u>	<u>4,517,901</u>	<u>3,875,689</u>
Non-operating Revenues (Expenses)			
Investment income (loss)	41,107	(768,100)	(726,993)
Gain on sale of capital assets	19,186	-	19,186
Total non-operating revenues (expenses)	<u>60,293</u>	<u>(768,100)</u>	<u>(707,807)</u>
Income (loss) before transfers	(581,919)	3,749,801	3,167,882
Transfers in	1,250,000	2,228,562	3,478,562
Transfers out	<u>(115,575)</u>	<u>(603,985)</u>	<u>(719,560)</u>
Increase (decrease) in fund net position	552,506	5,374,378	5,926,884
Net position, beginning of year	<u>(147,806)</u>	<u>8,279,935</u>	<u>8,132,129</u>
Net position, end of year	<u>\$ 404,700</u>	<u>\$ 13,654,313</u>	<u>\$ 14,059,013</u>

City of Las Cruces
Combining Statement of Cash Flows—Internal Service Funds
For the Year Ended June 30, 2013

	Internal Services	Self Insurance	Totals
Cash flows from operating activities			
Cash received from customers (including other funds)	\$ 5,448,252	\$ 3,696,949	\$ 9,145,201
Cash paid to suppliers	(4,718,604)	(487,235)	(5,205,839)
Cash paid to employees	(1,168,969)	(8,796)	(1,177,765)
Claims paid	-	(1,726,681)	(1,726,681)
Other receipts	-	-	-
Net cash provided (used) by operating activities	<u>(439,321)</u>	<u>1,474,237</u>	<u>1,034,916</u>
Cash flows from non-capital financing activities			
Transfers in	1,250,000	2,228,562	3,478,562
Transfers out	<u>(115,575)</u>	<u>(603,985)</u>	<u>(719,560)</u>
Net cash provided by non-capital financing activities	<u>1,134,425</u>	<u>1,624,577</u>	<u>2,759,002</u>
Cash flows from capital and related financing activities			
Transfer of capital assets	<u>(817)</u>	<u>-</u>	<u>(817)</u>
Net cash (used) by capital and related financing activities	<u>(817)</u>	<u>-</u>	<u>(817)</u>
Cash flows from investing activities			
Interest received	<u>41,107</u>	<u>(768,100)</u>	<u>(726,993)</u>
Net cash provided (used) by investing activities	<u>41,107</u>	<u>(768,100)</u>	<u>(726,993)</u>
Net increase (decrease) in cash and cash equivalents	735,394	2,330,714	3,066,108
Cash and cash equivalents, beginning of year	<u>(550,694)</u>	<u>16,969,659</u>	<u>16,418,965</u>
Cash and cash equivalents, end of year	<u>\$ 184,700</u>	<u>\$ 19,300,373</u>	<u>\$ 19,485,073</u>

(Continued)

City of Las Cruces
Combining Statement of Cash Flows—*Internal Service Funds* — continued
For the Year Ended June 30, 2013

	Internal Services	Self Insurance	Totals
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	\$ (642,212)	\$ 4,517,901	\$ 3,875,689
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation	73,527	36	73,563
Change in assets and liabilities:			
Accounts receivables	(2,998)	-	(2,998)
Inventories	18,472	-	18,472
Due from governmental agencies	37,718	-	37,718
Accounts and contracts payable	79,475	(39,390)	40,085
Estimated liability for insurance claims	-	(2,995,514)	(2,995,514)
Wages payable and accrued liabilities	(3,303)	(8,796)	(12,099)
Total adjustments	<u>202,891</u>	<u>(3,043,664)</u>	<u>(2,840,773)</u>
Net cash provided (used) by operating activities	<u>\$ (439,321)</u>	<u>\$ 1,474,237</u>	<u>\$ 1,034,916</u>

Agency Funds

City of Las Cruces
Schedule of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
Mesilla Valley Regional Dispatch Authority				
Assets				
Pooled cash and investments	\$ 412,533	\$ 2,952,139	\$ 2,933,104	\$ 431,568
Accounts receivable	13,000	71,260	52,019	32,241
Receivable from other governments	14,697	1,544,823	1,428,796	130,724
	<u>440,230</u>	<u>4,568,222</u>	<u>4,413,919</u>	<u>594,533</u>
Total assets	\$ 440,230	\$ 4,568,222	\$ 4,413,919	\$ 594,533
Liabilities				
Accounts and contracts payable	\$ 1,466	\$ 581,855	\$ 574,016	\$ 9,305
Accrued wages payable	155,382	852,422	848,914	158,890
Funds held for others	283,382	143,345	389	426,338
	<u>440,230</u>	<u>1,577,622</u>	<u>1,423,319</u>	<u>594,533</u>
Total liabilities	\$ 440,230	\$ 1,577,622	\$ 1,423,319	\$ 594,533
Metro Narcotics Fund				
Assets				
Pooled cash and investments	\$ 978,838	\$ 1,629,176	\$ 1,778,740	\$ 829,274
Accounts receivable	7,190	99,946	104,554	2,582
Receivable from other governments	81,490	1,099,823	1,101,050	80,263
	<u>1,067,518</u>	<u>2,828,945</u>	<u>2,984,344</u>	<u>912,119</u>
Total assets	\$ 1,067,518	\$ 2,828,945	\$ 2,984,344	\$ 912,119
Liabilities				
Accounts and contracts payable	\$ 38,157	\$ 1,238,993	\$ 1,251,070	\$ 26,080
Accrued wages payable	12,067	68,014	68,236	11,845
Funds held for others	1,017,294	41,398	184,498	874,194
	<u>1,067,518</u>	<u>1,348,405</u>	<u>1,503,804</u>	<u>912,119</u>
Total liabilities	\$ 1,067,518	\$ 1,348,405	\$ 1,503,804	\$ 912,119
Branigan Estate Fund				
Assets				
Pooled cash and investments	\$ 2,880,580	\$ 106,414	\$ 341,191	\$ 2,645,803
	<u>2,806,508</u>	<u>106,414</u>	<u>341,191</u>	<u>2,645,803</u>
Total assets	\$ 2,806,508	\$ 106,414	\$ 341,191	\$ 2,645,803
Liabilities				
Accounts and contracts payable	\$ -	\$ 49,534	\$ 49,270	\$ 264
Funds held for others	2,880,580	-	235,041	2,645,539
	<u>2,806,508</u>	<u>49,534</u>	<u>284,311</u>	<u>2,645,803</u>
Total liabilities	\$ 2,806,508	\$ 49,534	\$ 284,311	\$ 2,645,803

(Continued)

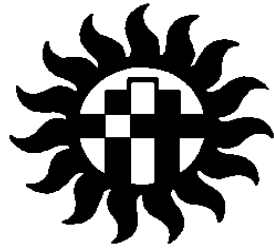
City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Funds
For the Year Ended June 30, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
Gifts and Memorials Fund				
Assets				
Pooled cash and investments	\$ 197,185	\$ 136,700	\$ 36,698	\$ 297,187
Accounts receivable	<u>1,400</u>	<u>500</u>	<u>-</u>	<u>1,900</u>
Total assets	<u>\$ 198,585</u>	<u>\$ 137,200</u>	<u>\$ 36,698</u>	<u>\$ 299,087</u>
Liabilities				
Accounts and contracts payable	\$ -	\$ 2,608	\$ 2,608	\$ -
Funds held for others	<u>198,585</u>	<u>100,502</u>	<u>-</u>	<u>299,087</u>
Total liabilities	<u>\$ 198,585</u>	<u>\$ 103,110</u>	<u>\$ 2,608</u>	<u>\$ 299,087</u>
Employee Benefits Committee				
Assets				
Pooled cash and investments	\$ 24,118	\$ 4,688	\$ 5,316	\$ 23,490
Total assets	<u>\$ 24,118</u>	<u>\$ 4,688</u>	<u>\$ 5,316</u>	<u>\$ 23,490</u>
Liabilities				
Due to fiscal agent	\$ -	\$ -	\$ -	\$ -
Accounts and contracts payable	-	250	250	-
Funds held for others	<u>24,118</u>	<u>8,444</u>	<u>9,072</u>	<u>23,490</u>
Total liabilities	<u>\$ 24,118</u>	<u>\$ 8,694</u>	<u>\$ 9,322</u>	<u>\$ 23,490</u>
Veteran's Museum				
Assets				
Pooled cash and investments	\$ 160	\$ 2	\$ 162	\$ -
Total assets	<u>\$ 160</u>	<u>\$ 2</u>	<u>\$ 162</u>	<u>\$ -</u>
Liabilities				
Funds held for others	\$ 160	\$ 163	\$ 323	\$ -
Total liabilities	<u>\$ 160</u>	<u>\$ 163</u>	<u>\$ 323</u>	<u>\$ -</u>
Veteran's Memorial Wall				
Assets				
Pooled cash and investments	\$ 20,085	\$ 1,013	\$ 1,306	\$ 19,792
Total assets	<u>\$ 20,085</u>	<u>\$ 1,013</u>	<u>\$ 1,306</u>	<u>\$ 19,792</u>
Liabilities				
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ -
Funds held for others	<u>20,085</u>	<u>-</u>	<u>293</u>	<u>19,792</u>
Total liabilities	<u>\$ 20,085</u>	<u>\$ -</u>	<u>\$ 293</u>	<u>\$ 19,792</u>

(Continued)

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Funds
For the Year Ended June 30, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
Animal Services of Mesilla Valley				
Assets				
Pooled cash and investments	\$ 527,616	\$ 2,357,979	\$ 2,222,908	\$ 662,687
Receivable from other governments	-	917,787	917,787	-
Total assets	<u>\$ 527,616</u>	<u>\$ 3,275,766</u>	<u>\$ 3,140,695</u>	<u>\$ 662,687</u>
Liabilities				
Due to fiscal agent	\$ -	\$ -	\$ -	\$ -
Accounts and contracts payable	2,849	456,483	451,469	7,863
Accrued wages payable	56,962	454,267	442,317	68,912
Unearned revenue	-	28,300	-	28,300
Funds held for others	467,805	137,197	47,390	557,612
Total liabilities	<u>\$ 527,616</u>	<u>\$ 1,076,247</u>	<u>\$ 941,176</u>	<u>\$ 662,687</u>
Total – All Fiduciary Funds				
Assets				
Pooled cash and investments	\$ 5,041,115	\$ 7,188,111	\$ 7,319,425	\$ 4,909,801
Accounts receivable	21,590	171,706	156,573	36,723
Receivable from other governments	96,187	3,562,433	3,447,633	210,987
Total assets	<u>\$ 5,158,892</u>	<u>\$ 10,922,250</u>	<u>\$ 10,923,631</u>	<u>\$ 5,157,511</u>
Liabilities				
Due to fiscal agent	\$ -	\$ -	\$ -	\$ -
Accounts and contracts payable	42,472	2,378,870	2,377,830	43,512
Accrued wages payable	224,411	1,374,703	1,359,467	239,647
Unearned revenue	-	28,300	-	28,300
Funds held for others	4,892,009	431,049	477,006	4,846,052
Total liabilities	<u>\$ 5,158,892</u>	<u>\$ 4,212,922</u>	<u>\$ 4,214,303</u>	<u>\$ 5,157,511</u>



City of Las Cruces

Budgetary Comparison Schedules

In accordance with GASB Statement No. 34 and the New Mexico State Auditor Rule, the comparisons of budget and actual for the General Fund are presented in the basic financial statements. All other fund budgetary comparisons are presented in the following pages as supplementary information.

Schedules of Revenues, Expenditures, and Changes in Fund Balance—Budget and Actual—Governmental Funds

Debt Service Fund

Special Revenue Funds

- ◆ Community Development
- ◆ Court Awarded Funds
- ◆ MPO Urban Transportation
- ◆ Fire
- ◆ Police Protection
- ◆ Federal Stimulus Operating
- ◆ Emergency Medical Services
- ◆ Traffic Safety
- ◆ Safe Traffic Operations Program
- ◆ Court Automation
- ◆ Prisoner Care
- ◆ Juvenile Recreation
- ◆ Lodgers' Tax and LCCVB
- ◆ DWI Prevention
- ◆ Judicial Education
- ◆ Environmental Gross Receipts Tax
- ◆ Health Care Services from MMCI Lease
- ◆ Legislative Equipment Grants
- ◆ Gasoline Tax Street Maintenance Fund
- ◆ Public Safety Gross Receipts Tax
- ◆ Keep Las Cruces Beautiful
- ◆ Older Americans Act Programs
- ◆ Cash in Lieu of Commodities
- ◆ RSVP
- ◆ State Library Resources Grant
- ◆ Street Maintenance Operations
- ◆ Flood Control Operations
- ◆ Special Assessments-Northrise/Morningstar
- ◆ Downtown Revitalization
- ◆ State Operating Grants
- ◆ Valley View Heske Garden
- ◆ Griggs and Walnut Plume
- ◆ TIDD Dedicated Revenues
- ◆ Las Cruces Convention Center
- ◆ Public Safety Impact Fee

Capital Projects Funds

- ◆ HUD Facilities Projects
- ◆ Public Parks Development
- ◆ Street Improvement
- ◆ Airport Improvement
- ◆ Sales Tax–Street Maintenance
- ◆ Flood Control
- ◆ Capital Improvement Reserve
- ◆ Legislative Capital Improvements
- ◆ State Capital Improvements
- ◆ EDA West Mesa Industrial Park
- ◆ 2003 Sales Tax Facilities and Parks
- ◆ NMFA Loans Equipment Acquisition
- ◆ 2003 Sales Tax Street Lights
- ◆ 2005 Gross Receipts Tax Public Improvements
- ◆ Las Cruces Convention Center
- ◆ NMFA Street Improvements
- ◆ Stimulus Capital Projects
- ◆ NMFA Parking Deck
- ◆ TIDD Street Projects
- ◆ 2008 NMFA Griggs/Walnut/Plume

Debt Service Fund

Debt Service Fund: Accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Community Development Block Grant: The Community Development Fund accounts for the operation and installation of capital improvement projects, home rehabilitation, and social projects. Funding is from HUD, housing loan and interest repayment, and performance bond payments. PL 93-383 Title 1 of the Housing and Community Development Act of 1974 requires that this grant be used for these purposes.

Court Awarded Funds: To provide for drug enforcement activities. Funding is from federal High Intensity Drug Traffic-seized funds and may only be used for drug enforcement activities, and must comply with federal financial and administrative requirements of OJP M7100.ID.

MPO Urban Transportation: To provide for the transportation needs of the community. Funding sources are from the Federal Highway Administration, the Urban Mass Transportation Administration, and the General Fund. The fund was created in 1982 when the Metropolitan Planning Organization was formed through a joint powers agreement. Such grants provide for the payment of current transportation operating expenses and may be used only for that purpose. City Resolution N. 94-236 requires the fund to be used only in this manner.

Fire: To provide for the purchase of fire equipment. Funding is provided by the State Fire Fund. State law requires these funds to be used for fire supplies and equipment to help maintain the fire department. (Section 979, Article 52, New Mexico State Insurance Code)

Police Protection: To provide for the purchase of police equipment and police expenses associated with advanced law enforcement planning and training. The funding source is a state grant. State law (Section 5, Chapter 289, Laws of 1983) requires these funds to be used to operate the police department.

Federal Stimulus Operating: To account for various public operations and improvements.

Emergency Medical Services: To provide for emergency medical services provided through fire department activities. Funding is through a state grant from the New Mexico Department of Health, which requires separate fund accounting according to EMS Regulation DOH 94-11.

Traffic Safety: To provide for traffic safety education. Funding is provided by a penalty assessment of \$3.00 per traffic ticket. City Ordinance No. 0-1232, May 1991 requires the fund be used only in this manner.

Special Revenue Funds

— continued —

Safe Traffic Operations Program: To account for the programs that use cameras to enforce red light and speeding violations.

Court Automation: To provide for Municipal Court Automation. Funding is provided by a penalty assessment of \$3.00 per traffic ticket. City Ordinance No. 0-1232, May 1991 requires the fund be used only in this manner.

Prisoner Care: To provide for operations and maintenance of a municipal jail or for paying the cost of housing municipal prisoners in the county jail. Funding is provided by a penalty assessment of \$5.00 per traffic ticket. City Resolution No. 81-69, August 1981 requires the fund be used only in this manner.

Juvenile Recreation: To provide for the operation and development of community parks and operation of recreation programs. Funding source is one-third of the cigarette tax (Section 7-12-1 through 7-12-17, NMSA, 1978). These taxes may only be used to finance the parks and recreation programs.

Lodgers' Tax and LCCVB: To account for the operations of the Las Cruces Convention and Visitors' Bureau to promote tourism within the area. Financing is provided from a lodgers' tax. State law (Section 3-38-13 through 3-38-24, NMSA, 1979) requires these taxes to be used to operate the Convention and Visitors Bureau.

DWI Prevention: To account for the receipt of driving while intoxicated state fines (Section 31-12-7, NMSA 1978). Receipts are remitted to the state.

Judicial Education: To account for the receipt of imposed fees on all "guilty" traffic offenses in accordance with NMSA 1978, 35-14-11 (B)(2) and to be used for the education and training, including production of bench books and other written materials, of municipal judges and other municipal court employees.

Environmental Gross Receipts Tax: To account for the receipt of environmental gross receipts tax enacted by the City and the county as provided for in Ordinance 1484, October 12, 1995.

Health Care Services from MMCI Lease: To account for the receipt of proceeds pursuant to the terms of the lease with Memorial Medical Center, Inc., to be used for healthcare services in the City. The lease was approved by Ordinance 1655 in 1998.

Legislative Equipment Grants: To provide funding for the acquisition of equipment for legislative purposes.

Gasoline Tax Street Maintenance Fund: To account for the receipt of gasoline tax remittances from the state. State law (7-1-6.9 NMSA 1978) requires the distributions to be received into a separate road fund.

Public Safety Gross Receipts Tax: To account for the receipt of municipal gross receipts tax to be used for public safety salaries, benefits, operations, and equipment as provided for in Ordinance 1886.

Special Revenue Funds

— continued —

Keep Las Cruces Beautiful: To provide for beautification, litter eradication, graffiti abatement, and education. Funding is from the New Mexico Clean & Beautiful Program of the New Mexico Department of Tourism.

Older Americans Act Programs: To provide congregate meals to seniors at four program sites and to homebound customers who receive two delivered meals a day. Funding is from the New Mexico Aging and Long-term Services Department.

Cash in Lieu of Commodities: To provide congregate and home-delivered meals. Services will be provided through the four City meal sites. Funding is through the U.S. Department of Agriculture's Cash in Lieu of Commodities program.

RSVP: To provide a variety of opportunities for persons aged fifty-five and over to participate more fully in the life of their communities through significant volunteer service in accordance with the approved proposal. Funding is from the Corporation for National and Community Service and the New Mexico Aging and Long-term Services Department.

State Library Resources Grant: To provide funds for library materials and the equipment to provide access to information resources. Funding is from the State of New Mexico General Obligation Bond C.

Street Maintenance Operations: To account for operational expenditures for street maintenance funded by transfers from the Gas Tax Street Maintenance Fund.

Flood Control Operations: To account for operational expenditures for flood control operations funded by transfers from the Gas Tax Street Maintenance Fund.

Special Assessments—Northrise/Morningstar: To account for the reimbursement from developers to the City, through certain assessments, for the construction of Northrise and Morningstar streets.

Downtown Revitalization: To account for the redevelopment of the downtown area of Las Cruces. Funding comes from the sale of property in the downtown area and other activities for revitalization.

State Operating Grants: To account for the receipt of legislative appropriations provided for operational expenditures in support of local service agencies.

Valley View Heske Garden: To account for the construction and maintenance of a park. Funding comes from a portion of the Emma B. Heske Trust that was left to the City of Las Cruces for construction of a park according to Ms. Heske's wishes.

Griggs and Walnut Plume: To account for the operations of the Griggs and Walnut water production area, and the remediation activities associated with the site.

Special Revenue Funds

— continued —

TIDD Dedicated Revenues: To account for an amount of 75% of the State Gross Receipts Tax increment generated within the district that may be dedicated for the purpose of securing tax increment bonds issued by the district and to provide financing for projects within the TIDD Streets Project fund.

Las Cruces Convention Center: To account for receipt of the convention center fees paid to support the debt service payments for the convention center.

Public Safety Impact Fee: To account for revenues and expenditures related to city-wide public safety fees. Funds are to be used for buildings for fire, police, rescue, and essential equipment costing \$10,000 or more and having a life expectancy of 10 years or more. Funding comes from fees for all new development in the City based on rate tables for various land use.

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Debt Service Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget- Positive (Negative)	
Revenues					
Investment income (loss)	\$ 129,895	\$ 122,895	\$ (205,610)	\$ (328,505)	\$ 393,719
Other	839,212	839,212	839,212	-	1,210,789
Total revenues	<u>969,107</u>	<u>962,107</u>	<u>633,602</u>	<u>(328,505)</u>	<u>1,604,508</u>
Expenditures					
Debt Service:					
Principal	8,773,684	8,962,379	8,843,242	119,137	8,618,688
Interest	3,565,125	3,438,529	3,391,595	46,934	3,838,137
Total expenditures	<u>12,338,809</u>	<u>12,400,908</u>	<u>12,234,837</u>	<u>166,071</u>	<u>12,456,825</u>
Revenues over (under) expenditures	<u>(11,369,702)</u>	<u>(11,438,801)</u>	<u>(11,601,235)</u>	<u>(162,434)</u>	<u>(10,852,317)</u>
Other Financing Sources (Uses)					
Refunded bonds redeemed	-	-	-	-	(4,440,000)
Issuance of debt refunding	-	-	-	-	4,301,747
Premium on issuance of debt	-	-	-	-	25,061
Transfers in	10,144,967	11,158,692	11,028,226	(130,466)	12,155,385
Transfers out	(109,864)	(109,864)	(95,304)	14,560	(900,167)
Total other financing sources (uses)	<u>10,035,103</u>	<u>11,048,828</u>	<u>10,932,922</u>	<u>(115,906)</u>	<u>11,142,026</u>
Net change in fund balance	(1,334,599)	(389,973)	(668,313)	(278,340)	289,709
Fund balance, beginning of year	7,379,498	7,379,498	7,379,498	-	7,089,789
Fund balance, end of year	<u>\$ 6,044,899</u>	<u>\$ 6,989,525</u>	<u>\$ 6,711,185</u>	<u>\$ (278,340)</u>	<u>\$ 7,379,498</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Community Development
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Charges for services	\$ 10,000	\$ 10,000	\$ 4,508	\$ (5,492)	\$ 9,853
Investment income (loss)	33,000	33,000	19,637	(13,363)	19,980
Other	478,000	478,000	238,406	(239,594)	133,748
Intergovernmental - Federal	3,609,734	3,066,047	1,746,886	(1,319,161)	2,026,664
Total revenues	<u>4,130,734</u>	<u>3,587,047</u>	<u>2,009,437</u>	<u>(1,577,610)</u>	<u>2,190,245</u>
Expenditures					
Current					
Community development	3,831,789	3,690,002	1,343,388	2,346,614	1,798,077
Capital outlay	298,945	79,265	673,798	(594,533)	266,682
Total expenditures	<u>4,130,734</u>	<u>3,769,267</u>	<u>2,017,186</u>	<u>1,752,081</u>	<u>2,064,759</u>
Revenues over (under) expenditures	-	(182,220)	(7,749)	174,471	125,486
Other Financing Sources (Uses)					
Transfers out	-	-	-	-	(83,422)
Total other financing sources (uses)	-	-	-	-	(83,422)
Net change in fund balance	-	(182,220)	(7,749)	174,471	42,064
Fund balance, beginning of year	93,884	93,884	93,884	-	51,820
Fund balance, end of year	<u>\$ 93,884</u>	<u>\$ (88,336)</u>	<u>\$ 86,135</u>	<u>\$ 174,471</u>	<u>\$ 93,884</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Court Awarded Funds
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 5,000	\$ 5,000	\$ -	\$ (5,000)	\$ 9,421
Fees and fines	15,000	15,000	112,673	97,673	245,038
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>112,673</u>	<u>92,673</u>	<u>254,459</u>
Expenditures					
Current					
Police	116,402	157,494	148,006	9,488	67,033
Capital outlay	<u>-</u>	<u>6,674</u>	<u>6,673</u>	<u>1</u>	<u>-</u>
Total expenditures	<u>116,402</u>	<u>164,168</u>	<u>154,679</u>	<u>9,489</u>	<u>67,033</u>
Revenues over (under) expenditures	(96,402)	(144,168)	(42,006)	102,162	187,426
Net change in fund balance	(96,402)	(144,168)	(42,006)	102,162	187,426
Fund balance, beginning of year	<u>401,353</u>	<u>401,353</u>	<u>401,353</u>	<u>-</u>	<u>213,927</u>
Fund balance, end of year	<u><u>\$ 304,951</u></u>	<u><u>\$ 257,185</u></u>	<u><u>\$ 359,347</u></u>	<u><u>\$ 102,162</u></u>	<u><u>\$ 401,353</u></u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
MPO Urban Transportation
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Intergovernmental - State	\$ 700,692	\$ 658,356	\$ 266,476	\$ (391,880)	\$ 311,757
Total revenues	<u>700,692</u>	<u>658,356</u>	<u>266,476</u>	<u>(391,880)</u>	<u>311,757</u>
Expenditures					
Current					
Community development	700,692	658,356	266,476	391,880	311,757
Total expenditures	<u>700,692</u>	<u>658,356</u>	<u>266,476</u>	<u>391,880</u>	<u>311,757</u>
Revenues over (under) expenditures	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Fire
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 10,000	\$ 10,000	\$ (18,665)	\$ (28,665)	\$ 27,301
Intergovernmental - Federal	1,027,104	1,069,890	500,199	(569,691)	251,196
Intergovernmental - State	505,451	701,285	418,242	(283,043)	621,814
Total revenues	<u>1,542,555</u>	<u>1,781,175</u>	<u>899,776</u>	<u>(881,399)</u>	<u>900,311</u>
Expenditures					
Current					
Fire	1,532,555	1,746,215	793,920	952,295	818,561
Capital outlay	-	210,781	124,522	86,259	54,449
Total expenditures	<u>1,532,555</u>	<u>1,956,996</u>	<u>918,442</u>	<u>1,038,554</u>	<u>873,010</u>
Revenues over (under) expenditures	<u>10,000</u>	<u>(175,821)</u>	<u>(18,666)</u>	<u>157,155</u>	<u>27,301</u>
Net change in fund balance	10,000	(175,821)	(18,666)	157,155	27,301
Fund balance, beginning of year	<u>185,821</u>	<u>185,821</u>	<u>185,821</u>	<u>-</u>	<u>158,520</u>
Fund balance, end of year	<u><u>\$ 195,821</u></u>	<u><u>\$ 10,000</u></u>	<u><u>\$ 167,155</u></u>	<u><u>\$ 157,155</u></u>	<u><u>\$ 185,821</u></u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Police Protection
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ 3,000	\$ 3,000	\$ (3,474)	\$ (6,474)	\$ 9,330
Intergovernmental - Federal	1,078,682	1,226,762	484,980	(741,782)	452,834
Intergovernmental - State	497,303	668,327	524,708	(143,619)	578,131
Intergovernmental - Local	-	-	8,341	8,341	8,341
Other	60,000	60,000	87,279	27,279	115,132
Total revenues	<u>1,638,985</u>	<u>1,958,089</u>	<u>1,101,834</u>	<u>(856,255)</u>	<u>1,163,768</u>
Expenditures					
Current					
Police	3,001,606	1,838,537	1,073,540	764,997	1,148,452
Community Development	2,540	2,540	-	2,540	-
Capital outlay	283,282	246,640	132,754	113,886	57,448
Total expenditures	<u>3,287,428</u>	<u>2,087,717</u>	<u>1,206,294</u>	<u>881,423</u>	<u>1,205,900</u>
Revenues over (under) expenditures	<u>(1,648,443)</u>	<u>(129,628)</u>	<u>(104,460)</u>	<u>25,168</u>	<u>(42,132)</u>
Other Financing Sources (Uses)					
Sale of Capital Assets	-	-	98,952	98,952	-
Transfers out	(10,000)	-	-	-	(10,000)
Total other financing sources (uses)	<u>(10,000)</u>	<u>-</u>	<u>98,952</u>	<u>98,952</u>	<u>(10,000)</u>
Net change in fund balance	(1,658,443)	(129,628)	(5,508)	124,120	(52,132)
Fund balance, beginning of year	157,192	157,192	157,192	-	209,324
Fund balance, end of year	<u>\$ (1,501,251)</u>	<u>\$ 27,564</u>	<u>\$ 151,684</u>	<u>\$ 124,120</u>	<u>\$ 157,192</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Federal Stimulus Operating
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Intergovernmental - Federal	\$ 1,544,660	\$ 1,577,941	\$ 496,974	\$ (1,080,967)	\$ 525,676
Total revenues	<u>1,544,660</u>	<u>1,577,941</u>	<u>496,974</u>	<u>(1,080,967)</u>	<u>525,676</u>
Expenditures					
Current					
Police	1,374,636	1,407,917	496,974	910,943	495,896
Capital outlay	<u>170,024</u>	<u>170,024</u>	<u>-</u>	<u>170,024</u>	<u>29,780</u>
Total expenditures	<u>1,544,660</u>	<u>1,577,941</u>	<u>496,974</u>	<u>1,080,967</u>	<u>525,676</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Emergency Medical Services
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ -	\$ 79	\$ 79	\$ 520
Intergovernmental - State	20,000	19,577	19,577	-	20,010
Total revenues	<u>20,000</u>	<u>19,577</u>	<u>19,656</u>	<u>79</u>	<u>20,530</u>
Expenditures					
Current					
Fire	20,000	28,421	28,391	30	20,010
Total expenditures	<u>20,000</u>	<u>28,421</u>	<u>28,391</u>	<u>30</u>	<u>20,010</u>
Revenues over (under) expenditures	-	(8,844)	(8,735)	109	520
Net change in fund balance	-	(8,844)	(8,735)	109	520
Fund balance, beginning of year	8,844	8,844	8,844	-	8,324
Fund balance, end of year	<u>\$ 8,844</u>	<u>\$ -</u>	<u>\$ 109</u>	<u>\$ 109</u>	<u>\$ 8,844</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Traffic Safety
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ 1,500	\$ 1,500	\$ (1,102)	\$ (2,602)	\$ 3,123
Fees and fines	35,000	35,000	29,807	(5,193)	36,829
Total revenues	<u>36,500</u>	<u>36,500</u>	<u>28,705</u>	<u>(7,795)</u>	<u>39,952</u>
Expenditures					
Current					
Police	33,000	33,000	33,000	-	35,755
Capital outlay	-	-	-	-	75,000
Total expenditures	<u>33,000</u>	<u>33,000</u>	<u>33,000</u>	<u>-</u>	<u>110,755</u>
Revenues over (under) expenditures	<u>3,500</u>	<u>3,500</u>	<u>(4,295)</u>	<u>(7,795)</u>	<u>(70,803)</u>
Net change in fund balance	3,500	3,500	(4,295)	(7,795)	(70,803)
Fund balance, beginning of year	<u>34,440</u>	<u>34,440</u>	<u>34,440</u>	<u>-</u>	<u>105,243</u>
Fund balance, end of year	<u>\$ 37,940</u>	<u>\$ 37,940</u>	<u>\$ 30,145</u>	<u>\$ (7,795)</u>	<u>\$ 34,440</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Safe Traffic Operations Program
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (3,306)	\$ (3,306)	\$ 15,535
Fees and fines	850,000	850,000	876,240	26,240	946,106
Total revenues	<u>850,000</u>	<u>850,000</u>	<u>872,934</u>	<u>22,934</u>	<u>961,641</u>
Expenditures					
Current					
Police	729,850	729,850	688,704	41,146	657,712
Transportation	48,000	153,779	146,973	6,806	-
Capital outlay	170,000	241,019	168,647	72,372	120,583
Total expenditures	<u>947,850</u>	<u>1,124,648</u>	<u>1,004,324</u>	<u>120,324</u>	<u>778,295</u>
Revenues over (under) expenditures	<u>(97,850)</u>	<u>(274,648)</u>	<u>(131,390)</u>	<u>143,258</u>	<u>183,346</u>
Net change in fund balance	(97,850)	(274,648)	(131,390)	143,258	183,346
Fund balance, beginning of year	<u>507,597</u>	<u>507,597</u>	<u>507,597</u>	-	<u>324,251</u>
Fund balance, end of year	<u>\$ 409,747</u>	<u>\$ 232,949</u>	<u>\$ 376,207</u>	<u>\$ 143,258</u>	<u>\$ 507,597</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Court Automation
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Fees and fines	\$ 152,000	\$ 152,000	\$ 118,179	\$ (33,821)	\$ 131,686
Other	-	-	7,920	7,920	29,023
Total revenues	<u>152,000</u>	<u>152,000</u>	<u>126,099</u>	<u>(25,901)</u>	<u>160,709</u>
Expenditures					
Current					
Police	<u>268,000</u>	<u>269,350</u>	<u>122,668</u>	<u>146,682</u>	<u>169,624</u>
Total expenditures	<u>268,000</u>	<u>269,350</u>	<u>122,668</u>	<u>146,682</u>	<u>169,624</u>
Revenues over (under) expenditures	<u>(116,000)</u>	<u>(117,350)</u>	<u>3,431</u>	<u>120,781</u>	<u>(8,915)</u>
Net change in fund balance	(116,000)	(117,350)	3,431	120,781	(8,915)
Fund balance, beginning of year	<u>447,628</u>	<u>447,628</u>	<u>447,628</u>	<u>-</u>	<u>456,543</u>
Fund balance, end of year	<u><u>\$ 331,628</u></u>	<u><u>\$ 330,278</u></u>	<u><u>\$ 451,059</u></u>	<u><u>\$ 120,781</u></u>	<u><u>\$ 447,628</u></u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Prisoner Care
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ 15,000	\$ 15,000	\$ (83,317)	\$ (98,317)	\$ 76,438
Fees and fines	225,000	225,000	239,785	14,785	275,826
Total revenues	<u>240,000</u>	<u>240,000</u>	<u>156,468</u>	<u>(83,532)</u>	<u>352,264</u>
Expenditures					
Current					
Police	2,450,590	2,450,590	1,718,912	731,678	1,575,419
Total expenditures	<u>2,450,590</u>	<u>2,450,590</u>	<u>1,718,912</u>	<u>731,678</u>	<u>1,575,419</u>
Revenues over (under) expenditures	<u>(2,210,590)</u>	<u>(2,210,590)</u>	<u>(1,562,444)</u>	<u>648,146</u>	<u>(1,223,155)</u>
Other Financing Sources (Uses)					
Transfers in	1,500,000	1,500,000	1,500,000	-	1,500,000
Total other financing sources (uses)	<u>1,500,000</u>	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>	<u>1,500,000</u>
Net change in fund balance	(710,590)	(710,590)	(62,444)	648,146	276,845
Fund balance, beginning of year	1,677,710	1,677,710	1,677,710	-	1,400,865
Fund balance, end of year	<u>\$ 967,120</u>	<u>\$ 967,120</u>	<u>\$ 1,615,266</u>	<u>\$ 648,146</u>	<u>\$ 1,677,710</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Juvenile Recreation
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (3,957)	\$ (3,957)	\$ 3,842
Fees and fines	20,000	20,000	3,150	(16,850)	2,720
State-shared taxes	-	-	1,950	1,950	1,870
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>1,143</u>	<u>(18,857)</u>	<u>8,432</u>
Expenditures					
Current					
Parks and recreation	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>-</u>
Total expenditures	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>70,000</u>	<u>-</u>
Revenues over (under) expenditures	<u>(50,000)</u>	<u>(50,000)</u>	<u>1,143</u>	<u>51,143</u>	<u>8,432</u>
Net change in fund balance	(50,000)	(50,000)	1,143	51,143	8,432
Fund balance, beginning of year	<u>99,502</u>	<u>99,502</u>	<u>99,502</u>	<u>-</u>	<u>91,070</u>
Fund balance , end of year	<u>\$ 49,502</u>	<u>\$ 49,502</u>	<u>\$ 100,645</u>	<u>\$ 51,143</u>	<u>\$ 99,502</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Lodgers' Tax & LCCVB
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Local taxes					
Lodgers' tax	\$ 2,017,540	\$ 2,017,540	\$ 1,913,524	\$ (104,016)	\$ 1,985,944
Total local taxes	2,017,540	2,017,540	1,913,524	(104,016)	1,985,944
Investment income (loss)	30,000	35,662	(108,847)	(144,509)	97,264
Other	3,500	3,500	2,476	(1,024)	5,645
Intergovernmental - State	14,300	-	(4,900)	(4,900)	14,000
Total revenues	<u>2,065,340</u>	<u>2,056,702</u>	<u>1,802,253</u>	<u>(254,449)</u>	<u>2,102,853</u>
Expenditures					
Current					
Community and cultural services	2,107,554	2,170,151	1,798,541	371,610	1,645,593
Capital outlay	-	30,341	-	30,341	30,250
Total expenditures	<u>2,107,554</u>	<u>2,200,492</u>	<u>1,798,541</u>	<u>401,951</u>	<u>1,675,843</u>
Revenues over (under) expenditures	<u>(42,214)</u>	<u>(143,790)</u>	<u>3,712</u>	<u>147,502</u>	<u>427,010</u>
Other Financing Sources (Uses)					
Transfers in	2,017,540	2,636,152	2,493,737	(142,415)	1,856,073
Transfers out	(2,230,419)	(2,167,979)	(2,025,564)	142,415	(1,940,117)
Total other financing sources (uses)	<u>(212,879)</u>	<u>468,173</u>	<u>468,173</u>	<u>-</u>	<u>(84,044)</u>
Net change in fund balance	(255,093)	324,383	471,885	147,502	342,966
Fund balance, beginning of year	2,840,771	2,840,771	2,840,771	-	2,497,805
Fund balance, end of year	<u>\$ 2,585,678</u>	<u>\$ 3,165,154</u>	<u>\$ 3,312,656</u>	<u>\$ 147,502</u>	<u>\$ 2,840,771</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
DWI Prevention
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	
	Original	Final			
Revenues					
Fees and fines	\$ 9,000	\$ 9,000	\$ 3,407	\$ (5,593)	\$ 5,039
Total revenues	<u>9,000</u>	<u>9,000</u>	<u>3,407</u>	<u>(5,593)</u>	<u>5,039</u>
Expenditures					
Current					
Police	<u>9,000</u>	<u>9,000</u>	<u>2,358</u>	<u>6,642</u>	<u>5,039</u>
Total expenditures	<u>9,000</u>	<u>9,000</u>	<u>2,358</u>	<u>6,642</u>	<u>5,039</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>1,049</u>	<u>1,049</u>	<u>-</u>
Other Financing Sources (Uses)					
Transfers in	<u>-</u>	<u>183</u>	<u>183</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>183</u>	<u>183</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>183</u>	<u>1,232</u>	<u>1,049</u>	<u>-</u>
Fund balance (deficit), beginning of year	<u>(183)</u>	<u>(183)</u>	<u>(183)</u>	<u>-</u>	<u>(183)</u>
Fund balance, end of year	<u>\$ (183)</u>	<u>\$ -</u>	<u>\$ 1,049</u>	<u>\$ 1,049</u>	<u>\$ (183)</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Judicial Education
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Fees and fines	\$ 40,000	\$ 40,000	\$ 33,438	\$ (6,562)	\$ 35,155
Total revenues	<u>40,000</u>	<u>40,000</u>	<u>33,438</u>	<u>(6,562)</u>	<u>35,155</u>
Expenditures					
Current					
Police	40,000	40,000	33,009	6,991	34,966
Total expenditures	<u>40,000</u>	<u>40,000</u>	<u>33,009</u>	<u>6,991</u>	<u>34,966</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>429</u>	<u>429</u>	<u>189</u>
Other Financing Sources (Uses)					
Transfers in	-	4,983	4,983	-	-
Total other financing sources (uses)	<u>-</u>	<u>4,983</u>	<u>4,983</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	5,412	429	189
Fund balance (deficit), beginning of year	(4,983)	(4,983)	(4,983)	-	(5,172)
Fund balance, end of year	<u>\$ (4,983)</u>	<u>\$ -</u>	<u>\$ 429</u>	<u>\$ 429</u>	<u>\$ (4,983)</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Environmental Gross Receipts Tax
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	
	Original	Final			
Revenues					
Local taxes					
Gross receipts	\$ 2,636,538	\$ 2,636,538	\$ 2,684,809	\$ 48,271	\$ 2,499,808
Total revenues	<u>2,636,538</u>	<u>2,636,538</u>	<u>2,684,809</u>	<u>48,271</u>	<u>2,499,808</u>
Expenditures					
Current					
General government	991,913	991,913	930,693	61,220	914,670
Total expenditures	<u>991,913</u>	<u>991,913</u>	<u>930,693</u>	<u>61,220</u>	<u>914,670</u>
Revenues over (under) expenditures	<u>1,644,625</u>	<u>1,644,625</u>	<u>1,754,116</u>	<u>109,491</u>	<u>1,585,138</u>
Other Financing Sources (Uses)					
Transfers out	<u>(1,742,434)</u>	<u>(1,644,625)</u>	<u>(1,619,610)</u>	<u>25,015</u>	<u>(1,564,727)</u>
Total other financing sources (uses)	<u>(1,742,434)</u>	<u>(1,644,625)</u>	<u>(1,619,610)</u>	<u>25,015</u>	<u>(1,564,727)</u>
Net change in fund balance	(97,809)	-	134,506	134,506	20,411
Fund balance, beginning of year	<u>279,630</u>	<u>279,630</u>	<u>279,630</u>	<u>-</u>	<u>259,219</u>
Fund balance, end of year	<u>\$ 181,821</u>	<u>\$ 279,630</u>	<u>\$ 414,136</u>	<u>\$ 134,506</u>	<u>\$ 279,630</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Health Care Services From MMCI Lease
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ 1,000	\$ 1,000	\$ (1,537)	\$ (2,537)	\$ 1,945
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>(1,537)</u>	<u>(2,537)</u>	<u>1,945</u>
Expenditures					
Current					
General government	<u>300,000</u>	<u>300,000</u>	<u>299,952</u>	<u>48</u>	<u>312,646</u>
Total expenditures	<u>300,000</u>	<u>300,000</u>	<u>299,952</u>	<u>48</u>	<u>312,646</u>
Revenues over (under) expenditures	<u>(299,000)</u>	<u>(299,000)</u>	<u>(301,489)</u>	<u>(2,489)</u>	<u>(310,701)</u>
Other Financing Sources (Uses)					
Transfers in	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>300,000</u>
Total other financing sources (uses)	<u>300,000</u>	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>300,000</u>
Net change in fund balance	1,000	1,000	(1,489)	(2,489)	(10,701)
Fund balance, beginning of year	<u>19,486</u>	<u>19,486</u>	<u>19,486</u>	<u>-</u>	<u>30,187</u>
Fund balance, end of year	<u>\$ 20,486</u>	<u>\$ 20,486</u>	<u>\$ 17,997</u>	<u>\$ (2,489)</u>	<u>\$ 19,486</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Legislative Equipment Grants
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Intergovernmental - State	\$ 7,715	\$ 97,152	\$ 26,532	\$ (70,620)	\$ 58,123
Intergovernmental - Federal	399,744	399,744	157,325	(242,419)	-
Total revenues	<u>407,459</u>	<u>496,896</u>	<u>183,857</u>	<u>(313,039)</u>	<u>58,123</u>
Expenditures					
Current					
Fire	-	56,256	26,532	29,724	-
Community and cultural services	-	-	-	-	7,324
Capital outlay	407,459	445,640	157,325	288,315	50,799
Total expenditures	<u>407,459</u>	<u>501,896</u>	<u>183,857</u>	<u>318,039</u>	<u>58,123</u>
Revenues over (under) expenditures	<u>-</u>	<u>(5,000)</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Net change in fund balance	-	(5,000)	-	5,000	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ (5,000)</u>	<u>\$ -</u>	<u>\$ 5,000</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Gasoline Tax Street Maintenance Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ 2,000	\$ 2,000	\$ (5,017)	\$ (7,017)	\$ 1,213
State-shared taxes	1,627,528	1,627,528	1,546,274	(81,254)	1,541,617
Total revenues	<u>1,629,528</u>	<u>1,629,528</u>	<u>1,541,257</u>	<u>(88,271)</u>	<u>1,542,830</u>
Expenditures					
Current					
Public works	643,952	645,201	536,784	108,417	617,223
Total expenditures	<u>643,952</u>	<u>645,201</u>	<u>536,784</u>	<u>108,417</u>	<u>617,223</u>
Revenues over (under) expenditures	<u>985,576</u>	<u>984,327</u>	<u>1,004,473</u>	<u>20,146</u>	<u>925,607</u>
Other Financing Sources (Uses)					
Transfers out	<u>(945,231)</u>	<u>(945,231)</u>	<u>(945,231)</u>	-	(908,910)
Total other financing sources (uses)	<u>(945,231)</u>	<u>(945,231)</u>	<u>(945,231)</u>	-	(908,910)
Net change in fund balance	40,345	39,096	59,242	20,146	16,697
Fund balance, beginning of year	<u>264,512</u>	<u>264,512</u>	<u>264,512</u>	-	247,815
Fund balance, end of year	<u>\$ 304,857</u>	<u>\$ 303,608</u>	<u>\$ 323,754</u>	<u>\$ 20,146</u>	<u>\$ 264,512</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Public Safety Gross Receipts Tax
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Gross receipts tax	\$ 3,274,000	\$ 3,354,000	\$ 3,319,021	\$ (34,979)	\$ 3,278,575
Total revenues	<u>3,274,000</u>	<u>3,354,000</u>	<u>3,319,021</u>	<u>(34,979)</u>	<u>3,278,575</u>
Expenditures					
Current					
Police	2,193,580	2,263,418	2,259,332	4,086	2,150,700
Fire	<u>1,080,420</u>	<u>1,114,818</u>	<u>1,112,805</u>	<u>2,013</u>	<u>1,059,300</u>
Total expenditures	<u>3,274,000</u>	<u>3,378,236</u>	<u>3,372,137</u>	<u>6,099</u>	<u>3,210,000</u>
Revenues over (under) expenditures	<u>-</u>	<u>(24,236)</u>	<u>(53,116)</u>	<u>(28,880)</u>	<u>68,575</u>
Net change in fund balance	-	(24,236)	(53,116)	(28,880)	68,575
Fund balance, beginning of year	<u>602,227</u>	<u>602,227</u>	<u>602,227</u>	<u>-</u>	<u>533,652</u>
Fund balance, end of year	<u>\$ 602,227</u>	<u>\$ 577,991</u>	<u>\$ 549,111</u>	<u>\$ (28,880)</u>	<u>\$ 602,227</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Keep Las Cruces Beautiful
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Intergovernmental - State	\$ 31,000	\$ 34,000	\$ 33,858	\$ (142)	\$ 35,888
Other	-	5,000	5,184	184	-
Total revenues	<u>31,000</u>	<u>39,000</u>	<u>39,042</u>	<u>42</u>	<u>35,888</u>
Expenditures					
Current					
Police	31,000	39,000	38,838	162	35,888
Total expenditures	<u>31,000</u>	<u>39,000</u>	<u>38,838</u>	<u>162</u>	<u>35,888</u>
Revenues over (under) expenditures	-	-	204	204	-
Net change in fund balance	-	-	204	204	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 204</u>	<u>\$ 204</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Older Americans Act Programs
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Intergovernmental - Federal	\$ 188,279	\$ 214,279	\$ 194,431	\$ (19,848)	\$ 212,194
Intergovernmental - State	405,683	424,672	359,025	(65,647)	401,457
Other	209,500	209,500	200,228	(9,272)	213,343
Total revenues	<u>803,462</u>	<u>848,451</u>	<u>753,684</u>	<u>(94,767)</u>	<u>826,994</u>
Expenditures					
Current					
Community and cultural services	803,462	835,951	811,527	24,424	763,400
Capital outlay	-	12,500	5,751	6,749	-
Total expenditures	<u>803,462</u>	<u>848,451</u>	<u>817,278</u>	<u>31,173</u>	<u>763,400</u>
Revenues over (under) expenditures	-	-	(63,594)	(63,594)	63,594
Net change in fund balance	-	-	(63,594)	(63,594)	63,594
Fund balance, beginning of year	<u>63,594</u>	<u>63,594</u>	<u>63,594</u>	-	-
Fund balance, end of year	<u><u>\$ 63,594</u></u>	<u><u>\$ 63,594</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (63,594)</u></u>	<u><u>\$ 63,594</u></u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Cash in Lieu of Commodities
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Intergovernmental - State	\$ 172,435	\$ 180,018	\$ 180,018	\$ -	\$ 172,435
Total revenues	<u>172,435</u>	<u>180,018</u>	<u>180,018</u>	<u>-</u>	<u>172,435</u>
Expenditures					
Current					
Community and cultural services	<u>172,435</u>	<u>180,018</u>	<u>180,018</u>	<u>-</u>	<u>172,435</u>
Total expenditures	<u>172,435</u>	<u>180,018</u>	<u>180,018</u>	<u>-</u>	<u>172,435</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
RSVP
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Intergovernmental - Federal	\$ 50,372	\$ 54,570	\$ 39,146	\$ (15,424)	\$ 50,372
Total revenues	<u>50,372</u>	<u>54,570</u>	<u>39,146</u>	<u>(15,424)</u>	<u>50,372</u>
Expenditures					
Current					
Community and cultural services	50,372	54,570	39,146	15,424	50,372
Total expenditures	<u>50,372</u>	<u>54,570</u>	<u>39,146</u>	<u>15,424</u>	<u>50,372</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
State Library Resources Grant
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Intergovernmental - State	\$ 162,941	\$ 162,941	\$ 129,194	\$ (33,747)	\$ 49,744
Total revenues	<u>162,941</u>	<u>162,941</u>	<u>129,194</u>	<u>(33,747)</u>	<u>49,744</u>
Expenditures					
Current					
Community and cultural services	162,941	88,131	40,406	47,725	49,744
Capital outlay	-	74,810	88,788	(13,978)	-
Total expenditures	<u>162,941</u>	<u>162,941</u>	<u>129,194</u>	<u>33,747</u>	<u>49,744</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Street Maintenance Operations
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ 1,000	\$ (14,932)	\$ (15,932)	\$ 17,872
Gross receipts	-	-	1,098,281	1,098,281	-
Total revenues	<u>-</u>	<u>1,000</u>	<u>1,083,349</u>	<u>1,082,349</u>	<u>17,872</u>
Expenditures					
Current					
Public works	-	14,116	47,569	(33,453)	301,268
Transportation	<u>539,195</u>	<u>689,195</u>	<u>587,022</u>	<u>102,173</u>	<u>-</u>
Total expenditures	<u>539,195</u>	<u>703,311</u>	<u>634,591</u>	<u>68,720</u>	<u>301,268</u>
Revenues over (under) expenditures	<u>(539,195)</u>	<u>(702,311)</u>	<u>448,758</u>	<u>1,151,069</u>	<u>(283,396)</u>
Other Financing Sources (Uses)					
Transfers in	<u>450,000</u>	<u>450,000</u>	<u>450,000</u>	-	<u>450,000</u>
Total other financing sources (uses)	<u>450,000</u>	<u>450,000</u>	<u>450,000</u>	-	<u>450,000</u>
Net change in fund balance	(89,195)	(252,311)	898,758	1,151,069	166,604
Fund balance, beginning of year	<u>532,362</u>	<u>532,362</u>	<u>532,362</u>	-	<u>365,758</u>
Fund balance, end of year	<u>\$ 443,167</u>	<u>\$ 280,051</u>	<u>\$ 1,431,120</u>	<u>\$ 1,151,069</u>	<u>\$ 532,362</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Flood Control Operations
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 3,000	\$ 3,000	\$ (3,644)	\$ (6,644)	\$ 2,138
Property taxes	-	-	152,957	152,957	-
Total revenues	<u>3,000</u>	<u>3,000</u>	<u>149,313</u>	<u>146,313</u>	<u>2,138</u>
Expenditures					
Current					
Public works	-	13,200	11,430	1,770	676,642
Transportation	<u>789,702</u>	<u>789,702</u>	<u>749,256</u>	<u>40,446</u>	<u>-</u>
Total expenditures	<u>789,702</u>	<u>802,902</u>	<u>760,686</u>	<u>42,216</u>	<u>676,642</u>
Revenues over (under) expenditures	<u>(786,702)</u>	<u>(799,902)</u>	<u>(611,373)</u>	<u>188,529</u>	<u>(674,504)</u>
Other Financing Sources (Uses)					
Transfers in	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>	-	<u>609,400</u>
Total other financing sources (uses)	<u>800,000</u>	<u>800,000</u>	<u>800,000</u>	-	<u>609,400</u>
Net change in fund balance	13,298	98	188,627	188,529	(65,104)
Fund balance, beginning of year	-	-	-	-	65,104
Fund balance, end of year	<u>\$ 13,298</u>	<u>\$ 98</u>	<u>\$ 188,627</u>	<u>\$ 188,529</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Special Assessments—Northrise/Morningstar
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (93,533)	\$ (93,533)	\$ 9,774
Intergovernmental - State	-	-	-	-	166,629
Special assessment income	-	-	<u>1,846,289</u>	<u>1,846,289</u>	<u>106,339</u>
Total revenues	<u>-</u>	<u>-</u>	<u>1,752,756</u>	<u>1,752,756</u>	<u>282,742</u>
Net change in fund balance	-	-	<u>1,752,756</u>	1,752,756	282,742
Fund balance, beginning of year	<u>381,930</u>	<u>381,930</u>	<u>381,930</u>	<u>-</u>	<u>99,188</u>
Fund balance, end of year	<u>\$ 381,930</u>	<u>\$ 381,930</u>	<u>\$ 2,134,686</u>	<u>\$ 1,752,756</u>	<u>\$ 381,930</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Downtown Revitalization
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 2,000	\$ 2,000	\$ (1,904)	\$ (3,904)	\$ 1,893
Intergovernmental - State	-	100,000	-	(100,000)	-
Other	2,000	2,000	1,600	(400)	1,850
Total revenues	<u>4,000</u>	<u>104,000</u>	<u>(304)</u>	<u>(104,304)</u>	<u>3,743</u>
Expenditures					
Current					
Public works	70,000	70,000	50,000	20,000	50,000
Community development	-	100,000	-	100,000	-
Total expenditures	<u>70,000</u>	<u>170,000</u>	<u>50,000</u>	<u>120,000</u>	<u>50,000</u>
Revenues over (under) expenditures	<u>(66,000)</u>	<u>(66,000)</u>	<u>(50,304)</u>	<u>15,696</u>	<u>(46,257)</u>
Other Financing Sources (Uses)					
Transfers in	50,000	50,000	50,000	-	50,000
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Net change in fund balance	(16,000)	(16,000)	(304)	15,696	3,743
Fund balance, beginning of year	47,468	47,468	47,468	-	43,725
Fund balance, end of year	<u>\$ 31,468</u>	<u>\$ 31,468</u>	<u>\$ 47,164</u>	<u>\$ 15,696</u>	<u>\$ 47,468</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
State Operating Grants
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Intergovernmental - Federal	\$ -	\$ -	\$ -	\$ -	\$ 1,143
Intergovernmental - State	156,620	70,177	43,142	(27,035)	76,981
Intergovernmental - Local	-	-	-	-	37,081
Other	-	20,625	15,624	(5,001)	17,978
Total revenues	<u>156,620</u>	<u>90,802</u>	<u>58,766</u>	<u>(32,036)</u>	<u>133,183</u>
Expenditures					
Current					
Fire	-	-	-	-	37,081
Community development	50,000	27,584	4,195	23,389	23,560
Police	-	-	-	-	726
Community and cultural	6,000	46,218	41,216	5,002	85,416
Public works	100,620	-	-	-	-
Parks and recreation	-	17,000	13,355	3,645	-
Total expenditures	<u>156,620</u>	<u>90,802</u>	<u>58,766</u>	<u>32,036</u>	<u>146,783</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(13,600)</u>
Net change in fund balance	-	-	-	-	(13,600)
Fund balance, beginning of year	-	-	-	-	13,600
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Valley View Heske Garden
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ 2,500	\$ 2,500	\$ (7,352)	\$ (9,852)	\$ 6,752
Total revenues	<u>2,500</u>	<u>2,500</u>	<u>(7,352)</u>	<u>(9,852)</u>	<u>6,752</u>
Expenditures					
Current					
Parks and recreation	<u>20,000</u>	<u>20,000</u>	<u>4,614</u>	15,386	<u>13,667</u>
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>4,614</u>	15,386	<u>13,667</u>
Revenues over (under) expenditures	<u>(17,500)</u>	<u>(17,500)</u>	<u>(11,966)</u>	5,534	<u>(6,915)</u>
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	48,784
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,784</u>
Net change in fund balance	(17,500)	(17,500)	(11,966)	5,534	41,869
Fund balance, beginning of year	<u>201,496</u>	<u>201,496</u>	<u>201,496</u>	-	<u>159,627</u>
Fund balance, end of year	<u>\$ 183,996</u>	<u>\$ 183,996</u>	<u>\$ 189,530</u>	<u>\$ 5,534</u>	<u>\$ 201,496</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Griggs and Walnut Plume
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Charges for services	\$ -	\$ -	\$ 185,383	\$ 185,383	\$ -
Investment income (loss)	696	696	(34,683)	(35,379)	14,237
Other	331,000	331,000	(27,564)	(358,564)	145,192
Total revenues	<u>331,696</u>	<u>331,696</u>	<u>123,136</u>	<u>(208,560)</u>	<u>159,429</u>
Expenditures					
Current					
General government	869,929	804,631	247,800	556,831	230,606
Capital outlay	-	5,298	5,297	1	-
Total expenditures	<u>869,929</u>	<u>809,929</u>	<u>253,097</u>	<u>556,832</u>	<u>230,606</u>
Revenues over (under) expenditures	<u>(538,233)</u>	<u>(478,233)</u>	<u>(129,961)</u>	<u>348,272</u>	<u>(71,177)</u>
Other Financing Sources (Uses)					
Transfers in	<u>381,347</u>	<u>381,347</u>	<u>375,547</u>	<u>(5,800)</u>	<u>342,454</u>
Total other financing sources (uses)	<u>381,347</u>	<u>381,347</u>	<u>375,547</u>	<u>(5,800)</u>	<u>342,454</u>
Net change in fund balance	(156,886)	(96,886)	245,586	342,472	271,277
Fund balance, beginning of year	<u>549,886</u>	<u>549,886</u>	<u>549,886</u>	<u>-</u>	<u>278,609</u>
Fund balance, end of year	<u>\$ 393,000</u>	<u>\$ 453,000</u>	<u>\$ 795,472</u>	<u>\$ 342,472</u>	<u>\$ 549,886</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
TIDD Dedicated Revenues
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 750	\$ 750	\$ (84,645)	\$ (85,395)	\$ 60,034
Gross receipts tax	1,122,224	682,685	595,604	(87,081)	556,227
Property tax	70,224	23,000	24,918	1,918	-
State-shared	<u>1,289,000</u>	<u>1,562,500</u>	<u>1,514,708</u>	(47,792)	1,345,312
Total revenues	<u>2,482,198</u>	<u>2,268,935</u>	<u>2,050,585</u>	(218,350)	<u>1,961,573</u>
Expenditures					
Current					
General government	<u>16,181</u>	<u>18,446</u>	<u>14,486</u>	3,960	<u>16,444</u>
Total expenditures	<u>16,181</u>	<u>18,446</u>	<u>14,486</u>	3,960	<u>16,444</u>
Revenues over (under) expenditures	<u>2,466,017</u>	<u>2,250,489</u>	<u>2,036,099</u>	(214,390)	<u>1,945,129</u>
Net change in fund balance	2,466,017	2,250,489	2,036,099	(214,390)	1,945,129
Fund balance, beginning of year	<u>3,762,092</u>	<u>3,762,092</u>	<u>3,762,092</u>	-	<u>1,816,963</u>
Fund balance, end of year	<u>\$ 6,228,109</u>	<u>\$ 6,012,581</u>	<u>\$ 5,798,191</u>	<u>\$ (214,390)</u>	<u>\$ 3,762,092</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Las Cruces Convention Center
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive	
	Original	Final		(Negative)	Actual
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (971)	\$ (971)	\$ 2,406
Fees and fines	<u>1,337,194</u>	<u>1,337,194</u>	<u>1,256,212</u>	<u>(80,982)</u>	<u>1,311,451</u>
Total revenues	<u>1,337,194</u>	<u>1,337,194</u>	<u>1,255,241</u>	<u>(81,953)</u>	<u>1,313,857</u>
Expenditures					
Current					
General government	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>1,337,194</u>	<u>1,337,194</u>	<u>1,255,241</u>	<u>(81,953)</u>	<u>1,313,857</u>
Other Financing Sources (Uses)					
Transfers out	<u>(1,337,194)</u>	<u>(1,337,194)</u>	<u>(1,237,071)</u>	<u>100,123</u>	<u>(1,349,914)</u>
Total other financing sources (uses)	<u>(1,337,194)</u>	<u>(1,337,194)</u>	<u>(1,237,071)</u>	<u>100,123</u>	<u>(1,349,914)</u>
Net change in fund balance	-	-	18,170	18,170	(36,057)
Fund balance, beginning of year	<u>110,347</u>	<u>110,347</u>	<u>110,347</u>	<u>-</u>	<u>146,404</u>
Fund balance, end of year	<u>\$ 110,347</u>	<u>\$ 110,347</u>	<u>\$ 128,517</u>	<u>\$ 18,170</u>	<u>\$ 110,347</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance—Budget and Actual
Public Safety Impact Fee
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (25,423)	\$ (25,423)	\$ 922
Other	317,112	317,112	390,546	73,434	262,931
Total revenues	<u>317,112</u>	<u>317,112</u>	<u>365,123</u>	<u>48,011</u>	<u>263,853</u>
Expenditures					
Current					
Police	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>317,112</u>	<u>317,112</u>	<u>365,123</u>	<u>48,011</u>	<u>263,853</u>
Net change in fund balance	317,112	317,112	365,123	48,011	263,853
Fund balance, beginning of year	<u>263,853</u>	<u>263,853</u>	<u>263,853</u>	<u>-</u>	<u>-</u>
Fund balance , end of year	<u>\$ 580,965</u>	<u>\$ 580,965</u>	<u>\$ 628,976</u>	<u>\$ 48,011</u>	<u>\$ 263,853</u>

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

HUD Facilities Projects: To provide financing for the acquisition and rehabilitation of the Museum of Nature and Science on Main Street in downtown Las Cruces. The source of funding is from HUD grants and Section 108 loans.

Public Parks Development: To provide for the establishment of parks and miniparks within subdivisions. The source of funding is from state grants, interest earnings, and charges to subdividers. If the parks using subdivision funds have not been started within a three-year period, the charges revert to the subdividers.

Street Improvement: To provide for the paving or improvements to streets. The source of funding is from a state grant and interest earned on investments.

Airport Improvement: To provide for the financing and construction of projects at the airport. The source of funding is from federal grants, state grants, and local matching funds.

Sales Tax–Street Maintenance: To provide for street repaving projects. The source of funding is one-quarter percent municipal gross receipts tax.

Flood Control: To construct a detention pond for the purpose of flood control and to serve as recreation as part of a multi-sport complex to include baseball, softball, and soccer fields. The source of funding is from the New Mexico Finance Authority.

Capital Improvement Reserve: To provide for the purchase of land and additions or improvements to city facilities. The source of funding is net profit on sales of securities.

Legislative Capital Improvements: To provide for the purchase of capital improvements approved by legislation.

State Capital Improvements: To provide for the purchase of capital improvements from state funding.

EDA West Mesa Industrial Park: To provide for the financing and construction of improvements, including installation of access roads and utilities for the airport and industrial complex. The source of funding is federal grants, local matching funds, rental income, and proceeds from the sale of land.

2003 Sales Tax Facilities and Parks: To provide for facilities/park improvements. The source of funding is the 2005 Gross Receipts Tax Refunding Revenue Bonds.

NMFA Loans Equipment Acquisition: To provide for well improvements.

2003 Sales Tax Street Lights: To provide for the acquisition of street lighting systems. The source of funding is the 2005 Gross Receipts Tax Refunding Revenue Bonds.

2005 Gross Receipts Tax Public Improvements: To account for various public improvements. The source of funding is the 2005 Sales Tax Bond.

Capital Projects Funds

— continued —

Las Cruces Convention Center: To provide for the design, construction, and equipping of the Las Cruces convention center. The source of funding is a New Mexico Finance Authority loan.

NMFA Street Improvements: To provide for the paving or improvements to streets. The source of funding is from New Mexico Finance Authority loans.

Stimulus Capital Projects: To account for various public improvements. The source of funding is from the American Recovery and Reinvestment Act.

NMFA Parking Deck: To provide for the financing and construction of a parking deck and other capital structures. The source of funding is from the New Mexico Finance Authority.

TIDD Street Projects: To account for the construction, operation, and maintenance of public infrastructure improvements in the downtown area.

2008 NMFA Griggs/Walnut/Plume: To provide for the construction of the remediation site. The source of funding is from New Mexico Finance Authority loans.

City of Las Cruces
Budgetary Comparison for Multiple-Year Capital Projects
For the Year Ended June 30, 2013

Capital Project Fund	Project Appropriations	2013 Expenditures	Expenditures Project to Date	Variance with Project Appropriations- Positive (Negative)
Facilities General Fund	\$ 2,257,966	\$ 208,747	\$ 1,918,888	\$ 339,078
HUD Facilities Projects	2,939,306	591,645	1,919,900	1,019,406
Facilities Federal Grants	1,200,000	762,020	803,299	396,701
Facilities State Grants	6,703,313	2,147,653	6,585,694	117,619
GRT Bond Public Improvements	225,106	13,944	104,050	121,056
Convention Center Project	22,639,346	1,572,457	22,634,092	5,254
NMFA Griggs Walnut Plume	3,535,000	33,457	1,478,798	2,056,202
GRT Facilities Projects	3,662,019	1,218,765	1,830,745	1,831,274
GRT Street Maintenance	1,364,898	38,840	648,903	715,995
Special Street Projects	876,882	27,246	394,402	482,480
State Grant Street Improvements	2,451,830	303,640	1,676,811	775,019
NMFA Street Projects	2,091,734	20,590	1,615,973	475,761
GRT Streets Projects	3,865,542	1,559,932	2,345,532	1,520,010
Airport Improvement	7,377,965	4,648,626	6,771,974	605,991
Flood Control	7,755,545	1,399,891	6,157,480	1,598,065
Federal Stimulus Capital Projects	888,000	475,908	888,000	-
Total	\$ 69,834,452	\$ 15,023,361	\$ 57,774,541	\$ 12,059,911

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
HUD Facilities Projects
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ -	\$ -	\$ 28	\$ 28	\$ 160
Total revenues	-	-	28	28	160
Expenditures					
Capital outlay	1,216,838	671,745	591,645	80,100	1,155,278
Total expenditures	1,216,838	671,745	591,645	80,100	1,155,278
Revenues over (under) expenditures	(1,216,838)	(671,745)	(591,617)	80,128	(1,155,118)
Net change in fund balance	(1,216,838)	(671,745)	(591,617)	80,128	(1,155,118)
Fund balance, beginning of year	672,144	672,144	672,144	-	1,827,262
Fund balance, end of year	\$ (544,694)	\$ 399	\$ 80,527	\$ 80,128	\$ 672,144

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Public Parks Development
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Licenses and permits	\$ 275,846	\$ 262,774	\$ 513,651	\$ 250,877	\$ 267,591
Investment income (loss)	30,000	30,000	(30,364)	(60,364)	64,582
Intergovernmental - State	266,330	416,950	82,443	(334,507)	4,884
Total revenues	<u>572,176</u>	<u>709,724</u>	<u>565,730</u>	<u>(143,994)</u>	<u>337,057</u>
Expenditures					
Current					
Public works	-	-	2,779	(2,779)	120
Capital outlay	1,595,593	1,858,422	1,061,284	797,138	459,810
Total expenditures	<u>1,595,593</u>	<u>1,858,422</u>	<u>1,064,063</u>	<u>794,359</u>	<u>459,930</u>
Revenues over (under) expenditures	<u>(1,023,417)</u>	<u>(1,148,698)</u>	<u>(498,333)</u>	<u>650,365</u>	<u>(122,873)</u>
Other Financing Sources (Uses)					
Issuance of debt	-	11,180	11,181	1	-
Transfers in	-	11,853	11,853	-	16,961
Transfers out	-	-	-	-	(48,784)
Total other financing sources (uses)	<u>-</u>	<u>23,033</u>	<u>23,034</u>	<u>1</u>	<u>(31,823)</u>
Net change in fund balance	(1,023,417)	(1,125,665)	(475,299)	650,366	(154,696)
Fund balance, beginning of year	<u>1,451,364</u>	<u>1,451,364</u>	<u>1,451,364</u>	<u>-</u>	<u>1,606,060</u>
Fund balance, end of year	<u>\$ 427,947</u>	<u>\$ 325,699</u>	<u>\$ 976,065</u>	<u>\$ 650,366</u>	<u>\$ 1,451,364</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance — Budget and Actual
Street Improvement
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 22,000	\$ 22,000	\$ 12,585	\$ (9,415)	\$ 72,562
Other	-	-	-	-	170,723
Intergovernmental -State	<u>3,077,489</u>	<u>1,617,804</u>	<u>1,267,983</u>	<u>(349,821)</u>	<u>1,348,002</u>
Total revenues	<u>3,099,489</u>	<u>1,639,804</u>	<u>1,280,568</u>	<u>(359,236)</u>	<u>1,591,287</u>
Expenditures					
Current					
Public works	6,500	6,500	15,865	(9,365)	23,088
Capital outlay	<u>3,433,134</u>	<u>2,177,734</u>	<u>1,356,560</u>	<u>821,174</u>	<u>1,710,874</u>
Total expenditures	<u>3,439,634</u>	<u>2,184,234</u>	<u>1,372,425</u>	<u>811,809</u>	<u>1,733,962</u>
Revenues over (under) expenditures	<u>(340,145)</u>	<u>(544,430)</u>	<u>(91,857)</u>	<u>452,573</u>	<u>(142,675)</u>
Other Financing Sources (Uses)					
Transfers in	-	9,970	9,970	-	-
Transfers out	-	<u>(11,853)</u>	<u>(11,853)</u>	-	<u>(835,856)</u>
Total other financing sources (uses)	-	<u>(1,883)</u>	<u>(1,883)</u>	-	<u>(835,856)</u>
Net change in fund balance	(340,145)	(546,313)	(93,740)	452,573	(978,531)
Fund balance, beginning of year	<u>1,035,992</u>	<u>1,035,992</u>	<u>1,035,992</u>	-	<u>2,014,523</u>
Fund balance, end of year	<u>\$ 695,847</u>	<u>\$ 489,679</u>	<u>\$ 942,252</u>	<u>\$ 452,573</u>	<u>\$ 1,035,992</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Airport Improvement
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	
	Original	Final		Actual	
Revenues					
Investment income (loss)	\$ 20,000	\$ 20,000	\$ 11,655	\$ (8,345)	\$ 46,795
Intergovernmental - Federal	6,516,191	5,310,634	4,476,795	(833,839)	1,202,107
Intergovernmental - State	1,273,053	320,794	171,831	(148,963)	30,802
Total revenues	<u>7,809,244</u>	<u>5,651,428</u>	<u>4,660,281</u>	<u>(991,147)</u>	<u>1,279,704</u>
Expenditures					
Current					
Transportation	429,604	245,281	180,067	65,214	-
Capital outlay	7,349,796	5,315,608	4,468,558	847,050	1,293,603
Total expenditures	<u>7,779,400</u>	<u>5,560,889</u>	<u>4,648,625</u>	<u>912,264</u>	<u>1,293,603</u>
Revenues over (under) expenditures	<u>29,844</u>	<u>90,539</u>	<u>11,656</u>	<u>(78,883)</u>	<u>(13,899)</u>
Other Financing Sources (Uses)					
Transfers out	-	-	-	-	(734,601)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(734,601)</u>
Net change in fund balance	29,844	90,539	11,656	(78,883)	(748,500)
Fund balance, beginning of year	-	-	-	-	748,500
Fund balance, end of year	<u>\$ 29,844</u>	<u>\$ 90,539</u>	<u>\$ 11,656</u>	<u>\$ (78,883)</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Sales Tax—Street Maintenance
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 35,000	\$ 35,000	\$ (101,491)	\$ (136,491)	\$ 259,958
Local taxes					
Gross receipts	6,547,000	6,710,000	5,540,313	(1,169,687)	6,558,267
Total local taxes	6,582,000	6,745,000	5,438,822	(1,306,178)	6,818,225
Other	350,000	350,000	192,964	(157,036)	(61,689)
Total revenues	6,932,000	7,095,000	5,631,786	(1,463,214)	6,756,536
Expenditures					
Current					
Transportation	247,000	247,000	-	247,000	2,830,632
Public works	-	-	2,491,497	(2,491,497)	-
Capital outlay	6,285,000	10,140,233	2,735,779	7,404,454	1,588,584
Total expenditures	6,532,000	10,387,233	5,227,276	5,159,957	4,419,216
Revenues over (under) expenditures	400,000	(3,292,233)	404,510	3,696,743	2,337,320
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	-	4,478,252
Sale of capital assets	-	-	2,749	2,749	-
Debt issuance cost	-	-	-	-	(45,953)
Transfers in	-	37,216	19,008	18,208	26,772
Transfers out	(3,305,752)	(3,342,968)	(3,324,760)	(18,208)	(4,015,671)
Total other financing sources (uses)	(3,305,752)	(3,305,752)	(3,303,003)	2,749	443,400
Net change in fund balance	(2,905,752)	(6,597,985)	(2,898,493)	3,699,492	2,780,720
Fund balance, beginning of year	8,523,634	8,523,634	8,523,634	-	5,742,914
Fund balance, end of year	\$ 5,617,882	\$ 1,925,649	\$ 5,625,141	\$ 3,699,492	\$ 8,523,634

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Flood Control
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Property taxes	\$ 3,855,712	\$ 3,855,712	\$ 3,932,442	\$ 76,730	\$ 3,979,615
Investment income (loss)	30,000	30,000	(66,500)	(96,500)	115,051
Other	40,000	40,000	(79,590)	(119,590)	46,222
Total revenues	<u>3,925,712</u>	<u>3,925,712</u>	<u>3,786,352</u>	<u>(139,360)</u>	<u>4,140,888</u>
Expenditures					
Current					
Public works	38,690	38,690	109,360	(70,670)	137,610
Capital outlay	2,061,646	3,843,519	1,421,745	2,421,774	3,149,283
Total expenditures	<u>2,100,336</u>	<u>3,882,209</u>	<u>1,531,105</u>	<u>2,351,104</u>	<u>3,286,893</u>
Revenues over (under) expenditures	<u>1,825,376</u>	<u>43,503</u>	<u>2,255,247</u>	<u>2,211,744</u>	<u>853,995</u>
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	-	1,525,061
Debt issuance cost	-	-	-	-	(49,462)
Transfers in	-	14,973	14,973	-	835,856
Transfers out	<u>(3,021,033)</u>	<u>(3,042,207)</u>	<u>(3,042,206)</u>	<u>1</u>	<u>(3,085,935)</u>
Total other financing sources (uses)	<u>(3,021,033)</u>	<u>(3,027,234)</u>	<u>(3,027,233)</u>	<u>1</u>	<u>(774,480)</u>
Net change in fund balance	(1,195,657)	(2,983,731)	(771,986)	2,211,745	79,515
Fund balance, beginning of year	<u>3,552,151</u>	<u>3,552,151</u>	<u>3,552,151</u>	<u>-</u>	<u>3,472,636</u>
Fund balance, end of year	<u>\$ 2,356,494</u>	<u>\$ 568,420</u>	<u>\$ 2,780,165</u>	<u>\$ 2,211,745</u>	<u>\$ 3,552,151</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Capital Improvement Reserve
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 75,000	\$ 75,000	\$ (149,118)	\$ (224,118)	\$ 152,887
Other	-	40,000	34,886	(5,114)	2,525
Total revenues	<u>75,000</u>	<u>115,000</u>	<u>(114,232)</u>	<u>(229,232)</u>	<u>155,412</u>
Expenditures					
Current					
Public works	-	51,507	46,623	4,884	-
Capital outlay	<u>3,394,086</u>	<u>3,972,579</u>	<u>777,808</u>	<u>3,194,771</u>	<u>859,093</u>
Total expenditures	<u>3,394,086</u>	<u>4,024,086</u>	<u>824,431</u>	<u>3,199,655</u>	<u>859,093</u>
Revenues over (under) expenditures	<u>(3,319,086)</u>	<u>(3,909,086)</u>	<u>(938,663)</u>	<u>2,970,423</u>	<u>(703,681)</u>
Other Financing Sources (Uses)					
Transfers in	-	600,000	600,000	-	1,334,123
Total other financing sources (uses)	<u>-</u>	<u>600,000</u>	<u>600,000</u>	<u>-</u>	<u>1,334,123</u>
Net change in fund balance	(3,319,086)	(3,309,086)	(338,663)	2,970,423	630,442
Fund balance, beginning of year	<u>4,039,455</u>	<u>4,039,455</u>	<u>4,039,455</u>	<u>-</u>	<u>3,409,013</u>
Fund balance, end of year	<u>\$ 720,369</u>	<u>\$ 730,369</u>	<u>\$ 3,700,792</u>	<u>\$ 2,970,423</u>	<u>\$ 4,039,455</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Legislative Capital Improvements
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Intergovernmental - Federal	\$ 1,139,306	\$ 855,208	\$ 762,020	\$ (93,188)	\$ 403,598
Total revenues	<u>1,139,306</u>	<u>855,208</u>	<u>762,020</u>	<u>(93,188)</u>	<u>403,598</u>
Expenditures					
Current					
Public works	200,000	18,000	-	18,000	200,000
Capital outlay	<u>939,306</u>	<u>837,208</u>	<u>762,020</u>	<u>75,188</u>	<u>203,598</u>
Total expenditures	<u>1,139,306</u>	<u>855,208</u>	<u>762,020</u>	<u>93,188</u>	<u>403,598</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance , end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
State Capital Improvements
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Intergovernmental - State	\$ 1,769,430	\$ 2,147,653	\$ 495,868	\$ (1,651,785)	\$ 953,928
Total revenues	<u>1,769,430</u>	<u>2,147,653</u>	<u>495,868</u>	<u>(1,651,785)</u>	<u>953,928</u>
Expenditures					
Current					
Public works	-	-	-	-	67,975
Capital outlay	<u>1,769,430</u>	<u>2,147,653</u>	<u>495,868</u>	<u>1,651,785</u>	<u>885,953</u>
Total expenditures	<u>1,769,430</u>	<u>2,147,653</u>	<u>495,868</u>	<u>1,651,785</u>	<u>953,928</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance , end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance — Budget and Actual
EDA West Mesa Industrial Park
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 5,000	\$ 5,000	\$ (49,519)	\$ (54,519)	\$ 23,890
Other	379,800	379,800	211,549	(168,251)	133,504
Total revenues	<u>384,800</u>	<u>384,800</u>	<u>162,030</u>	<u>(222,770)</u>	<u>157,394</u>
Expenditures					
Current					
Public works	50,000	50,000	7,836	42,164	8,624
Capital outlay	<u>500,000</u>	<u>500,000</u>	<u>-</u>	<u>500,000</u>	<u>-</u>
Total expenditures	<u>550,000</u>	<u>550,000</u>	<u>7,836</u>	<u>542,164</u>	<u>8,624</u>
Revenues over (under) expenditures	<u>(165,200)</u>	<u>(165,200)</u>	<u>154,194</u>	<u>319,394</u>	<u>148,770</u>
Other Financing Sources (Uses)					
Sale of capital assets	-	-	-	-	600,000
Total other financing sources (uses)	-	-	-	-	600,000
Net change in fund balance	(165,200)	(165,200)	154,194	319,394	748,770
Fund balance, beginning of year	<u>1,085,479</u>	<u>1,085,479</u>	<u>1,085,479</u>	<u>-</u>	<u>336,709</u>
Fund balance, end of year	<u>\$ 920,279</u>	<u>\$ 920,279</u>	<u>\$ 1,239,673</u>	<u>\$ 319,394</u>	<u>\$ 1,085,479</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
2003 Sales Tax Facilities and Parks
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income	\$ 33,000	\$ 33,000	\$ 561	\$ (32,439)	\$ 75,368
Total revenues	<u>33,000</u>	<u>33,000</u>	<u>561</u>	<u>(32,439)</u>	<u>75,368</u>
Expenditures					
Current					
Public works	366,928	366,928	179,080	187,848	11,246
Capital outlay	4,068,019	4,405,788	1,315,553	3,090,235	745,516
Debt service					
Interest and other charges	-	-	-	-	-
Total expenditures	<u>4,434,947</u>	<u>4,772,716</u>	<u>1,494,633</u>	<u>3,278,083</u>	<u>756,762</u>
Revenues over (under) expenditures	<u>(4,401,947)</u>	<u>(4,739,716)</u>	<u>(1,494,072)</u>	<u>3,245,644</u>	<u>(681,394)</u>
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	-	5,473,420
Debt issuance cost	-	-	-	-	(70,063)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,403,357</u>
Net change in fund balance	(4,401,947)	(4,739,716)	(1,494,072)	3,245,644	4,721,963
Fund balance, beginning of year	<u>4,855,052</u>	<u>4,855,052</u>	<u>4,855,052</u>	-	<u>133,089</u>
Fund balance, end of year	<u>\$ 453,105</u>	<u>\$ 115,336</u>	<u>\$ 3,360,980</u>	<u>\$ 3,245,644</u>	<u>\$ 4,855,052</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance — Budget and Actual
NMFA Loans Equipment Acquisition
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ 69	\$ 68	\$ (1)	\$ 148
Total revenues	<u>-</u>	<u>69</u>	<u>68</u>	<u>(1)</u>	<u>148</u>
Expenditures					
Capital outlay	940,000	940,000	940,000	-	-
Total expenditures	<u>940,000</u>	<u>940,000</u>	<u>940,000</u>	<u>-</u>	<u>-</u>
Revenues over (under) expenditures	<u>(940,000)</u>	<u>(939,931)</u>	<u>(939,932)</u>	<u>(1)</u>	<u>148</u>
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	-	964,250
Debt issuance cost	-	-	-	-	(24,250)
Transfers out	<u>-</u>	<u>(14,982)</u>	<u>(14,982)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>(14,982)</u>	<u>(14,982)</u>	<u>-</u>	<u>940,000</u>
Net change in fund balance	(940,000)	(954,913)	(954,914)	(1)	940,148
Fund balance, beginning of year	<u>954,914</u>	<u>954,914</u>	<u>954,914</u>	<u>-</u>	<u>14,766</u>
Fund balance, end of year	<u>\$ 14,914</u>	<u>\$ 1</u>	<u>\$ -</u>	<u>\$ (1)</u>	<u>\$ 954,914</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
2003 Sales Tax Street Lights
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 1,000	\$ 1,000	\$ (2,702)	\$ (3,702)	\$ 3,133
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>(2,702)</u>	<u>(3,702)</u>	<u>3,133</u>
Expenditures					
Capital outlay	<u>25,547</u>	<u>25,547</u>	<u>-</u>	<u>25,547</u>	<u>-</u>
Total expenditures	<u>25,547</u>	<u>25,547</u>	<u>-</u>	<u>25,547</u>	<u>-</u>
Revenues over (under) expenditures	<u>(24,547)</u>	<u>(24,547)</u>	<u>(2,702)</u>	<u>21,845</u>	<u>3,133</u>
Net change in fund balance	<u>(24,547)</u>	<u>(24,547)</u>	<u>(2,702)</u>	<u>21,845</u>	<u>3,133</u>
Fund balance, beginning of year	<u>72,245</u>	<u>72,245</u>	<u>72,245</u>	<u>-</u>	<u>69,112</u>
Fund balance, end of year	<u>\$ 47,698</u>	<u>\$ 47,698</u>	<u>\$ 69,543</u>	<u>\$ 21,845</u>	<u>\$ 72,245</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
2005 Gross Receipts Tax Public Improvements
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 5,000	\$ 5,000	\$ (17,599)	\$ (22,599)	\$ 24,173
Total revenues	<u>5,000</u>	<u>5,000</u>	<u>(17,599)</u>	<u>(22,599)</u>	<u>24,173</u>
Expenditures					
Capital outlay	<u>567,873</u>	<u>521,250</u>	<u>38,840</u>	<u>482,410</u>	<u>90,106</u>
Total expenditures	<u>567,873</u>	<u>521,250</u>	<u>38,840</u>	<u>482,410</u>	<u>90,106</u>
Revenues over (under) expenditures	<u>(562,873)</u>	<u>(516,250)</u>	<u>(56,439)</u>	<u>459,811</u>	<u>(65,933)</u>
Net change in fund balance	(562,873)	(516,250)	(56,439)	459,811	(65,933)
Fund balance, beginning of year	<u>516,557</u>	<u>516,557</u>	<u>516,557</u>	<u>-</u>	<u>582,490</u>
Fund balance, end of year	<u>\$ (46,316)</u>	<u>\$ 307</u>	<u>\$ 460,118</u>	<u>\$ 459,811</u>	<u>\$ 516,557</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Las Cruces Convention Center
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 33,000	\$ 50,000	\$ (61,382)	\$ (111,382)	\$ 93,239
Total revenues	<u>33,000</u>	<u>50,000</u>	<u>(61,382)</u>	<u>(111,382)</u>	<u>93,239</u>
Expenditures					
Current					
Public works	30,760	1,300	1,300	-	-
Capital outlay	<u>847,935</u>	<u>824,126</u>	<u>14,311</u>	<u>809,815</u>	<u>4,837</u>
Total expenditures	<u>878,695</u>	<u>825,426</u>	<u>15,611</u>	<u>809,815</u>	<u>4,837</u>
Revenues over (under) expenditures	<u>(845,695)</u>	<u>(775,426)</u>	<u>(76,993)</u>	<u>698,433</u>	<u>88,402</u>
Other Financing Sources (Uses)					
Transfers out	-	(1,556,846)	(1,556,846)	-	-
Total other financing sources (uses)	-	(1,556,846)	(1,556,846)	-	-
Net change in fund balance	(845,695)	(2,332,272)	(1,633,839)	698,433	88,402
Fund balance, beginning of year	<u>2,332,272</u>	<u>2,332,272</u>	<u>2,332,272</u>	-	<u>2,243,870</u>
Fund balance, end of year	<u>\$ 1,486,577</u>	<u>\$ -</u>	<u>\$ 698,433</u>	<u>\$ 698,433</u>	<u>\$ 2,332,272</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
NMFA Street Improvements
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (1,589)	\$ (1,589)	\$ 8,769
Total revenues	<u>-</u>	<u>-</u>	<u>(1,589)</u>	<u>(1,589)</u>	<u>8,769</u>
Expenditures					
Current					
Public works	-	-	-	-	118,104
Capital outlay	<u>-</u>	<u>54,694</u>	<u>20,149</u>	<u>34,545</u>	<u>102,761</u>
Total expenditures	<u>-</u>	<u>54,694</u>	<u>20,149</u>	<u>34,545</u>	<u>220,865</u>
Revenues over (under) expenditures	<u>-</u>	<u>(54,694)</u>	<u>(21,738)</u>	<u>32,956</u>	<u>(212,096)</u>
Net change in fund balance	-	(54,694)	(21,738)	32,956	(212,096)
Fund balance, beginning of year	<u>65,774</u>	<u>65,774</u>	<u>65,774</u>	<u>-</u>	<u>277,870</u>
Fund balance, end of year	<u>\$ 65,774</u>	<u>\$ 11,080</u>	<u>\$ 44,036</u>	<u>\$ 32,956</u>	<u>\$ 65,774</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
Stimulus Capital Projects
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (1,893)	\$ (1,893)	\$ 1,891
Intergovernmental - Federal	876,916	475,908	475,908	-	273,062
Intergovernmental - State	88,906	63,217	-	(63,217)	376,330
Total revenues	<u>965,822</u>	<u>539,125</u>	<u>474,015</u>	<u>(65,110)</u>	<u>651,283</u>
Expenditures					
Current					
Community and cultural services	-	-	-	-	1,215
Public works	-	-	-	-	46,951
Capital outlay	965,822	539,125	475,908	63,217	601,224
Total expenditures	<u>965,822</u>	<u>539,125</u>	<u>475,908</u>	<u>63,217</u>	<u>649,390</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(1,893)</u>	<u>(1,893)</u>	<u>1,893</u>
Net change in fund balance	-	-	(1,893)	(1,893)	1,893
Fund balance, beginning of year	<u>1,893</u>	<u>1,893</u>	<u>1,893</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,893</u>	<u>\$ 1,893</u>	<u>\$ -</u>	<u>\$ (1,893)</u>	<u>\$ 1,893</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance — Budget and Actual
NMFA Parking Deck
For the Year Ended June 30, 2013

	2013			Variance with Final Budget - Positive (Negative)	2012
	Budgeted Amounts		Actual		Actual
	Original	Final			
Revenues					
Investment income (loss)	\$ 700	\$ 1,817	\$ 1,648	\$ (169)	\$ 5,593
Total revenues	<u>700</u>	<u>1,817</u>	<u>1,648</u>	<u>(169)</u>	<u>5,593</u>
Expenditures					
Current					
Public works	-	-	-	-	2,535
Capital outlay	<u>137,700</u>	<u>137,700</u>	<u>137,700</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>137,700</u>	<u>137,700</u>	<u>137,700</u>	<u>-</u>	<u>2,535</u>
Revenues over (under) expenditures	<u>(137,000)</u>	<u>(135,883)</u>	<u>(136,052)</u>	<u>(169)</u>	<u>3,058</u>
Other Financing Sources (Uses)					
Transfers out	<u>-</u>	<u>(2,700)</u>	<u>(2,531)</u>	<u>169</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>(2,700)</u>	<u>(2,531)</u>	<u>169</u>	<u>-</u>
Net change in fund balance	(137,000)	(138,583)	(138,583)	-	3,058
Fund balance, beginning of year	<u>138,583</u>	<u>138,583</u>	<u>138,583</u>	<u>-</u>	<u>135,525</u>
Fund balance , end of year	<u><u>\$ 1,583</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 138,583</u></u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance —Budget and Actual
TIDD Street Projects
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Investment income (loss)	\$ -	\$ -	\$ (365)	\$ (365)	\$ 3,465
Total revenues	-	-	(365)	(365)	3,465
Expenditures					
Capital outlay	-	-	-	-	67,814
Total expenditures	-	-	-	-	67,814
Revenues over (under) expenditures	-	-	(365)	(365)	(64,349)
Net change in fund balance	-	-	(365)	(365)	(64,349)
Fund balance, beginning of year	9,761	9,761	9,761	-	74,110
Fund balance, end of year	<u>\$ 9,761</u>	<u>\$ 9,761</u>	<u>\$ 9,396</u>	<u>\$ (365)</u>	<u>\$ 9,761</u>

City of Las Cruces
Schedule of Revenues, Expenditures, and Changes in
Fund Balance — Budget and Actual
2008 NMFA Griggs/Walnut/Plume
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Revenues					
Other	\$ 4,590,920	\$ 4,590,920	\$ -	\$ (4,590,920)	\$ -
Total revenues	<u>4,590,920</u>	<u>4,590,920</u>	<u>-</u>	<u>(4,590,920)</u>	<u>-</u>
Expenditures					
Capital outlay	4,590,920	4,590,920	33,126	4,557,794	1,219,718
Interest and other charges	-	-	331	(331)	12,197
Total expenditures	<u>4,590,920</u>	<u>4,590,920</u>	<u>33,457</u>	<u>4,557,463</u>	<u>1,231,915</u>
Revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(33,457)</u>	<u>(33,457)</u>	<u>(1,231,915)</u>
Other Financing Sources (Uses)					
Issuance of debt	-	-	33,457	33,457	1,231,915
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>33,457</u>	<u>33,457</u>	<u>1,231,915</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Schedules of Revenues, Expenses, and Changes in Net Position —Budget and Actual—Proprietary Funds

Enterprise Funds

- ◆ Gas
- ◆ Water
- ◆ Wastewater
- ◆ Solid Waste
- ◆ Transit
- ◆ Alternative Fuel Station
- ◆ Clean Community Commission

Internal Service Funds

- ◆ Internal Services
- ◆ Self-Insurance

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Gas Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Operating Revenues					
Sales/charges	\$ 23,831,698	\$ 24,086,488	\$ 24,022,213	\$ (64,275)	\$ 24,190,928
Provision for uncollectible accounts	<u>(295,546)</u>	<u>(295,546)</u>	<u>(112,706)</u>	<u>182,840</u>	<u>(259,247)</u>
Net sales/charges	<u>23,536,152</u>	<u>23,790,942</u>	<u>23,909,507</u>	<u>118,565</u>	<u>23,931,681</u>
Utility extension/service fee	200,000	200,000	235,484	35,484	200,165
Other	<u>20,000</u>	<u>20,000</u>	<u>97,659</u>	<u>77,659</u>	<u>18,188</u>
Total operating revenues	<u>23,756,152</u>	<u>24,010,942</u>	<u>24,242,650</u>	<u>231,708</u>	<u>24,150,034</u>
Operating Expenses					
Personnel services	3,603,166	3,603,166	3,254,504	348,662	3,319,324
Cost of gas purchased	13,389,169	13,389,169	13,111,258	277,911	13,151,390
Supplies	211,930	239,630	160,242	79,388	246,310
Utilities	32,800	32,800	21,105	11,695	27,440
Professional services	862,239	1,054,840	468,580	586,260	334,021
Repairs and maintenance	1,458,500	1,465,800	1,108,400	357,400	1,258,148
Rent	7,000	7,000	650	6,350	5,231
Depreciation and amortization	1,843,800	2,211,691	2,186,856	24,835	2,216,237
Payment in lieu of taxes	609,422	609,422	602,734	6,688	595,644
Administrative charges from other funds	566,425	566,425	566,425	-	553,875
Customer service	2,575,570	2,730,144	1,895,145	834,999	2,067,537
Insurance	214,944	214,944	349,546	(134,602)	214,944
Other	<u>92,600</u>	<u>40,200</u>	<u>379,117</u>	<u>(338,917)</u>	<u>44,777</u>
Total operating expenses	<u>25,467,565</u>	<u>26,165,231</u>	<u>24,104,562</u>	<u>2,060,669</u>	<u>24,034,878</u>
Operating income (loss)	<u>(1,711,413)</u>	<u>(2,154,289)</u>	<u>138,088</u>	<u>2,292,377</u>	<u>115,156</u>
Non-operating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	-	-	18,804
Investment income (loss)	282,000	282,000	(451,392)	(733,392)	441,235
Interest expense	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>	<u>15,000</u>	<u>(9,802)</u>
Total non-operating revenues (expenses)	<u>267,000</u>	<u>267,000</u>	<u>(451,392)</u>	<u>(718,392)</u>	<u>450,237</u>
Income (loss) before transfers	<u>(1,444,413)</u>	<u>(1,887,289)</u>	<u>(313,304)</u>	<u>1,573,985</u>	<u>565,393</u>
Capital contributions	150,000	-	97,037	97,037	7,230
Transfers in	300,000	406,555	106,555	(300,000)	-
Transfers out	<u>(54,400)</u>	<u>(54,400)</u>	<u>-</u>	<u>54,400</u>	<u>(54,400)</u>
Transfers, net	<u>395,600</u>	<u>352,155</u>	<u>203,592</u>	<u>(148,563)</u>	<u>(47,170)</u>
Change in fund net position	<u>(1,048,813)</u>	<u>(1,535,134)</u>	<u>(109,712)</u>	<u>1,425,422</u>	<u>518,223</u>
Fund net position, beginning of year	<u>42,542,992</u>	<u>42,542,992</u>	<u>42,542,992</u>	<u>-</u>	<u>42,024,769</u>
Fund net position, end of year	<u>\$ 41,494,179</u>	<u>\$ 41,007,858</u>	<u>\$ 42,433,280</u>	<u>\$ 1,425,422</u>	<u>\$ 42,542,992</u>

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Water Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Operating Revenues					
Sales/charges	\$ 16,758,753	\$ 16,978,753	\$ 15,152,825	\$ (1,825,928)	\$ 15,348,805
Provision for uncollectible accounts	(272,000)	(272,000)	(50,359)	221,641	(187,737)
Net sales/charges	<u>16,486,753</u>	<u>16,706,753</u>	15,102,466	(1,604,287)	15,161,068
Utility extension/service fee	75,000	75,000	132,070	57,070	106,127
Rentals	-	12,795	625	(12,170)	12,795
Other	<u>50,000</u>	<u>50,000</u>	152,964	102,964	99,485
Net operating revenues	<u>16,611,753</u>	<u>16,844,548</u>	15,388,125	(1,456,423)	15,379,475
Operating Expenses					
Personnel services	2,817,300	2,819,385	2,618,924	200,461	2,640,708
Supplies	596,700	794,540	620,496	174,044	481,242
Utilities	2,178,475	2,018,475	1,680,888	337,587	1,877,793
Professional services	2,400,961	2,474,279	1,315,208	1,159,071	1,358,843
Repairs and maintenance	1,418,000	2,018,028	1,704,435	313,593	1,290,165
Rent	44,000	44,000	26,299	17,701	31,447
Depreciation and amortization	2,186,600	2,288,921	2,311,450	(22,529)	2,281,492
Payment in lieu of taxes	570,549	570,549	536,006	34,543	537,853
Administrative charges from other funds	547,525	547,525	547,525	-	559,652
Customer service	2,231,527	2,358,776	1,428,983	929,793	1,760,481
Insurance	214,236	214,236	214,236	-	107,034
Cost of water	150,000	150,000	185,383	(35,383)	-
Other	<u>28,200</u>	<u>28,200</u>	347,462	(319,262)	18,038
Total operating expenses	<u>15,384,073</u>	<u>16,326,914</u>	13,537,295	2,789,619	12,944,748
Operating income	<u>1,227,680</u>	<u>517,634</u>	1,850,830	1,333,196	2,434,727
Non-operating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	(9,804)	(9,804)	-
Investment income (loss)	519,660	519,660	(548,436)	(1,068,096)	840,731
Grants - federal	241,116	241,117	241,116	(1)	1,437
Interest expense	<u>(1,523,000)</u>	<u>(1,523,000)</u>	(1,059,965)	463,035	(1,249,228)
Total non-operating revenues (expenses)	<u>(762,224)</u>	<u>(762,223)</u>	(1,377,089)	(614,866)	(407,060)
Income (loss) before contributions and transfers	465,456	(244,589)	473,741	718,330	2,027,667
Capital contributions	400,000	400,000	602,018	202,018	22,199
Transfers in	1,033,603	1,033,603	303,909	(729,694)	277,129
Transfers out	<u>(300,000)</u>	<u>(300,000)</u>	-	300,000	(1,898,175)
Transfers, net	<u>1,133,603</u>	<u>1,133,603</u>	905,927	(227,676)	(1,598,847)
Change in fund net position	1,599,059	889,014	1,379,668	490,654	428,820
Fund net position, beginning of year	<u>76,809,165</u>	<u>76,809,165</u>	76,809,165	-	76,380,345
Fund net position, end of year	<u>\$ 78,408,224</u>	<u>\$ 77,698,179</u>	\$ 78,188,833	\$ 490,654	\$ 76,809,165

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Wastewater Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Operating Revenues					
Sales/charges	\$ 11,794,963	\$ 11,794,963	\$ 11,928,816	\$ 133,853	\$ 11,657,965
Provision for uncollectible accounts	(250,000)	(250,000)	(50,000)	200,000	(162,164)
Net sales/charges	11,544,963	11,544,963	11,878,816	333,853	11,495,801
Line extension/service fee	20,000	20,000	12,260	(7,740)	22,657
Other	40,000	40,000	113,345	73,345	80,476
Total operating revenues	<u>11,604,963</u>	<u>11,604,963</u>	<u>12,004,421</u>	399,458	<u>11,598,934</u>
Operating Expenses					
Personnel services	2,755,822	2,756,797	2,377,750	379,047	2,282,757
Supplies	867,700	1,031,514	705,971	325,543	663,349
Utilities	1,316,300	1,120,702	772,742	347,960	704,733
Professional services	1,183,109	1,221,865	681,411	540,454	615,759
Repairs and maintenance	727,400	912,342	675,486	236,856	600,019
Rent	7,500	7,500	6,212	1,288	1,403
Depreciation and amortization	3,092,500	3,182,033	3,213,965	(31,932)	3,183,778
Payment in lieu of taxes	511,021	511,021	501,441	9,580	495,314
Administrative charges from other funds	535,991	535,991	535,991	-	531,153
Customer service	2,118,775	2,241,971	1,507,757	734,214	1,696,376
Insurance	149,254	149,254	149,254	-	42,043
Other	24,100	24,100	346,426	(322,326)	13,035
Total operating expenses	<u>13,289,472</u>	<u>13,695,090</u>	<u>11,474,406</u>	2,220,684	<u>10,829,719</u>
Operating income	<u>(1,684,509)</u>	<u>(2,090,127)</u>	<u>530,015</u>	2,620,142	<u>769,215</u>
Non-operating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	(13,149)	(13,149)	-
Investment income (loss)	514,325	514,325	(606,344)	(1,120,669)	716,137
Interest expense	(1,081,537)	(1,081,537)	(895,405)	186,132	(1,002,156)
Total non-operating revenues (expenses)	<u>(567,212)</u>	<u>(567,212)</u>	<u>(1,514,898)</u>	(947,686)	<u>(286,019)</u>
Income (loss) before contributions and transfers	(2,251,721)	(2,657,339)	(984,883)	1,672,456	483,196
Capital contributions	400,000	400,000	590,400	190,400	16,913
Transfers in	836,368	592,236	583,228	(9,008)	2,649,244
Transfers out	(725,000)	(725,000)	-	725,000	-
Transfers, net	<u>511,368</u>	<u>267,236</u>	<u>1,173,628</u>	906,392	<u>2,666,157</u>
Change in fund net position	(1,740,353)	(2,390,103)	188,745	2,578,848	3,149,353
Fund net position, beginning of year	<u>82,353,203</u>	<u>82,353,203</u>	<u>82,353,203</u>	-	<u>79,203,850</u>
Fund net position, end of year	<u>\$ 80,612,850</u>	<u>\$ 79,963,100</u>	<u>\$ 82,541,948</u>	<u>\$ 2,578,848</u>	<u>\$ 82,353,203</u>

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Solid Waste Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with	Actual
	Original	Final		Final Budget - Positive (Negative)	
Operating Revenues					
Sales/charges	\$11,485,498	\$11,505,498	\$11,667,312	\$ 161,814	\$11,174,843
Provision for uncollectible accounts	(150,000)	(150,000)	(74,179)	75,821	(145,585)
Net sales/charges	<u>11,335,498</u>	<u>11,355,498</u>	<u>11,593,133</u>	<u>237,635</u>	<u>11,029,258</u>
Rentals	-	-	5,348	5,348	640
Other	-	-	136,912	136,912	19,748
Net operating revenues	<u>11,335,498</u>	<u>11,355,498</u>	<u>11,735,393</u>	<u>379,895</u>	<u>11,049,646</u>
Operating Expenses					
Personnel services	2,385,576	2,385,956	2,046,356	339,600	2,061,473
Supplies	743,000	737,500	265,982	471,518	331,454
Utilities	30,050	44,550	34,708	9,842	20,610
Professional services	4,788,131	4,936,685	4,077,043	859,642	3,995,154
Repairs and maintenance	1,490,500	1,490,500	1,240,160	250,340	1,253,491
Rent	1,000	1,000	-	1,000	-
Depreciation and amortization	879,400	890,660	751,651	139,009	717,725
Payment in lieu of taxes	219,736	219,736	231,092	(11,356)	195,940
Administrative charges from other funds	242,918	242,918	225,666	17,252	214,728
Customer service	2,069,098	2,196,017	1,437,397	758,620	1,542,541
Post-closure costs	-	25,135	795,303	(770,168)	627,513
Insurance	225,792	225,792	209,757	16,035	123,599
Other	10,550	10,550	-	10,550	-
Total operating expenses	<u>13,085,751</u>	<u>13,406,999</u>	<u>11,315,115</u>	<u>2,091,884</u>	<u>11,084,228</u>
Operating income	<u>(1,750,253)</u>	<u>(2,051,501)</u>	<u>420,278</u>	<u>2,471,779</u>	<u>(34,582)</u>
Non-operating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	23,658	23,658	-
Gain (loss) on disposition of assets	-	-	(35,167)	(35,167)	-
Investment income (loss)	197,000	197,000	(220,774)	(417,774)	259,410
Interest expense	(102,300)	(74,930)	(72,210)	2,720	(61,313)
Total non-operating revenues (expenses)	<u>94,700</u>	<u>122,070</u>	<u>(304,493)</u>	<u>(426,563)</u>	<u>198,097</u>
Income before transfers	<u>(1,655,553)</u>	<u>(1,929,431)</u>	<u>115,785</u>	<u>2,045,216</u>	<u>163,515</u>
Transfers in	960,000	146,323	144,097	(2,226)	-
Transfers, net	<u>960,000</u>	<u>146,323</u>	<u>144,097</u>	<u>(2,226)</u>	<u>-</u>
Change in fund net position	(695,553)	(1,783,108)	259,882	2,042,990	182,425
Fund net position, beginning of year	<u>8,205,817</u>	<u>8,205,817</u>	<u>8,205,817</u>	<u>-</u>	<u>8,023,392</u>
Fund net position, end of year	<u>\$ 7,510,264</u>	<u>\$ 6,422,709</u>	<u>\$ 8,465,699</u>	<u>\$ 2,042,990</u>	<u>\$ 8,205,817</u>

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Transit Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Operating Revenues					
Sales	\$ 618,411	\$ 618,411	\$ 636,572	\$ 18,161	\$ 658,437
Other	-	-	362	362	1,215
Total operating revenues	<u>618,411</u>	<u>618,411</u>	<u>636,934</u>	<u>18,523</u>	<u>659,652</u>
Operating Expenses					
Personnel services	2,723,178	2,723,178	2,527,605	195,573	2,579,804
Supplies	418,682	454,670	214,908	239,762	99,959
Utilities	27,900	27,900	23,664	4,236	20,889
Professional services	70,099	94,538	61,161	33,377	78,265
Motor pool charges	633,653	633,653	578,415	55,238	534,358
Motor fuel	278,058	268,008	295,168	(27,160)	309,240
Repairs and maintenance	130,000	137,250	128,230	9,020	111,719
Depreciation and amortization	507,638	507,638	497,642	9,996	560,973
Insurance	39,941	39,941	39,941	-	39,941
Other	51,040	51,040	49,421	1,619	864
Total operating expenses	<u>4,880,189</u>	<u>4,937,816</u>	<u>4,416,155</u>	<u>521,661</u>	<u>4,336,012</u>
Operating income	<u>(4,261,778)</u>	<u>(4,319,405)</u>	<u>(3,779,221)</u>	<u>540,184</u>	<u>(3,676,360)</u>
Non-operating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	(882)	(882)	-
Grants	6,042,398	5,679,837	3,185,020	(2,494,817)	1,764,795
Total non-operating revenues (expenses)	<u>6,042,398</u>	<u>5,679,837</u>	<u>3,184,138</u>	<u>(2,495,699)</u>	<u>1,764,795</u>
Income (loss) before transfers	1,780,620	1,360,432	(595,083)	(1,955,515)	(1,911,565)
Transfers in	1,913,944	1,913,944	1,913,944	-	1,908,369
Transfers out	-	-	-	-	-
Transfers, net	<u>1,913,944</u>	<u>1,913,944</u>	<u>1,913,944</u>	<u>-</u>	<u>1,908,369</u>
Change in fund net position	3,694,564	3,274,376	1,318,861	(1,955,515)	(3,196)
Fund net position, beginning of year	<u>4,854,107</u>	<u>4,854,107</u>	<u>4,854,107</u>	<u>-</u>	<u>4,857,303</u>
Fund net position, end of year	<u>\$ 8,548,671</u>	<u>\$ 8,128,483</u>	<u>\$ 6,172,968</u>	<u>\$ (1,955,515)</u>	<u>\$ 4,854,107</u>

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Alternative Fuel Station Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Operating Expenses					
Depreciation and amortization	\$ 29,100	\$ 29,100	\$ 28,981	\$ 119	\$ 28,981
Total operating expenses	<u>29,100</u>	<u>29,100</u>	<u>28,981</u>	<u>119</u>	<u>28,981</u>
Loss before transfers	<u>(29,100)</u>	<u>(29,100)</u>	<u>(28,981)</u>	<u>119</u>	<u>(28,981)</u>
Change in fund net position	(29,100)	(29,100)	(28,981)	119	(28,981)
Fund net position, beginning of year	<u>116,183</u>	<u>116,183</u>	<u>116,183</u>	<u>-</u>	<u>145,164</u>
Fund net position, end of year	<u>\$ 87,083</u>	<u>\$ 87,083</u>	<u>\$ 87,202</u>	<u>\$ 119</u>	<u>\$ 116,183</u>

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Clean Community Commission Fund
For the Year Ended June 30, 2013

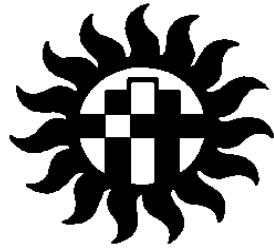
	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Operating Expenses					
Supplies	\$ 1,000	\$ 1,000	\$ -	\$ 1,000	-
Utilities	14,400	14,400	-	14,400	1,280
Special professional services	52,993	52,993	-	52,993	2,500
Depreciation and amortization	<u>37,400</u>	<u>37,400</u>	<u>-</u>	<u>37,400</u>	<u>1,414</u>
Total operating expenses	<u>105,793</u>	<u>105,793</u>	<u>-</u>	<u>105,793</u>	<u>5,194</u>
Operating income (loss)	<u>(105,793)</u>	<u>(105,793)</u>	<u>-</u>	<u>105,793</u>	<u>(5,194)</u>
Non-operating Revenues					
Loss on disposition of assets	-	-	(4,240)	(4,240)	-
Grants	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating revenues	<u>-</u>	<u>-</u>	<u>(4,240)</u>	<u>(4,240)</u>	<u>-</u>
Income (loss) before transfers	<u>(105,793)</u>	<u>(105,793)</u>	<u>(4,240)</u>	<u>101,553</u>	<u>(5,194)</u>
Transfers in	54,400	54,400	-	(54,400)	54,400
Transfers out	<u>-</u>	<u>(159,542)</u>	<u>(106,555)</u>	<u>52,987</u>	<u>-</u>
Transfers, net	<u>54,400</u>	<u>(105,142)</u>	<u>(106,555)</u>	<u>(1,413)</u>	<u>54,400</u>
Change in fund net position	(51,393)	(210,935)	(110,795)	100,140	49,206
Fund net position, beginning of year	<u>110,795</u>	<u>110,795</u>	<u>110,795</u>	<u>-</u>	<u>61,589</u>
Fund net position, end of year	<u>\$ 59,402</u>	<u>\$ (100,140)</u>	<u>\$ -</u>	<u>\$ 100,140</u>	<u>\$ 110,795</u>

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Internal Services Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Operating Revenues					
Motor pool charges	\$ 6,245,837	\$ 6,245,837	\$ 5,329,640	\$ (916,197)	\$ 5,834,084
Rental charges and other	<u>120,000</u>	<u>120,000</u>	<u>121,610</u>	<u>1,610</u>	<u>115,030</u>
Total operating revenues	<u>6,365,837</u>	<u>6,365,837</u>	<u>5,451,250</u>	<u>(914,587)</u>	<u>5,949,114</u>
Operating Expenses					
Personnel services	1,535,940	1,577,721	1,165,666	412,055	1,462,617
Cost of goods sold	2,843,332	2,930,332	2,934,849	(4,517)	3,051,218
Supplies	1,988,851	1,807,851	1,523,873	283,978	1,880,922
Utilities	69,400	73,400	72,524	876	66,085
Professional services	99,400	149,400	147,992	1,408	115,933
Motor pool charges	27,000	27,000	21,171	5,829	32,292
Repairs and maintenance	52,500	52,500	92,442	(39,942)	113,113
Rent	800	800	293	507	46,552
Insurance	55,000	55,000	55,000	-	59,174
Depreciation	113,000	113,000	73,527	39,473	81,354
Other	<u>26,350</u>	<u>(1,650)</u>	<u>6,125</u>	<u>(7,775)</u>	<u>24,843</u>
Total operating expenses	<u>6,811,573</u>	<u>6,785,354</u>	<u>6,093,462</u>	<u>691,892</u>	<u>6,934,103</u>
Operating income (loss)	<u>(445,736)</u>	<u>(419,517)</u>	<u>(642,212)</u>	<u>(222,695)</u>	<u>(984,989)</u>
Non-operating Revenue (Expense)					
Gain (loss) on sale of capital assets	-	-	19,186	19,186	-
Investment income (loss)	<u>-</u>	<u>-</u>	<u>41,107</u>	<u>41,107</u>	<u>(12,848)</u>
Total non-operating revenue (expense)	<u>-</u>	<u>-</u>	<u>60,293</u>	<u>60,293</u>	<u>(12,848)</u>
Income before transfers	<u>(445,736)</u>	<u>(419,517)</u>	<u>(581,919)</u>	<u>(162,402)</u>	<u>(997,837)</u>
Transfers in	-	1,250,000	1,250,000	-	-
Transfers out	<u>-</u>	<u>(112,590)</u>	<u>(115,575)</u>	<u>(2,985)</u>	<u>(3,978)</u>
Transfers, net	<u>-</u>	<u>1,137,410</u>	<u>1,134,425</u>	<u>(2,985)</u>	<u>(3,978)</u>
Change in fund net position	(445,736)	717,893	552,506	(165,387)	(1,001,815)
Fund net position, beginning of year	<u>(147,806)</u>	<u>(147,806)</u>	<u>(147,806)</u>	<u>-</u>	<u>854,009</u>
Fund net position, end of year	<u>\$ (593,542)</u>	<u>\$ 570,087</u>	<u>\$ 404,700</u>	<u>\$ (165,387)</u>	<u>\$ (147,806)</u>

City of Las Cruces
Schedule of Revenues, Expenses, and Changes in Fund Net Position-Budget and Actual
Self-Insurance Fund
For the Year Ended June 30, 2013

	2013			2012	
	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)	Actual
	Original	Final			
Operating Revenues					
Rental charges and other	\$ 918,104	\$ 918,104	\$ 967,352	\$ 49,248	\$ 1,038,004
Charges for insurance	<u>2,728,670</u>	<u>2,728,670</u>	<u>2,729,596</u>	926	<u>2,635,365</u>
Total operating revenues	<u>3,646,774</u>	<u>3,646,774</u>	<u>3,696,948</u>	50,174	<u>3,673,369</u>
Operating Expenses					
Personnel services	175,378	175,378	140,128	35,250	205,338
Supplies	4,900	6,160	3,478	2,682	1,203
Professional services	689,200	685,440	302,087	383,353	312,964
Depreciation	-	426	36	390	426
Other	7,000	7,000	2,152	4,848	2,144
Claims and judgments (benefits)	<u>3,640,155</u>	<u>4,240,155</u>	<u>(1,268,834)</u>	5,508,989	<u>2,730,927</u>
Total operating expenses	<u>4,516,633</u>	<u>5,114,559</u>	<u>(820,953)</u>	5,935,512	<u>3,253,002</u>
Operating income (loss)	<u>(869,859)</u>	<u>(1,467,785)</u>	<u>4,517,901</u>	5,985,686	<u>420,367</u>
Non-operating Revenue (Expense)					
Investment income (loss)	<u>199,000</u>	<u>199,000</u>	<u>(768,100)</u>	(967,100)	<u>623,569</u>
Total non-operating revenue (expense)	<u>199,000</u>	<u>199,000</u>	<u>(768,100)</u>	(967,100)	<u>623,569</u>
Income before transfers	<u>(670,859)</u>	<u>(1,268,785)</u>	<u>3,749,801</u>	5,018,586	<u>1,043,936</u>
Transfers in	1,079,577	2,228,562	2,228,562	-	1,001,577
Transfers out	-	(603,985)	(603,985)	-	(16,961)
Transfers, net	<u>1,079,577</u>	<u>1,624,577</u>	<u>1,624,577</u>	-	<u>984,616</u>
Change in fund net position	408,718	355,792	5,374,378	5,018,586	2,028,552
Fund net position, beginning of year	<u>8,279,935</u>	<u>8,279,935</u>	<u>8,279,935</u>	-	<u>6,251,383</u>
Fund net position, end of year	<u>\$ 8,688,653</u>	<u>\$ 8,635,727</u>	<u>\$ 13,654,313</u>	<u>\$ 5,018,586</u>	<u>\$ 8,279,935</u>



City of Las Cruces

City of Las Cruces
Schedule of Insurance in Force
June 30, 2013

Insurer	Deductible	Amount of Coverage	Risks Covered
ACE/Huntington T. Block Ins.	1,000 per claim loss or damage separately occurring	\$1,500,000 max any one loss \$250,000 at uncheduled loc.	Fine Arts Policy, museum collections and temporary loans
Travelers-commercial pkge Commercial Property	5,000	\$247,106,169 \$2,500,000	Buildings and Business Personal Property Business Income and Extra Expense Electronic Data Processing Equipment (EDP)
Inland Marine	1,000	\$60,000	Cable Telecommunications Towers
Inland Marine	5,000	\$3,917,449	Contractors Equipment
Hiscox Insurance Company	50,000	5,000,000.00 per occurrence	Employee dishonesty, forgery, theft, robbery, fraud, outside the premises
Berkley Regional- Excess Crime	50,000	\$5,000,000	Employee dishonesty, forgery, theft, robbery, fraud, outside the premises
Indian Harbor Insurance Co.	250,000 SIR	\$5,000,000	Pollution Liability Environmental Impairment. Underground Storage Tank Self insured retention 250,000 for each pollution condition
ACE Property & Casualty	Nil (zero)	10,000 to 10,000,000	Airport liability fire damage, malpractice, hangar keepers, and non-owned aircraft
Safety National	\$600,000 SIR	Statutory Limits \$1,000,000	Excess Workers Compensation Part A Employer Liability Part B
CCMSI - TPA Contractor	Per NM Fee schedule	Contract awarded for 5 years	Workers Compensation Third Party Administrator for workers compensation claims they are managing WC claims for city of Las Cruces.
City of Las Cruces	N/A	Actual expense up to maximum allowable under State Tort Claims Act	general liability, defense of civil rights litigation, foreign jurisdiction coverage
Traveler's Insurance Co.	5,000	Actual Cash Value (ACV)	Auto Physical Damage -Scheduled Autos Only Comprehensive and Collision Commercial vehicles, such as fire truck and semi trucks, etc.

The insurance in force covers all City of Las Cruces employees, boards, council members, and the Mayor. Ordinance No. 479 Section 24 requires inclusion of this schedule in the financial statements.

City of Las Cruces
Schedule of Pledged Collateral
June 30, 2013

DEPOSITS

Institution/Security	CUSIP #	Maturity Date	Safe Keeping Location	Market Value
Wells Fargo Bank, NA			BNY Mellon	
FMAC FGPC 3.000% 09/01/26	3128PWM54	09/01/26		\$ 10,196,931
FNMA FNMS 4.000% 12/01/40	3138A2BQ1	12/01/40		94,206
FNMA FNMS 4.50% 12/01/40	3138A2BX6	12/01/40		308,561
FNMA FNMS 3.000% 12/01/25	3138A2CB3	12/01/25		326,696
FNMA FNMS 4.000% 01/01/41	3138A4XY6	01/01/41		622,014
FNMA FNMS 4.500% 03/01/41	3138A74F2	03/01/41		158,106
FNMA FNMS 4.500% 02/01/41	3138A8XX9	02/01/21		116,863
FNMA FNMS 4.000% 09/01/41	3138ASWB4	09/01/41		574,566
FNMA FNMS 3.000% 12/01/26	3138AV6U4	12/01/26		657,727
FNMA FNMS 3.000% 11/01/26	3138ZVF83	11/01/26		492,840
FNMA FNMS 3.000% 11/01/26	3138AXCP4	11/01/26		392,470
FNMA FNMS 3.000% 11/01/26	3138AXSK8	11/01/26		92,489
FNMA FNMS 3.000% 08/01/26	3138EGU69	08/01/26		505,340
FNMA FNMS 3.500% 11/01/41	3138EHB50	11/01/41		272,420
FNMA FNMS 3.000% 01/01/43	3138MRF30	01/01/43		1,051,074
FNMA FNMS 3.000% 02/01/43	3138MSC56	02/01/43		110,838
FNMA FNMS 3.000% 12/01/42	3138NWR43	12/01/42		124,290
FNMA FNMS 3.000% 01/01/43	3138NXKJ5	01/01/43		696,617
FNMA FNMS 3.000% 03/01/43	3138W7GG3	03/01/43		552,666
FNMA FNMS 3.000% 03/01/43	3138W7GH1	03/01/43		4,692,163
FNMA FNMS 3.000% 05/01/43	3138WQA28	05/01/43		146,486
FNMA FNMS 3.000% 05/01/43	3138WQAY8	05/01/43		141,541
FNMA FNMS 3.000% 01/01/43	3141TEKT7	01/01/43		822,022
FNMA FNMS 3.000% 11/01/26	31418ABC1	11/01/26		9,240,049
FNMA FNMS 3.500% 03/01/42	31418AD96	03/01/42		341,603
FNMA FNMS 4.000% 05/01/25	31418UC28	05/01/25		182,252
				<u>\$ 32,912,830</u>

Summary of Collateralization

Wells Fargo Bank

Ending bank balance	\$ 31,318,315
Less: FDIC insurance	<u>(250,000)</u>
Total uninsured public funds	<u>\$ 31,068,314</u>
Pledged collateral held by the pledging bank's trust department in the City's name	\$ 32,912,830
100% collateral requirement	<u>31,068,314</u>
Pledged collateral in excess of requirement	<u>\$ 1,844,516</u>
Uninsured and uncollateralized	<u>\$ -</u>

City of Las Cruces
Schedule of Special Appropriations
June 30, 2013

Appropriation Number	Appropriation Description	Original Appropriation	Amended Appropriation	Appropriation Period	Expended to 6/30/2013	Outstanding Encumbrances 6/30/2013	Unencumbered Balance
	Burn Lake/Esslinger Park	\$ 30,000	\$ 30,000	02/10 - 06/13	\$ 30,000	\$ -	\$ -
09-3877	P/D/C/E/F Recreation & Aquatic Center (06-1608)	3,740,000	344,490	02/10 - 06/13	344,490	-	-
08-4808	East Mesa Senior Center - 2500	18,000	18,000	02/10 - 06/11	18,000	-	-
08-4809	East Side Senior Center - 2500	5,000	5,000	02/10 - 06/11	-	-	5,000
09-3023	Benavidez Senior Center	76,600	76,600	02/10 - 06/13	73,599	3,001	-
09-3024	Las Cruces Senior Center - Citywide (Vehicles) - 2500	84,000	84,000	02/10 - 06/13	79,736	-	4,264
NMDOT	Telshor Loman Intersection Improvement	3,705,000	3,705,000	04/09 - 06/13	2,052,435	8,738	1,643,827
Fed DOT	Main Street (North)	1,176,000	1,665,060	07/09 - 09/13	1,365,323	-	299,737
10-1150	Munson Senior Center	178,500	178,500	09/11 - 06/14	64,049	64,049	50,402
10-1151	Mesilla Park Senior Center	75,000	75,000	09/11 - 06/14	61,941	-	13,059
	Alameda Arroyo Trail	266,330	266,330	02/11 - 12/13	24,137	-	242,193
	Outfall Channel Trail	758,418	758,418	05/11 - 09/15	758,418	-	-
	Amador Avenue-17th to Motel Blvd.	210,018	210,018	10/11 - 06/13	210,018	-	-
	Rehab Taxiway 'A'	144,312	144,312	09/11 - 09/12	138,110	-	6,202
	Electronic Airport Layout Plan	11,015	11,015	09/11 - 09/12	10,890	-	125
	Airport Fuel Farm	173,415	173,415	01/11 - 10/13	45,216	-	128,199
	NM CCS Trackways Exhibits and Tours	50,000	50,000	09/12 - 09/17	-	-	50,000
12-1437	Jardin De Los Ninos	50,000	50,000	08/12 - 06/16	-	-	50,000
12-1593	Regional Recreation and Aquatics Center	20,000	20,000	12/12 - 06/14	-	-	20,000
11-1242	Munson Senior Center	250,000	250,000	02/12 - 06/16	-	-	250,000
12-1436	Public Safety Campus Fire/Police	1,214,000	1,214,000	08/12 - 06/16	74,132	74,132	1,065,736

City of Las Cruces
Schedule of Deposit Accounts and Investments
June 30, 2013

Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance	On Deposit 6/30/2013
DEPOSIT ACCOUNTS					
<i>Wells Fargo Bank</i>					
Community Development	Checking	\$ -	\$ 35,608	\$ 35,608	\$ 39,806
Community Development Home Rehab	Checking	-	27,345	27,345	27,345
Community Development Home Program	Checking	-	1,438	1,438	1,438
Community Development MONAS Loan	Checking	-	11	11	11
Community Development NSP Program	Checking	-	35,869	35,869	35,870
Metro Narcotics Agency	Savings	-	95,533	95,533	95,533
2006 Water Projects	Savings	-	1,402,117	1,402,117	1,402,117
Fiscal Account SCSWA	Savings	-	901,246	901,246	901,246
Revenue Bonds Proceeds	Savings	-	11,031,115	11,031,115	11,031,115
Treasury Fund - Operating	Checking	17,691,754	-	17,691,754	17,746,127
Payroll Direct Deposit Account	Checking	(28,359)	-	(28,359)	-
Accounts Payable	Checking	(1,162,982)	-	(1,162,982)	-
On Demand	Checking	22,428	-	22,428	37,707
Depository	Checking	367,136	-	367,136	-
Credit Card	Checking	5,862	-	5,862	-
Electronic	Checking	(108,050)	-	(108,050)	-
TOTAL DEPOSIT ACCOUNTS		<u>16,787,789</u>	<u>13,530,281</u>	<u>30,318,070</u>	<u>31,318,313</u>
INVESTMENTS					
<i>Wells Fargo Brokerage Services, LLC</i>					
FHLB Step 1/24/2028-13	Investment	2,789,427	-	2,789,427	
FNMA Step 12/20/2027-13	Investment	2,788,422	-	2,788,422	
SDWF MM	Investment	-	97,877	97,877	
<i>First Tennessee</i>					
FHLB Step 10/15/2027-13	Investment	8,420,850	-	8,420,850	
FHLB Step 10/18/2027-13	Investment	11,131,320	-	11,131,320	
FHLB Step 11/9/2027-13	Investment	7,608,320	-	7,608,320	
FHLB Step 11/8/2027-13	Investment	5,576,340	-	5,576,340	
FHLB Step 5/16/2028-14	Investment	6,514,900	-	6,514,900	
FFCB 2.99 2/4/2028-14	Investment	-	915,140	915,140	
FNMA 1.03 1/30/2018-14	Investment	977	2,427,365	2,428,342	
FNMA 1 11/29/2017-13	Investment	9,511	1,559,273	1,568,784	
FNMA Step 12/13/2027-13	Investment	7,956,595	-	7,956,595	
FNMA 3.25 9/24/2032-13	Investment	-	3,730,760	3,730,760	
FNMA Step 9/20/2027-13	Investment	4,666,600	-	4,666,600	
FNMA Step 9/27/2027-13	Investment	9,435,600	-	9,435,600	
FNMA Step 10/4/2027-13	Investment	2,829,720	-	2,829,720	
FNMA Step 7/23/2027-13	Investment	2,806,830	-	2,806,830	
FNMA Step 8/16/2027-13	Investment	7,509,120	-	7,509,120	
FNMA Step 8/27/2027-13	Investment	6,579,300	-	6,579,300	
FNMA Step 8/23/2027-13	Investment	3,775,360	-	3,775,360	
FNMA Step 8/23/2027-13	Investment	4,701,550	-	4,701,550	
FNMA Step 8/27/2027-13	Investment	6,610,450	1,416,525	8,026,975	
FNMA 3 12/19/2031-13	Investment	-	9,046,400	9,046,400	
FNMA Step 12/21/2027-13	Investment	7,395,760	-	7,395,760	
FNMA Step 1/28/2028-15	Investment	5,059,835	-	5,059,835	
FNMA 1.05 3/27/2018-13	Investment	1,952	1,725,249	1,727,200	

(Continued)

City of Las Cruces
Schedule of Deposit Accounts and Investments — continued
June 30, 2013

Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance	On Deposit 6/30/2013
<i>Stiffel Nicolaus</i>					
FHLB Step 4/26/2028-13	Investment	1,880,320	-	1,880,320	
<i>First Tennessee Safekeeping</i>					
912810DW5	Investment	-	736,833	736,833	
<i>NM State Investment Council</i>					
Large Cap Active Equity Pool	Investment	-	5,780,701	5,780,701	
Large Cap Index Equity Pool	Investment	-	3,083,537	3,083,537	
Non-U.S. Developed Equity Pool	Investment	-	2,001,722	2,001,722	
Mid/Small Cap Equity Pool	Investment	-	5,513,793	5,513,793	
TOTAL INVESTMENTS		<u>116,049,059</u>	<u>38,035,175</u>	<u>154,084,233</u>	
TOTAL DEPOSITS AND INVESTMENTS		<u>132,836,848</u>	<u>51,565,456</u>	<u>184,402,304</u>	
<i>Other Cash:</i>					
Petty Cash & Change Funds	Cash	-	12,236	12,236	
<i>New Mexico Finance Authority</i>					
2007 JB PP-1958	Debt Service	-	187,018	187,018	
2007 JB PP-1954	Debt Service	-	1	1	
2007 JB PP-1950	Debt Service	-	111,405	111,405	
2008 JB PP-2103	Debt Service	-	33,712	33,712	
2008 JB PP-2102	Debt Service	-	89,896	89,896	
JB DW-1974	Debt Service	-	2	2	
2008 JB PP-2186	Debt Service	-	171,326	171,326	
2008 JB PP-2203	Debt Service	-	457,588	457,588	
ZD PP-2618	Debt Service	-	205,040	205,040	
ZD PP-2618	Debt Service	-	1	1	
ZD PP-2634	Debt Service	-	101,807	101,807	
ZD PP-2711	Debt Service	-	3	3	
<i>Accrued Interest Receivable</i>					
Accrued Interest - Pooled Investments	Accrued Int	594,292	-	594,292	
TOTAL CASH AND INVESTMENTS		<u>\$ 133,431,140</u>	<u>\$ 52,935,489</u>	<u>\$ 186,366,629</u>	

City of Las Cruces
Statistical Section Table of Contents
June 30, 2013

This part of the City of Las Cruces' comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

GASB 44 provides the requirements for the schedules contained in this section of the City's CAFR.

Content

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 City's most significant local revenue source; the sales tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the 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.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

City of Las Cruces
Net Position by Category (in 000's)
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities										
Net invest in capital assets	\$ 139,710	\$ 149,395	\$ 131,645	\$ 140,890	\$ 146,327	\$ 199,706	\$ 258,566	\$ 276,355	\$ 251,703	\$ 277,394
Restricted	20,820	19,752	17,301	34,371	32,766	32,625	33,168	34,983	58,634	58,994
Unrestricted	<u>50,714</u>	<u>63,166</u>	<u>103,080</u>	<u>103,926</u>	<u>126,919</u>	<u>82,891</u>	<u>57,690</u>	<u>64,435</u>	<u>76,973</u>	<u>70,628</u>
Subtotal governmental activities net position	211,244	232,313	252,026	279,187	306,012	315,222	349,424	375,773	387,310	407,016
Business-type activities										
Net invest in capital assets	99,149	104,896	106,615	105,556	103,498	126,330	140,672	152,450	153,706	155,584
Restricted	-	13,879	20,976	34,894	49,377	30,498	22,870	21,757	18,590	22,078
Unrestricted	<u>42,854</u>	<u>35,901</u>	<u>40,051</u>	<u>43,678</u>	<u>41,540</u>	<u>43,807</u>	<u>39,193</u>	<u>38,596</u>	<u>42,696</u>	<u>40,228</u>
Subtotal business-type activities net position	142,003	154,676	167,642	184,128	194,415	200,635	202,735	212,803	214,992	217,890
Primary government										
Net invest in capital assets	238,859	254,291	238,260	246,446	249,825	326,036	399,238	428,805	405,409	432,978
Restricted	20,820	33,631	38,277	69,265	82,143	63,123	56,038	56,740	77,224	81,072
Unrestricted	<u>93,568</u>	<u>99,067</u>	<u>143,131</u>	<u>147,604</u>	<u>168,459</u>	<u>126,698</u>	<u>96,883</u>	<u>103,031</u>	<u>119,669</u>	<u>110,856</u>
Total primary government net position	<u>\$ 353,247</u>	<u>\$ 386,989</u>	<u>\$ 419,668</u>	<u>\$ 463,315</u>	<u>\$ 500,427</u>	<u>\$ 515,857</u>	<u>\$ 552,159</u>	<u>\$ 588,576</u>	<u>\$ 602,302</u>	<u>\$ 624,906</u>

City of Las Cruces
Changes in Net Position (in 000's)
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenses										
Governmental activities										
General government	\$ 14,953	\$ 17,433	\$ 16,800	\$ 25,894	\$ 16,560	\$ 16,914	\$ 16,101	\$ 16,667	\$ 18,105	\$ 13,125
Facilities	7,107	7,948	9,018	9,648	9,857	10,372	13,629	13,237	-	-
Police	17,666	19,474	21,822	21,426	23,814	28,112	26,886	26,628	26,719	27,744
Fire	7,653	8,464	9,288	10,346	11,290	11,261	11,155	11,339	11,984	12,408
Community development	4,728	4,653	5,123	4,641	5,047	4,605	7,586	5,835	4,743	4,394
Community and cultural services	-	-	-	-	-	-	-	-	9,033	9,011
Public services	9,201	9,741	10,889	11,774	12,525	12,797	10,506	9,833	-	-
Public works	13,888	14,334	15,604	16,756	19,728	20,552	19,728	20,285	26,085	20,184
Information technology	-	-	-	-	-	-	-	3,245	2,948	3,638
Transportation	-	-	-	-	-	-	-	-	4,045	10,448
Parks and recreation	-	-	-	-	-	-	-	-	9,214	8,482
Interest on long-term debt	2,166	1,919	2,726	3,148	4,003	4,307	4,564	3,862	3,844	3,469
Subtotal governmental activities expenses	77,362	83,966	91,270	103,633	102,824	108,920	110,155	110,931	116,720	112,903
Business-type activities										
Gas	22,414	22,934	30,367	29,976	30,478	25,095	25,834	25,500	24,045	24,105
Water	9,549	8,621	10,655	12,219	11,679	14,787	14,474	13,997	14,194	14,610
Wastewater	7,506	7,697	8,362	8,514	8,767	10,878	11,217	11,212	11,832	12,383
Solid waste	8,403	8,163	9,335	9,172	10,905	10,534	10,431	10,151	11,145	11,387
Transit	-	-	-	-	-	4,167	4,310	4,363	4,370	4,396
Other	2,492	3,059	3,419	3,801	4,185	107	-	-	-	-
Interest on long-term debt	1,665	1,709	1,965	2,626	3,422	-	-	-	-	-
Subtotal business-type activities expenses	52,029	52,183	64,103	66,308	69,436	65,568	66,266	65,223	65,586	66,881
Total primary government expenses	129,391	136,149	155,373	169,941	172,260	174,488	176,421	176,154	182,306	179,784
Program Revenues										
Governmental activities										
Charges for services										
General government	99	108	5,291	5,038	4,676	2,042	3,736	4,793	1,793	1,871
Facilities	173	44	114	396	-	340	340	987	-	-
Police	63	169	2,234	2,833	2,041	4,638	3,544	3,405	4,282	4,441
Fire	-	-	-	61	161	-	1	146	1,889	1,971
Community development	8	-	3,662	1,607	3,644	2,618	2,615	2,889	790	4,560
Community and cultural services	-	-	-	-	-	-	-	-	1,363	1,378
Public services	351	313	1,404	4,879	3,942	1,920	610	409	-	-
Public works	235	287	698	2,910	2,249	1,987	1,491	2,711	2,444	1,468
Information technology	-	-	-	-	-	-	-	-	487	604
Transportation	-	-	-	-	-	-	-	-	534	1,617
Parks and recreation	-	-	-	-	-	-	-	-	1,435	1,334
Operating grants and contributions										
General government	733	926	1,420	490	540	30	1,701	102	973	898
Facilities	-	-	-	-	-	-	-	-	-	-
Police	1,061	996	1,019	688	1,669	955	839	1,269	1,668	1,549
Fire	328	357	349	442	440	381	392	308	736	688
Community development	2,977	1,797	2,727	1,896	2,410	1,369	4,768	320	308	258
Community and cultural services	-	-	-	-	-	-	-	-	531	481
Public services	1,425	1,497	1,082	1,148	1,262	1,197	1,290	789	-	-
Public works	21	73	-	554	11	-	2,909	7,290	952	512
Information technology	-	-	-	-	-	-	-	-	190	211
Transportation	-	-	-	-	-	-	-	-	208	564
Parks and recreation	-	-	-	-	-	-	-	-	559	465
Capital grants and contributions										
General government	-	-	1,236	3,344	2,531	3,350	15,129	4,226	-	3,155
Facilities	-	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-	-
Community development	-	1,718	-	134	-	-	-	2,905	3,943	7,257
Public services	-	-	-	-	-	-	-	-	-	-
Public works	1,650	3,868	4,673	11,832	11,508	11,515	10,857	2,524	649	476
Subtotal governmental activities revenues	9,124	12,153	25,909	38,252	37,084	32,342	50,222	35,073	25,734	35,758

(Continued)

City of Las Cruces
Changes in Net Position (in 000's) — continued
Last Ten Fiscal Years
(Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Program Revenues - continued										
Business-type activities										
Charges for services										
Gas	22,580	24,019	30,498	31,614	31,991	23,880	24,693	24,498	24,150	24,243
Water	13,721	13,289	16,235	15,140	13,941	13,182	13,231	14,501	15,379	15,388
Wastewater	8,661	9,862	11,829	12,070	10,910	10,793	10,822	10,897	11,599	12,004
Solid waste	7,649	8,532	9,854	10,155	10,194	10,267	10,204	10,361	11,050	11,735
Transit	-	-	-	-	-	-	564	640	660	637
Other	286	225	233	263	325	420	-	-	-	-
Operating grants and contributions										
Gas	175	200	-	-	-	-	-	-	-	-
Water	608	891	-	-	-	-	8	-	1	241
Wastewater	408	938	-	-	-	-	-	-	-	-
Solid waste	-	-	-	-	-	-	-	-	-	-
Transit	-	-	-	-	-	1,520	1,368	1,614	1,765	3,185
Other	1,297	2,984	1,048	-	1,188	-	-	-	-	-
Capital grants and contributions										
Gas	-	-	46	342	335	333	50	4,570	-	97
Water	-	-	1,569	1,398	1,263	1,968	1,069	2,548	-	602
Wastewater	-	-	307	2,141	1,926	2,383	531	2,034	-	590
Solid waste	-	-	-	-	-	-	-	-	-	-
Transit	-	-	-	-	-	1,267	626	58	-	-
Other	-	-	427	1,141	118	-	-	-	-	-
Subtotal business-type activities revenues	55,385	60,940	72,046	74,264	72,191	66,013	63,166	71,721	64,604	68,722
Total primary government revenues	64,509	73,093	97,955	112,516	109,275	98,355	113,388	106,794	90,338	104,480
Net (Expenses) Revenues										
Governmental activities	(68,238)	(71,813)	(65,361)	(65,381)	(65,740)	(76,578)	(59,933)	(75,858)	(90,986)	(77,145)
Business-type activities	3,356	8,757	7,943	7,956	2,755	445	(3,100)	6,498	(982)	1,841
Total primary government net (expenses) revenues	(64,882)	(63,056)	(57,418)	(57,425)	(62,985)	(76,133)	(63,033)	(69,360)	(91,968)	(75,304)
General Revenues and Other Changes in Net Position										
Governmental activities										
Taxes										
Gross receipts	54,312	58,946	66,618	72,887	77,080	73,506	75,230	76,793	82,113	83,312
Property	7,234	7,535	8,483	9,355	10,891	12,168	13,216	13,904	13,281	13,972
Franchise/lodgers	2,114	2,339	2,609	2,999	2,985	2,699	2,739	2,952	2,743	2,691
Investment income (loss)	794	1,857	3,881	5,902	3,842	(1,720)	3,569	3,462	4,172	(545)
Hospital net position received	18,025	3,760	3,308	-	-	-	-	-	-	-
Telshor Facility income	-	-	-	2,973	267	278	139	5,473	-	-
Other	-	-	-	-	-	-	2,683	2,878	-	-
Donated capital assets	-	8,253	-	-	-	-	-	-	-	-
Licenses and permits	-	3,194	-	-	-	-	-	-	-	-
Fees, fines, franchise fees	-	4,363	-	-	-	-	-	-	-	-
Other	12,946	5,403	3,335	2,456	2,835	3,091	-	-	-	365
Gain (loss) on disposal of fixed assets/sale of investments	-	66	-	-	-	-	-	-	-	-
Contribution of capital assets	-	-	-	-	-	-	-	443	1,044	-
Transfers	(2,507)	(2,834)	(3,158)	(4,434)	(4,083)	(4,232)	(3,442)	(3,697)	(830)	(2,945)
Total governmental activities	92,918	92,882	85,076	92,138	93,817	85,790	94,134	102,208	102,523	96,850
Business-type activities										
Investment income (loss)	35	1,095	1,857	3,855	3,408	1,517	1,302	306	2,258	(1,827)
Other	-	-	8	239	40	25	457	10	38	(62)
Gain (loss) on disposal of fixed assets/sale of investments	58	(13)	-	-	-	-	-	-	-	-
Contribution of capital assets	-	-	-	-	-	-	-	(443)	46	-
Transfers	2,507	2,834	3,158	4,434	4,083	4,232	3,442	3,697	830	2,945
Total business-type activities	2,600	3,916	5,023	8,528	7,531	5,774	5,201	3,570	3,172	1,056
Total primary government general revenues	95,518	96,798	90,099	100,666	101,348	91,564	99,335	105,778	105,695	97,906
Change in Net Position										
Governmental activities	24,680	21,069	19,715	26,757	28,077	9,212	34,201	26,350	11,537	19,706
Business-type activities	5,956	12,673	12,966	16,484	10,286	6,219	2,101	10,068	2,190	2,898
Total primary government change in net Position	\$ 30,636	\$ 33,742	\$ 32,681	\$ 43,241	\$ 38,363	\$ 15,431	\$ 36,302	\$ 36,418	\$ 13,727	\$ 22,604

City of Las Cruces
Fund Balances – Governmental Funds
(Unaudited)

	<u>2013</u>	<u>2012</u>	<u>2011</u>
General Fund			
Non-spendable	\$ 1,732,121	\$ 1,531,425	\$ 1,330,306
Restricted	109,896	43,994	853,513
Committed	6,120,361	5,142,436	5,809,607
Assigned	6,634,296	4,817,723	4,185,702
Unassigned	<u>20,665,163</u>	<u>25,898,101</u>	<u>21,718,500</u>
General fund subtotal	<u>35,261,837</u>	<u>37,433,679</u>	<u>33,897,628</u>
All Other Governmental Funds			
Restricted	58,884,597	58,590,185	34,129,396
Committed	19,566,873	21,284,190	33,900,122
Unassigned	<u>-</u>	<u>(5,166)</u>	<u>-</u>
All other governmental funds subtotal	<u>78,451,470</u>	<u>79,869,209</u>	<u>68,029,518</u>
	<u>\$ 113,713,307</u>	<u>\$ 117,302,888</u>	<u>\$ 101,927,146</u>

Notes:

*The requirement for statistical data is ten years. GASB 54 was implemented in 2011, therefore, only data from 2011, 2012, and 2013 is shown.

Prior years' data is available upon request.

City of Las Cruces
Changes in Fund Balances – Governmental Funds
Last Ten Fiscal Years
(Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenues										
Taxes	\$ 63,660,076	\$ 68,819,813	\$ 77,710,596	\$ 85,240,647	\$ 90,955,351	\$ 88,372,353	\$ 91,184,536	\$ 93,649,128	\$ 95,393,242	\$ 97,283,814
Charges for services	930,507	919,973	1,224,934	1,401,332	1,359,566	2,038,227	1,639,472	1,693,974	2,748,831	2,621,870
Fees and fines	1,814,857	2,198,654	2,498,111	2,849,604	1,935,093	2,975,920	3,313,826	2,885,626	3,094,954	4,223,526
Franchise fees	2,176,607	2,164,259	2,389,962	2,456,015	2,677,024	2,772,546	2,683,038	2,877,685	2,742,676	2,691,014
Investment income (loss)	739,313	1,571,350	3,438,111	5,593,370	3,580,256	(1,909,490)	3,371,641	3,414,644	3,561,375	181,900
Licenses and permits	2,007,529	3,194,133	4,307,748	3,792,776	1,963,361	1,340,840	1,240,495	1,714,527	1,278,941	1,266,098
Operating grants and contributions	-	11,232,583	12,481,851	9,233,847	-	-	-	-	-	-
Grants and contracts	-	-	-	10,072,290	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-	-	-	1,846,289
Intergovernmental	8,105,548	-	-	-	12,566,035	13,083,996	35,021,604	12,020,390	10,717,386	13,359,243
Other	5,111,599	5,998,934	7,011,904	-	12,030,681	7,805,665	6,780,990	9,661,224	8,601,347	6,168,354
Contributions from other government agencies	-	-	-	-	-	-	-	-	-	-
Total revenues	<u>84,546,036</u>	<u>96,099,699</u>	<u>111,063,217</u>	<u>120,639,881</u>	<u>127,067,367</u>	<u>116,480,057</u>	<u>145,235,602</u>	<u>127,917,198</u>	<u>128,138,752</u>	<u>129,642,108</u>
Expenditures										
Current										
General government	13,775,498	16,753,705	16,378,155	18,249,867	16,096,382	15,793,871	15,499,329	14,007,817	14,943,693	15,244,156
Facilities	6,842,730	7,227,918	8,089,108	8,919,653	9,029,214	9,567,127	12,899,522	12,419,506	-	-
Development services	-	-	-	-	-	-	-	-	-	-
Police	17,439,027	18,626,802	20,994,073	20,577,179	22,887,190	26,930,951	25,629,244	25,131,037	25,616,229	26,298,016
Fire	7,398,016	7,909,612	8,663,400	9,717,207	10,620,627	10,611,882	10,461,299	10,704,845	11,300,825	11,670,358
Public safety	-	-	-	-	-	-	-	-	-	-
Community development	4,766,996	4,545,151	5,028,537	4,586,224	5,005,801	4,574,265	7,541,002	5,797,178	4,724,846	4,384,737
Community and cultural services	-	-	-	-	-	-	-	-	8,153,572	8,161,447
Community facilities	-	-	-	-	-	-	-	-	-	-
Public services	8,835,194	9,108,361	10,164,743	10,696,197	11,437,702	11,524,761	9,085,863	8,331,342	-	-
Public works	7,276,334	7,213,101	8,003,143	8,950,461	10,909,474	11,083,997	10,260,104	10,401,815	14,620,521	8,692,299
Information technology	-	-	-	-	-	-	-	2,795,580	2,913,463	3,575,895
Transportation	-	-	-	-	-	-	-	-	3,192,467	9,575,338
Parks and recreation	-	-	-	-	-	-	-	-	8,582,487	7,897,187
Capital outlay	7,763,925	13,723,810	18,572,968	23,443,820	32,342,749	52,076,944	60,876,060	25,235,056	16,511,278	20,881,103

(Continued)

City of Las Cruces
Changes in Fund Balances – Governmental Funds — continued
Last Ten Fiscal Years
(Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Expenditures - continued										
Debt service										
Principal	3,894,959	11,920,744	6,421,767	5,628,623	7,260,878	8,298,537	7,554,567	48,897,966	13,058,688	8,843,242
Interest and other charges	2,046,928	1,811,112	2,724,004	3,021,761	4,003,447	4,307,153	4,194,303	4,244,129	4,040,062	3,391,926
Bond issuance costs	-	185,926	498,780	-	-	-	-	-	-	-
Total expenditures	<u>80,039,607</u>	<u>99,026,242</u>	<u>105,538,678</u>	<u>113,790,992</u>	<u>129,593,464</u>	<u>154,769,488</u>	<u>164,001,293</u>	<u>167,966,271</u>	<u>127,658,131</u>	<u>128,615,704</u>
Excess of revenues over (under) expenditures	<u>4,506,429</u>	<u>(2,926,543)</u>	<u>5,524,539</u>	<u>6,848,889</u>	<u>(2,526,097)</u>	<u>(38,289,431)</u>	<u>(18,765,691)</u>	<u>(40,049,073)</u>	<u>480,621</u>	<u>1,026,404</u>
Other Financing Sources (Uses)										
Issuance of debt	-	7,980,000	33,000,000	12,667,476	32,184,395	9,749,434	187,874	46,400,106	17,462,973	44,638
Bond premium (discount)	-	-	276,275	(74,891)	-	-	-	-	536,733	-
Hospital net position received	30,124,793	-	-	-	-	-	-	-	-	-
Capital leases	112,000	-	-	-	-	-	-	-	-	-
Proceeds of notes payable	-	-	-	-	-	-	-	-	-	-
Gain on capital assets	-	40,213	-	-	157,755	587,667	28,308	575,764	812,621	1,043,557
Escrow refund	-	-	-	-	-	-	-	4,097,607	-	-
Transfers in	9,020,123	9,870,984	12,951,247	12,616,224	25,472,862	21,088,190	19,719,483	26,035,390	22,493,222	20,070,575
Transfers out	(13,590,200)	(13,836,610)	(17,038,483)	(17,995,605)	(29,827,582)	(25,797,583)	(24,029,943)	(31,065,247)	(26,410,428)	(25,774,755)
Total other financing sources (uses)	<u>25,666,716</u>	<u>4,054,587</u>	<u>29,189,039</u>	<u>7,213,204</u>	<u>27,987,430</u>	<u>5,627,708</u>	<u>(4,094,278)</u>	<u>46,043,620</u>	<u>14,895,121</u>	<u>(4,615,985)</u>
Net change in fund balances	<u>\$ 30,173,145</u>	<u>\$ 1,128,044</u>	<u>\$ 34,713,578</u>	<u>\$ 14,062,093</u>	<u>\$ 25,461,333</u>	<u>\$ (32,661,723)</u>	<u>\$ (22,859,969)</u>	<u>\$ 5,994,547</u>	<u>\$ 15,375,742</u>	<u>\$ (3,589,581)</u>
Debt service as a percentage of non-capital expenditures	<u>8.22%</u>	<u>16.32%</u>	<u>11.09%</u>	<u>9.57%</u>	<u>11.58%</u>	<u>12.28%</u>	<u>11.39%</u>	<u>37.23%</u>	<u>15.38%</u>	<u>11.36%</u>

Notes:

*The substantial increase from FY05 to FY06 was primarily due to the issuance of \$33,000,000 in sales tax bonds for a new City Hall and other public improvements.

City of Las Cruces
Taxable and Assessed Value of Property
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Real Property		Personal Property		Exemptions Real/Personal Property	Total		Ratio of Total Taxable Value
	Taxable Value	Assessed Value	Taxable Value	Assessed Value		Taxable Value	Assessed Value	To Total Assessed Value
2004	\$1,145,299,951	\$3,435,899,853	\$ 71,335,260	\$ 214,005,780	\$ 118,976,695	\$1,097,658,516	\$3,292,975,548	33%
2005	1,201,648,115	3,604,944,345	72,472,540	217,417,620	125,099,497	1,149,021,158	3,447,063,474	33%
2006	1,380,287,657	4,140,862,971	75,179,023	225,537,069	145,116,822	1,310,349,858	3,931,049,574	33%
2007	1,465,644,191	4,396,932,573	78,063,717	234,191,151	151,047,500	1,392,660,408	4,177,981,224	33%
2008	1,727,610,513	5,182,831,539	80,241,171	240,723,513	170,687,030	1,637,164,654	4,911,493,962	33%
2009	1,997,809,308	5,730,625,452	87,600,824	262,802,472	176,456,635	1,908,953,497	5,726,860,491	33%
2010	2,106,691,015	6,320,073,045	57,474,536	172,423,608	196,456,064	1,967,709,487	5,903,128,461	33%
2011	2,177,020,916	6,531,062,748	58,320,048	174,960,144	203,413,980	2,031,926,984	6,095,780,952	33%
2012	2,151,439,907	6,454,319,721	54,925,488	164,776,464	202,125,710	2,004,239,685	6,012,719,055	33%
2013	2,155,885,195	6,467,655,585	61,581,848	184,745,544	208,357,576	2,009,109,467	6,027,328,401	33%

Source: Doña Ana County Property Abstract

City of Las Cruces
Property Tax Rates Per \$1,000 Assessed Valuation
Both Residential and Non-Residential—Overlapping Governments
Last Ten Fiscal Years
(Unaudited)

Residential						
Fiscal Year	City	State	County	School District	Other	Total Residential
2004	5.841	1.520	7.896	9.835	1.895	26.987
2005	5.985	1.028	8.120	9.832	1.899	26.864
2006	5.781	1.234	7.852	9.722	1.904	26.493
2007	5.879	1.221	7.979	9.795	1.927	26.801
2008	5.960	1.250	8.029	9.809	1.936	26.984
2009	6.136	1.150	8.249	9.807	1.961	27.303
2010	6.155	1.530	8.388	9.818	1.977	27.868
2011	6.452	1.362	8.736	9.831	2.000	28.381
2012	6.614	1.360	8.989	9.840	2.000	28.803
2013	6.757	1.360	9.202	9.851	2.000	29.170

Non-Residential						
Fiscal Year	City	State	County	School District	Other	Total Non-Residential
2004	6.551	1.520	11.700	9.970	1.971	31.712
2005	6.794	1.028	12.079	9.982	2.000	31.883
2006	6.831	1.234	12.082	9.954	2.000	32.101
2007	7.120	1.221	12.017	10.014	2.000	32.372
2008	7.120	1.250	11.992	10.014	2.000	32.376
2009	7.120	1.150	12.001	10.004	2.000	32.275
2010	7.120	1.530	12.002	10.014	2.000	32.666
2011	7.120	1.362	12.000	10.014	2.000	32.496
2012	7.120	1.360	11.995	10.014	2.000	32.489
2013	7.120	1.360	11.949	10.014	2.000	32.443

Source: New Mexico Department of Finance & Administration, Local Government Division
Doña Ana County

City of Las Cruces
Principal Property Taxpayers
June 30, 2013
Last Ten Fiscal Years
(Unaudited)

Taxpayer	Type of Business	FY2013			FY2012			FY2011			FY 2010			FY 2009		
		Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank
EL PASO ELECTRIC COMPANY	ELECTRICITY	83,788,517	4.09%	1	83,900,940	4.19%	1	75,082,228	3.70%	1	74,944,703	3.81%	1	67,831,036	3.72%	1
MEMORIAL MEDICAL CENTER	MEDICAL CENTER	66,381,142	3.24%	3	66,824,652	3.33%	3	67,263,063	3.31%	2	74,406,896	3.78%	2	17,287,000	0.95%	6
LAS CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	67,806,108	3.31%	2	68,328,088	3.41%	2	65,207,949	3.21%	3	56,276,100	2.86%	3	18,758,700	1.03%	4
QWEST CORPORATION	COMMUNICATIONS	23,149,114	1.13%	7	26,808,806	1.34%	5	39,753,714	1.96%	4	39,251,670	1.99%	4	19,977,512	1.10%	3
MESILLA VALLEY MALL LLC	SHOPPING CENTERS	32,181,500	1.57%	5	31,562,620	1.57%	4	31,160,200	1.53%	5	31,422,000	1.60%	5			
COMCAST CABLEVISION OF NM/PA INC	TELEVISION SERVICES	24,909,411	1.22%	6	25,781,160	1.29%	6	27,078,136	1.33%	6	24,878,595	1.26%	6			
LAS CRUCES MADISON OWNERSHIP CO. LLC	REAL ESTATE	14,697,557	0.72%	10	14,277,800	0.71%	10	14,277,800	0.70%	10	15,833,100	0.80%	7	9,171,319	0.50%	9
CASA BANDERA TIC LLC	REAL ESTATE				14,303,200	0.71%	9	14,450,000	0.71%	9	15,454,200	0.79%	8			
LAS CRUCES - TMB LLC	REAL ESTATE				14,780,000	0.74%	8	15,300,000	0.75%	7	15,300,000	0.78%	9			
FS LAGUNA SECA I LLC	SHOPPING CENTERS										13,160,400	0.67%	10			
PUBLIC SERVICE CO OF NM	ELECTRICITY													34,621,991	1.90%	2
UNION PACIFIC RAIL ROAD COMPANY	RAILROAD													17,964,050	0.99%	5
EL PASO NATURAL GAS CO	GASOLINE													12,938,360	0.71%	8
LAS UVAS VALLEY DAIRY	AGRICULTURE															
BURLINGTON NORTHERN & SANTA FE RAILROAD	RAILROAD													13,413,383	0.74%	7
NEW MEXICO MALL PARTNERS LP	SHOPPING CENTERS													8,309,100	0.46%	10
PARK PLACE PERIDOT LLC	BUSINESS COMPLEX							15,131,252	0.74%	8						
SUNE SPS1 LLC	ELECTRICITY	40,632,555	1.99%	4	18,908,564	0.94%	7									
COPPERSTONE LLC	REAL ESTATE	17,869,700	0.87%	8												
DUKE REALITY LAS CRUCES MOB LLC	REAL ESTATE	14,780,000	0.72%	9												
			<u>18.87%</u>			<u>18.24%</u>			<u>17.94%</u>			<u>18.34%</u>			<u>12.09%</u>	

Source: Doña Ana County Property Abstract - County Assessors Office

(Continued)

City of Las Cruces
Principal Property Taxpayers — continued
June 30, 2013
Last Ten Fiscal Years
(Unaudited)

Taxpayer	Type of Business	FY 2008			FY 2007			FY 2006			FY 2005			FY 2004		
		Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank
EL PASO ELECTRIC COMPANY	ELECTRICITY	\$64,345,540	3.93%	1	\$ 59,515,890	4.27%	1	\$ 58,026,006	4.43%	1	\$ 15,985,973	1.39%	2	\$ 14,790,872	1.35%	2
LAS CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	19,334,467	1.18%	4	18,392,667	1.32%	4	18,392,667	1.40%	4	23,386,967	2.04%	1	17,285,900	1.57%	1
MEMORIAL MEDICAL CENTER	MEDICAL CENTER	17,169,067	1.05%	5	16,482,767	1.18%	5	13,754,267	1.05%	5	13,754,267	1.20%	3			
QWEST CORPORATION	COMMUNICATIONS	26,869,586	1.64%	3	24,800,703	1.78%	3	24,027,370	1.83%	3	12,711,340	1.11%	4	12,965,357	1.18%	3
COMCAST CABLEVISION OF NM/PA INC	TELEVISION SERVICES										4,779,585	0.42%	7			
LAS CRUCES MADISON OWNERSHIP CO. LLC	REAL ESTATE	9,007,400	0.55%	10	7,687,900	0.55%	10									
CASA BANDERA TIC LLC	REAL ESTATE										5,748,767	0.50%	6			
FS LAGUNA SECA I LLC	SHOPPING CENTERS										3,608,233	0.31%	10			
PUBLIC SERVICE CO OF NM	ELECTRICITY	34,744,992	2.12%	2	43,703,556	3.14%	2	34,927,202	2.67%	2						
UNION PACIFIC RAIL ROAD COMPANY	RAILROAD	15,951,623	0.97%	6	13,610,022	0.98%	6	13,267,394	1.01%	6						
EL PASO NATURAL GAS CO	GASOLINE	12,558,435	0.77%	7	13,732,645	0.99%	7	11,923,259	0.91%	7						
LAS UVAS VALLEY DAIRY	AGRICULTURE	11,841,705	0.72%	8												
BURLINGTON NORTHERN & SANTA FE RAILROAD	RAILROAD	11,487,369	0.70%	9	10,883,002	0.78%	8	9,824,600	0.75%	8						
NEW MEXICO MALL PARTNERS LP	SHOPPING CENTERS				8,159,267	0.59%	9	8,249,767	0.63%	9	8,187,367	0.71%	5			
MY WAY OF HOLDINGS LLC	CASINO							6,329,967	0.48%	10						
SONOMA SPRINGS PARTNERS LP	REAL ESTATE										4,727,467	0.41%	8			
PARK PLACE PERIDOT LLC	BUSINESS COMPLEX										4,132,329	0.36%	9	3,102,667	0.28%	8
SOUTHWEST MALLS REAL ESTATE	SHOPPING CENTERS													7,604,067	0.69%	4
LAS CRUCES APARTMENT Co. LLC	PROPERTY DEVELOPMENT													3,524,333	0.33%	5
WAL-MART STORES, INC.	DISCOUNT STORES													3,493,133	0.32%	6
LAS CRUCES LAGUNA SECA LTD	SHOPPING CENTERS													3,115,167	0.28%	7
CMAT 1999-CI TOWN CENTER LLC	BUSINESS COMPLEX													2,782,267	0.25%	9
SAM'S EAST, INC.	DISCOUNT STORES													2,592,833	0.24%	10
		<u>13.64%</u>			<u>15.58%</u>			<u>15.17%</u>			<u>8.45%</u>			<u>6.49%</u>		

Source: Doña Ana County Property Abstract - County Assessors Office

City of Las Cruces
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)

Fiscal Year Ended June 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections To Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2004	\$ 6,695,216	\$ 6,246,544	93.3%	\$ 2,353	\$ 6,692,863	100.0%
2005	7,213,563	6,916,485	95.9%	3,149	7,210,414	100.0%
2006	8,078,535	7,601,251	94.1%	8,726	8,069,809	99.9%
2007	9,071,624	8,953,266	98.7%	12,138	9,059,486	99.9%
2008	10,576,136	10,126,626	95.7%	11,543	10,564,593	99.9%
2009	11,806,587	11,249,267	95.3%	25,002	11,781,585	99.8%
2010	12,713,979	12,103,053	95.2%	46,031	12,667,948	99.6%
2011	13,128,983	12,566,172	95.7%	72,289	13,056,694	99.4%
2012	13,345,937	12,823,300	96.1%	204,850	13,141,087	98.5%
2013	13,802,013	13,312,600	96.5%	489,413	13,312,600	96.5%

Source: Doña Ana County Treasurer's Office
Property Tax Schedule

City of Las Cruces
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income *	Per Capita *
	Sales Tax Revenue Bonds	Unamortized Premium on Sales Tax Revenue Bonds	Notes Payable	Capital Lease	Utility Revenue Bonds	Unamortized Premium (Discount) on Utility Revenue Bonds	Capital Leases	Notes Payable			
2004	\$ 39,685,000	\$ -	\$ 667,497	\$ 1,417,616	\$ 29,050,000	\$ (293,624)	\$ 367,064	\$ 549,668	\$ 71,443,221	5.14%	925
2005	37,409,000	-	319,931	1,214,376	27,420,000	(264,972)	237,373	1,057,708	67,393,416	4.09%	842
2006	64,340,000	276,275	-	998,963	36,755,000	(173,805)	93,439	810,044	103,099,916	6.07%	1,248
2007	59,080,000	346,548	12,298,853	770,645	52,530,000	(207,671)	83,981	1,029,010	125,931,366	7.41%	1,524
2008	54,125,000	208,925	42,333,919	554,258	50,200,000	(99,490)	74,147	26,069,790	173,466,549	7.96%	1,933
2009	48,950,000	346,679	49,003,451	324,909	44,635,000	27,375	65,147	27,486,462	170,839,023	7.84%	1,824
2010	44,145,000	298,717	46,441,758	81,822	41,225,000	30,003	-	27,046,304	159,268,604	2.73%	1,700
2011	73,335,000	2,400,558	12,521,411	-	61,980,000	677,189	-	1,904,310	152,818,468	2.63%	1,561
2012	73,385,000	2,761,500	16,875,696	-	58,060,000	639,532	-	2,558,421	154,280,149	2.47%	1,548
2013	67,580,000	2,585,708	13,882,092	-	54,015,000	601,874	-	2,101,541	140,766,215	6.98%	1,400

Notes:
 Details regarding the City's outstanding debt-can be found in the notes to the financial statements.
 * See Demographic Data Schedule for the personal income and population data. These ratios are calculated using personal income and population for the prior fiscal year.

City of Las Cruces
Ratio of Net General Obligation Debt to
Taxable Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Population	Taxable Value	General Obligation Bonded Debt Outstanding	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt To Taxable Value	Net Bonded Debt Per Capita
2004	80,054	\$1,097,658,516	-	-	-	N/A	N/A
2005	82,611	1,149,021,158	-	-	-	N/A	N/A
2006	86,607	1,310,349,858	-	-	-	N/A	N/A
2007	87,542	1,392,660,408	-	-	-	N/A	N/A
2008	89,722	1,637,164,654	-	-	-	N/A	N/A
2009	93,680	1,821,352,673	-	-	-	N/A	N/A
2010	93,452	1,921,638,946	-	-	-	N/A	N/A
2011	97,906	2,031,926,984	-	-	-	N/A	N/A
2012	99,665	2,004,239,685	-	-	-	N/A	N/A
2013	100,557	2,046,371,786	-	-	-	N/A	N/A

Source: Doña Ana County Property Abstract

City of Las Cruces
Computation of Direct and Overlapping Debt
June 30, 2013
(Unaudited)

<u>Jurisdiction</u>	<u>Total General Debt Outstanding As of 6/30/2013</u>	<u>Percentage Applicable To City of Las Cruces</u>	<u>City of Las Cruces Share of Debt</u>
Direct:			
City of Las Cruces	<u>\$ 84,047,800</u>	100.00%	<u>\$ 84,047,800</u>
Overlapping :			
Doña Ana County	540,000	47.86%	258,443
Las Cruces School District	101,430,000	67.85%	68,822,575
Doña Ana County Community College	<u>16,760,000</u>	26.86%	<u>4,502,555</u>
Total Overlapping	<u>118,730,000</u>		<u>73,583,573</u>
Total Direct And Overlapping General Obligation Bonded Debt	<u>\$ 202,777,800</u>		<u>\$ 157,631,373</u>

Note:

Overlapping rates are those of local and county governments that apply to the property owners of the City of Las Cruces. The percentage applicable to the City was determined by calculating the amount of property tax levied by the jurisdictions in the City divided by the total property taxes levied by the jurisdictions.

Source: City of Las Cruces; State of New Mexico; Doña Ana County; Las Cruces School District; Doña Ana Branch Community College

City of Las Cruces
Computation of Legal Debt Margin
Last Ten Fiscal Years
June 30, 2013
(Unaudited)

	<u>FY 2013</u>
Taxable Valuation	\$2,046,371,786
Legal Debt Limit- 4% of Assessed Valuation	81,854,871
Amount of Long-Term Debt Subject To Legal Debt Limit: General Obligation Debt Outstanding	<u>-</u>
Legal Debt Margin	<u>\$ 81,854,871</u>

	<u>Fiscal Year</u>								
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
Debt Limit	\$ 43,906,341	\$ 45,906,846	\$ 52,413,994	\$ 55,706,416	\$ 65,486,586	\$ 72,854,107	\$ 76,865,558	\$ 81,277,079	\$ 2,004,239,685
Total net debt applicable to limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total debt margin	<u>\$ 43,906,341</u>	<u>\$ 45,906,846</u>	<u>\$ 52,413,994</u>	<u>\$ 55,706,416</u>	<u>\$ 65,486,586</u>	<u>\$ 72,854,107</u>	<u>\$ 76,865,558</u>	<u>\$ 81,277,079</u>	<u>\$ 2,004,239,685</u>
Total debt applicable to the limit as a percentage of debt limit	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Source: Doña Ana County Property Abstract

City of Las Cruces
Pledged-Revenue Bond/Note Coverage
Last Ten Fiscal Years
(Unaudited)
June 30, 2013

Fiscal Year	Gross Receipts Tax Revenue Bonds/Notes				Utility Revenue Bonds/Notes						Environmental Gross Receipts Tax Bonds			
	Pledged Revenues	Debt Service		Coverage	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage	Pledged Revenues	Debt Service		Coverage
		Principal	Interest					Principal	Interest			Principal	Interest	
2004	\$ 33,236,280	\$ 3,089,418	\$ 1,213,189	7.72	\$ 43,902,605	\$ (34,970,027)	\$ 8,932,578	\$ 1,643,043	\$ 1,542,500	2.80	\$ 1,134,753	\$ 450,000	\$ 477,200	1.22
2005	36,245,275	3,203,196	1,209,419	8.21	46,421,742	(34,718,010)	11,703,732	1,739,857	1,473,776	3.64	1,237,329	410,000	189,656	2.06
2006	40,686,980	3,992,351	1,096,173	8.00	57,510,802	(44,533,053)	12,977,749	1,838,047	1,781,858	3.59	1,401,404	590,000	253,366	1.66
2007	47,195,398	4,583,873	2,447,367	6.71	58,441,509	(45,068,724)	13,372,785	1,940,010	2,330,112	3.13	1,523,163	605,000	235,666	1.81
2008	52,160,180	6,149,329	3,470,509	5.42	56,842,630	(45,125,377)	11,717,253	2,390,701	2,980,463	2.18	1,616,819	625,000	217,516	1.92
2009	49,211,512	7,084,187	3,931,990	4.47	47,854,543	(40,565,130)	7,289,413	2,967,453	3,342,628	1.16	1,519,556	640,000	198,766	1.81
2010	50,704,723	6,529,567	3,844,737	4.89	48,746,903	(41,635,816)	7,111,087	3,556,476	2,765,451	1.12	1,559,777	660,000	179,566	1.86
2011	50,530,078	7,131,321	2,828,948	5.07	49,896,286	(40,638,076)	9,258,210	4,085,000	2,101,594	1.50	1,555,093	680,000	159,766	1.85
2012	51,730,477	7,215,472	3,370,997	4.89	51,128,443	(40,127,838)	11,000,605	3,920,000	2,205,491	1.80	1,585,138	705,000	149,567	1.85
2013	52,346,775	7,388,465	3,117,693	4.98	51,635,196	(41,430,290)	10,204,906	4,045,000	2,075,941	1.67	1,605,605	751,279	137,985	1.81

Fiscal Year	Gas Tax Notes				Fire Protection Fund				Lodger's Tax and Convention Center Fees Bonds/Notes			
	Pledged Revenues	Debt Service		Coverage	Pledged Revenues	Debt Service		Coverage	Pledged Revenues	Debt Service		Coverage
		Principal	Interest			Principal	Interest			Principal	Interest	
2004	\$ 1,544,437	\$ 275,000	\$ 248,663	2.95	\$ -	\$ -	-	-	\$ -	\$ -	-	-
2005	1,451,120	290,000	235,875	2.76	-	-	-	-	-	-	-	-
2006	1,532,985	300,000	222,245	2.94	-	-	-	-	-	-	-	-
2007	1,506,014	315,000	207,845	2.88	389,470	38,630	15,213	7.23	-	-	-	-
2008	1,439,465	330,000	192,568	2.75	416,741	99,929	27,942	3.26	2,894,472	327,038	738,163	2.72
2009	1,500,597	345,000	176,398	2.88	359,453	201,746	76,637	1.29	2,796,277	678,338	1,184,922	1.50
2010	1,523,173	365,000	159,148	2.91	371,065	208,969	51,045	1.43	2,872,180	703,976	1,159,349	1.54
2011	1,537,530	385,000	140,533	2.93	285,715	219,316	65,387	1.00	3,057,756	365,000	704,831	2.86
2012	1,541,617	410,000	9,338	3.68	628,710	227,216	61,790	2.18	3,297,396	550,000	1,036,894	2.08
2013	1,546,274	405,000	13,703	3.69	418,242	235,498	53,522	1.45	3,169,736	565,000	1,023,144	2.00

Fiscal Year	Solid Waste Revenue Notes						
	Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		Coverage	
				Principal	Interest		
2004	\$ -	\$ -	\$ -	\$ -	\$ -	-	
2005	-	-	-	-	-	-	
2006	-	-	-	-	-	-	
2007	-	-	-	-	-	-	
2008	10,194,037	(10,238,849)	(44,812)	89,791	33,090	(0.36)	
2009	10,267,228	(9,733,870)	533,358	229,627	72,597	1.76	
2010	10,204,248	(9,578,086)	626,162	293,682	86,309	1.65	
2011	10,360,956	(9,202,975)	1,157,981	302,457	77,522	3.05	
2012	11,049,646	(10,366,503)	683,143	362,450	72,549	1.57	
2013	11,735,393	(10,563,465)	1,171,928	456,880	69,828	2.23	

Notes:
Details regarding the City's outstanding debt can be found in Note 7 of the financial statements.
Operating expenses do not include interest, depreciation, or amortization expenses.
The 2010 Convention Center bonds are pledged first with the lodger's tax and convention center fees and then by the state-shared gross receipts taxes

City of Las Cruces
Demographic Data
Last Ten Fiscal Years
June 30, 2013
(Unaudited)

<u>Fiscal Year</u>	<u>Population</u>	<u>Personal Income</u> <u>(thousands of dollars)</u>	<u>Per Capita</u> <u>Income</u>	<u>Median</u> <u>Age</u>	<u>School</u> <u>Enrollment</u>	<u>Unemployment</u> <u>Rate %</u>
2004	80,054	\$ 1,646,951	\$ 20,573	31.2	22,880	6.1%
2005	82,611	1,699,556	20,573	31.2	23,400	6.8%
2006	86,607	1,477,429	17,059	30.1	23,100	5.1%
2007	87,542	1,539,951	17,591	32.5	24,000	4.2%
2008	89,722	2,179,617	24,293	32.5	23,747	4.5%
2009	93,680	1,784,791	19,052	31.0	24,530	7.2%
2010	93,452	2,640,112	28,251	31.0	24,400	7.9%
2011	97,906	2,757,522	28,165	35.8	24,706	6.9%
2012	99,665	2,959,453	29,694	33.0	24,534	6.8%
2013	100,557	2,015,363	20,042	33.2	24,495	6.9%

Sources:

U.S. Census Bureau

Las Cruces Public Schools

New Mexico Department of Labor

**City of Las Cruces
Principal Employers
Last Eight Fiscal Years
June 30, 2013
(Unaudited)**

2013	2012	2011	2010
New Mexico State University Las Cruces Public Schools City of Las Cruces Memorial Medical Center Wal-Mart Mountain View Regional Medical Center Doña Ana County Doña Ana Branch Community College Coordinated Care Corp. National Aeronautics & Space	New Mexico State University Las Cruces Public Schools City of Las Cruces Memorial Medical Center Doña Ana Branch Community College Doña Ana County Mountain View Regional Medical Center Wal-Mart Coordinated Care Corp. National Aeronautics & Space	New Mexico State University Las Cruces Public Schools Memorial Medical Center Coordinated Care Corp. Doña Ana Branch Community College Wal-Mart Doña Ana County Mountain View Regional Medical Center City of Las Cruces National Aeronautics & Space	Border Foods Inc. Doña Ana Branch Community College Doña Ana County Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University Tyson Prepared Foods Wal-Mart
2009	2008	2007	2006
Border Foods Inc. Doña Ana Branch Community College Doña Ana County Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University Tyson Prepared Foods Wal-Mart	Advanced Care Hospital of SNM Border Foods Inc. Coordinated Care Corp. Doña Ana Branch Community College Doña Ana County Administration Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University	Border Foods Inc. Coordinated Care Corp. Doña Ana Branch Community College Doña Ana County Administration Las Cruces Public Schools Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University Tresco Tots	Alliance Hospital Coordinated Care Corp. Doña Ana Branch Community College Doña Ana County Administration Memorial Medical Center Mountain View Regional Medical Center National Aeronautics & Space New Mexico State University Peak Hospital of Santa Teresa Sunland Park Race Track

Note:

By law, the New Mexico Department of Labor may not release the number of employees. For further information, contact Ms. Susan Reagan at the New Mexico Department of Labor at (505) 383-2731.

Source: New Mexico Department of Labor, Bureau of Labor & Statistics

City of Las Cruces
City Government Employees by Function/Program
Last Ten Fiscal Years
June 30, 2013
(Unaudited)

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General Government										
City Administration	11	18	17	17	8	15	18	22	28	21
Financial Services	52	48	49	47	62	59	58	58	42	42
Human Resources	11	9	12	12	14	14	15	14	15	15
Legal	36	35	31	35	46	35	22	26	22	25
Risk Management**	6	6	6	6	7	7	7	9	0	0
Facilities**										
Administration**	7	6	7	7	12	12	10	10	0	0
Airport Operations**	4	3	4	4	4	4	4	4	0	0
Building Services**	39	33	31	32	38	35	34	37	0	0
Fleet Services**	22	21	19	22	24	23	27	31	0	0
Parks**	56	51	56	60	58	58	72	70	0	0
Police										
Administration	69	41	58	61	56	56	64	65	52	64
Officers	189	189	194	192	204	209	213	241	209	202
Fire										
Administration	8	9	10	12	12	13	13	11	13	14
Firefighters and Officers	97	103	115	109	116	108	104	116	122	123
Community Development										
Administration	20	29	22	22	22	21	21	19	11	17
Neighborhood Development	5	10	6	7	15	16	16	21	17	13
Permits and Inspections	16	17	19	20	21	22	23	21	23	25
Community and Cultural Services (PS)**										
Administration	0	0	0	0	0	0	0	0	0	10
Convention & Visitors' Bureau	7	8	7	8	10	10	10	10	9	10
Library	34	38	39	37	36	43	40	36	38	26
Museum Systems	14	13	16	15	18	21	19	31	18	13
Parks & Recreation**	35	42	39	51	26	41	43	47	0	0
Public Information	6	5	6	6	7	7	7	7	6	6
Senior Programs	37	40	41	46	34	59	51	56	45	17
Transit**	36	37	50	51	49	50	49	60	0	0
Public Works										
Administration	2	3	2	2	3	3	3	3	8	9
Building Services	0	0	0	0	0	0	0	0	38	43
Engineering	41	40	41	36	53	50	44	38	34	36
Street Systems**	44	44	49	58	58	53	53	57	0	0
Support Services										
Document Services	3	3	2	3	2	2	2	2	2	2
Information Tech. & Comm.	31	29	26	28	32	27	19	24	24	25
Transportation**										
Administration**	0	0	0	0	0	0	0	0	8	7
Airport Operations**	0	0	0	0	0	0	0	0	4	3
Fleet Services**	0	0	0	0	0	0	0	0	24	26
Street Systems**	0	0	0	0	0	0	0	0	46	54
Transit**	0	0	0	0	0	0	0	0	48	41
Parks and Recreation**										
Administration**	0	0	0	0	0	0	0	0	7	9
Aquatics**	0	0	0	0	0	0	0	0	44	10
Parks**	0	0	0	0	0	0	0	0	52	53
Recreation and Athletic Programs*	0	0	0	0	0	0	0	0	31	18
Utilities										
Administration**	0	0	0	0	0	0	0	0	19	26
Gas	68	62	66	67	77	69	61	64	62	68
Solid Waste	57	57	61	63	74	67	53	39	42	43
Wastewater	53	53	53	55	81	73	71	75	66	81
Water	48	45	48	52	37	33	46	51	50	42
Total Employees	1,164	1,147	1,202	1,243	1,316	1,315	1,292	1,375	1,279	1,239

*The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2004 to 2013 is shown.

**These are changes due to the 2012 reorganization.

City of Las Cruces
Operating Indicators by Function/Program
Last Ten Fiscal Years
June 30, 2013
(Unaudited)

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General Government										
Number of newsletters printed and mailed		108,000	216,000	216,000	231,100	232,000	222,000	232,800	-	-
Number of newsletters produced		-	-	-	-	-	-	-	4	75
Cost per newsletter		\$ 0.26	\$ 0.26	\$ 0.26	\$ 0.26	\$ 0.26	\$ 0.26	\$0.23	\$88.00	\$132.29
Average number of days from position postings to position hires		43	44	44	39	80	79	76.5	78.0	74.5
Operating and maintenance cost per work station		<\$3500	<\$3500	<\$3500	<\$3500	<\$3,600	<\$3,600	<3800	<4000	<3800
Facilities										
Dollar amount of projects managed per employee		N/A	\$7.13 M	\$8.96 M	\$10.49 M	\$8.94 M	\$10.4 M	\$4.1 M	\$2.2 M	\$3.79 M
Number of project work orders (over \$10,000) requested		N/A	86	75	79	70	43	31	39	40
Conduct park safety and maintenance inspections		120/qtr	126/qtr	126/qtr	147/qtr	148/qtr	150/qtr	153/qtr	153/qtr	154/qtr
Total number of facilities operated and maintained	88	88	90	94	96	97	99	99	106	112
Police										
Number of citations issued		28,251	32,000	26,374	33,810	30,109	47,193	21,869	24,238	20,014
Number of clean up events		N/A	25	103	141	132	146	223	287	371
Number of code violations addressed	33,547	37,073	31,719	26,615	30,944	20,082	23,064	30,399	32,000	37,742
Fire										
Number of building inspections	2,535	3,586	3,410	2,696	3,400	1,449	2,279	2,796	2,162	3,339
Number of citizens who received safety education	4,385	3,653	2,584	3,860	2,224	1,556	2,150	3,150	3,691	3,633
Community Development										
Number of affordable rental and owner-occupied housing using CDBG and HOME funds	147	50	100	108	71	67	96	53	58	66
Miles of bicycle facility lane installed	11	6	10	5	-	2.2	4.0	3.0	3.1	1.3
Number of special events hosted in downtown area	12	22	23	23	21	15	25	14	15	15
Number of vendors participating in the Farmer's and Crafts Market	125	135	121	126	255	295	275	300	340	285
Number of residential building permits issued	1,435	2,044	1,756	1,547	1,158	490	468	475	396	417
Amount collected for residential permits	\$ 2,841,679	\$ 5,072,857	\$ 4,883,106	\$ 4,751,817	\$ 2,948,042	\$ 1,370,971	\$ 1,272,140	\$ 1,447,377	\$ 1,443,350	\$ 1,672,730
Number of commercial building permits issued	218	177	131	147	125	22	17	21	45	25
Amount collected for commercial permits	\$ 589,046	\$ 342,056	\$ 551,029	\$ 532,631	\$ 367,385	\$ 156,315	\$ 83,232	\$ 64,748	\$ 408,195	\$ 928,059

(Continued)

City of Las Cruces
Operating Indicators by Function/Program — continued
Last Ten Fiscal Years
June 30, 2013
(Unaudited)

<u>Function/Program</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Public Services										
Request for visitor information at Convention & Visitor's Bureau (CVB)	19,978	24,920	33,889	33,585	27,315	26,426	30,657	20,832	21,215	20,602
Walk-in visitors to CVB office	3,702	5,544	5,674	5,153	5,464	4,834	3,332	1,660	1,710	1,313
Number of congregate meals served to seniors	76,500	78,877	73,138	82,205	88,215	95,192	87,017	85,715	88,000	90,879
Number of home-delivered meals served to seniors	155,000	172,141	173,048	184,615	192,192	156,828	135,014	130,587	136,000	156,034
Number of homemaker units	5,510	7,135	8,200	9,905	10,103	10,027	8,235	3,164	4,000	4,584
Museum visitors		159,630	172,245	279,202	301,318	270,512	291,232	269,260	249,000	158,845
Museum exhibit openings attendance		10,271	11,409	9,659	18,056	16,415	16,345	18,876	17,000	23,244
Museum program participants		13,248	32,755	13,643	19,494	31,550	26,436	26,409	31,000	29,862
Fixed Route ridership		622,560	690,000	733,128	671,727	656,590	601,782	637,797	696,580	759,653
Cost per trip on fixed route		\$ 2.90	\$ 2.90	\$ 2.90	\$ 3.85	\$ 3.81	\$ 4.13	\$ 4.00	\$ 3.73	\$ 3.54
Total library circulations	425,757	423,340	475,156	533,294	540,936	550,687	583,892	566,302	577,657	554,009
Total number of library-sponsored programs	283	304	445	1,040	971	676	665	887	880	850
Computer sessions at library	59,515	54,654	97,932	104,382	106,539	100,428	97,058	95,780	89,447	73,497
Public Works										
Percent of potholes patched within 24 hours of report		95.7%	90.0%	92.0%	76.0%	59.0%	75.5%	63.9%	88.0%	89.2%
Maintain major arterials and intersections through routine striping program		1/yr	2/yr	3/yr	3/yr	3/yr	2/yr	2/yr	2/yr	3/yr
Utilities										
Meter reading complaints	<1%	<1%	<1%	<1%	<1%	<1%	<1%	<1%	<1%	<1%
Metering operating cost per customer	\$ 0.59	\$ 0.58	\$ 0.60	\$ 0.61	\$ 0.61	\$ 0.61	\$ 0.67	\$ 0.77	\$ 0.64	\$ 0.67
Operating and maintenance cost per dekatherm (Gas)	\$ 1.24	\$ 1.03	\$ 1.48	\$ 1.83	\$ 2.05	\$ 2.37	\$ 1.83	\$ 1.76	\$ 1.72	\$ 1.74
Operating and maintenance cost per 1,000 gallons produced (Water)	\$ 1.07	\$ 1.05	\$ 1.10	\$ 1.37	\$ 1.23	\$ 1.20	\$ 1.13	\$ 1.06	\$ 1.17	\$ 1.27
Operating and maintenance cost per 1,000 gallons treated (Wastewater)	\$ 2.23	\$ 2.03	\$ 2.02	\$ 2.44	\$ 1.97	\$ 1.80	\$ 1.73	\$ 1.44	\$ 1.85	\$ 2.09
Total operating cost per ton collected (Solid Waste)	\$ 48.40	\$ 43.04	\$ 44.42	\$ 49.34	\$ 57.82	\$ 77.43	\$ 60.06	\$ 66.09	\$ 61.32	\$ 69.03

*The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2004 to 2013 is shown.

City of Las Cruces
Capital Assets and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years
June 30, 2013
(Unaudited)

Function/Program	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Area in square miles	51.5	52.25	56.07	76.18	76.38	76.38	76.99	76.99	76.99	76.99
Government facilities and services:										
Miles of streets	438	992	524	537	556	558	563	564	565	575.68
Number of street lights	5,019	5,488	4,889	6,392	6,641	7,138	7,360	7,458	7,488	7,533
Culture and Recreation:										
Community centers	6	6	5	5	5	5	5	5	5	4
Lakes	1	1	1	1	1	1	1	1	1	1
Pond	1	1	1	1	1	1	1	1	1	1
Parks	51	75	78	77	80	80	82	84	84	85
Park acreage	308	308	373	373	600	600	646	678	678	690
Sports complex	13	13	13	13	13	13	13	13	13	13
Swimming pools	3	3	3	3	4	4	4	4	4	4
Shooting range	1	1	1	1	1	1	1	1	1	1
Tennis courts	18	18	18	18	18	18	18	18	18	19
Bike path	2	2	2	2	2	2	2	2	4	4
Miles of bike paths			10	10	10	10	10	10	14	14
Fire Protection:										
Number of stations	7	7	7	7	7	7	7	7	7	7
Police Protection:										
Number of stations	1	1	1	1	1	1	1	1	1	1
Sewerage Systems:										
Miles of sanitary sewers (est.)	373	393	435	476	507	525	530	530	536	536
Miles of storm sewers (mains)	111	18	17	17.5	17	17	17	17	17	17
Number of treatment plants	2	2	2	2	2	2	3	3	3	3
Number of service connections	23,955	25,180	33,806	26,018	28,323	29,329	30,866	31,734	32,094	32,394
Water System:										
Miles of water mains (est.)	412	462	476	505	525	547	558	558	573	580
Number of service connections	25,616	27,040	28,835	29,980	31,193	30,521	31,249	31,797	31,924	31,934
Transit Sytem:										
Miles of Bus Routes	81.7	81.7	86	86	125	133	133	133	133	133
Number of Bus Stops	358	358	358	358	337	350	350	350	345	345
Number of Buses	17	17	16	16	15	15	15	18	18	18
Number of Dial-a-Ride Vehicles	11	11	17	17	17	17	17	23	21	21

Sources: Various City departments.

City of Las Cruces
Sales Tax Revenue Payers by Industry
Last Eight Fiscal Years
(Unaudited)
June 30, 2013

Industry	Fiscal Year 2013				Fiscal Year 2012			
	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail Trade	9,837	20.07%	\$ 57,993,164	34.70%	10,156	20.12%	\$ 59,170,981	35.70%
Construction	6,298	12.85%	18,623,882	11.14%	6,614	13.10%	19,149,191	11.55%
Other Services (except Public Admin)	11,273	23.00%	15,198,000	9.09%	11,844	23.47%	13,943,584	8.41%
Health Care and Social Assistance	5,622	11.47%	24,356,642	14.57%	5,752	11.40%	22,776,880	13.74%
Accommodation and Food Services	3,119	6.36%	17,484,295	10.46%	3,220	6.38%	16,810,873	10.14%
Professional, Scientific and Technical Svcs	6,098	12.44%	10,836,410	6.48%	6,407	12.69%	11,272,006	6.80%
Wholesale Trade	2,377	4.85%	3,526,849	2.11%	2,330	4.62%	3,558,828	2.15%
Unclassified Establishments	409	0.83%	380,595	0.23%	293	0.58%	521,462	0.31%
Utilities	105	0.21%	6,332,123	3.79%	103	0.20%	6,391,697	3.86%
Information and Cultural Industries	1,335	2.72%	9,844,183	5.89%	1,374	2.72%	9,708,312	5.86%
Real Estate and Rental and Leasing	2,539	5.18%	2,570,936	1.54%	2,380	4.72%	2,445,620	1.48%
Total	49,012	100%	\$ 167,147,079	100%	50,473	100%	\$ 165,749,434	100%

Industry	Fiscal Year 2011				Fiscal Year 2010			
	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail Trade	10,210	19.50%	\$ 61,955,156	36.46%	9,485	19.78%	\$ 57,662,658	35.71%
Construction	7,036	13.44%	20,365,580	11.99%	5,972	12.45%	21,149,490	13.10%
Other Services (except Public Admin)	12,709	24.28%	16,542,853	9.74%	11,558	24.10%	14,829,585	9.18%
Health Care and Social Assistance	5,819	11.12%	22,565,074	13.28%	5,683	11.85%	23,866,680	14.78%
Accommodation and Food Services	3,221	6.15%	17,642,384	10.38%	2,949	6.15%	15,363,382	9.52%
Professional, Scientific and Technical Svcs	6,680	12.76%	10,532,343	6.20%	6,023	12.56%	10,371,267	6.42%
Wholesale Trade	2,383	4.55%	3,415,197	2.01%	2,242	4.68%	3,178,722	1.97%
Unclassified Establishments	565	1.08%	451,938	0.27%	665	1.39%	1,112,128	0.69%
Utilities	101	0.19%	6,184,660	3.64%	90	0.19%	5,903,990	3.66%
Information and Cultural Industries	1,316	2.51%	7,880,332	4.64%	1,264	2.64%	6,247,725	3.87%
Real Estate and Rental and Leasing	2,312	4.42%	2,384,331	1.40%	2,018	4.21%	1,773,614	1.10%
Total	52,352	100%	\$ 169,919,848	100%	47,949	100%	\$ 161,459,241	100%

(Continued)

City of Las Cruces
Sales Tax Revenue Payers by Industry – continued
Last Eight Fiscal Years
(Unaudited)
June 30, 2013

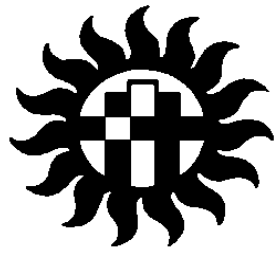
Industry	Fiscal Year 2009				Fiscal Year 2008			
	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail Trade	9,809	20.30%	\$ 57,692,756	36.81%	9,965	20.30%	\$ 56,577,965	36.24%
Construction	6,859	14.20%	21,576,264	13.77%	7,028	14.32%	24,163,297	15.48%
Other Services (except Public Admin)	11,074	22.92%	15,741,662	10.05%	11,465	23.36%	16,390,115	10.50%
Health Care and Social Assistance	5,596	11.58%	20,425,524	13.03%	5,256	10.71%	18,227,889	11.68%
Accommodation and Food Services	2,932	6.07%	14,315,226	9.13%	2,856	5.82%	13,777,131	8.82%
Professional, Scientific and Technical Svcs	5,678	11.75%	10,649,058	6.80%	5,997	12.22%	9,941,355	6.37%
Wholesale Trade	2,410	4.99%	3,571,603	2.28%	2,395	4.88%	3,968,200	2.54%
Unclassified Establishments	682	1.41%	812,425	0.52%	558	1.14%	1,204,372	0.77%
Utilities	94	0.19%	6,225,175	3.97%	98	0.20%	5,952,788	3.81%
Information and Cultural Industries	1,114	2.31%	3,808,499	2.43%	1,390	2.83%	3,560,350	2.28%
Real Estate and Rental and Leasing	2,064	4.27%	1,892,641	1.21%	2,081	4.24%	2,358,809	1.51%
Total	48,312	100%	\$ 156,710,833	100%	49,089	100%	\$ 156,122,271	100%

Industry	Fiscal Year 2007				Fiscal Year 2006			
	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail Trade	9,934	20.68%	\$ 54,982,847	35.53%	9,334	19.43%	\$ 48,838,520	31.56%
Construction	7,134	14.85%	27,879,283	18.02%	6,362	13.25%	22,699,553	14.67%
Other Services (except Public Admin)	11,210	23.34%	15,924,204	10.29%	10,901	22.70%	14,730,815	9.52%
Health Care and Social Assistance	5,037	10.49%	15,916,601	10.29%	4,444	9.25%	12,806,038	8.28%
Accommodation and Food Services	2,784	5.80%	13,413,860	8.67%	2,491	5.19%	11,132,432	7.19%
Professional, Scientific and Technical Svcs	5,655	11.77%	8,817,718	5.70%	5,250	10.93%	7,725,877	4.99%
Wholesale Trade	2,247	4.68%	6,431,631	4.16%	2,141	4.46%	5,856,880	3.79%
Unclassified Establishments	426	0.89%	442,676	0.29%	3,102	6.46%	5,394,616	3.49%
Utilities	104	0.22%	5,226,613	3.38%	84	0.17%	5,016,725	3.24%
Information and Cultural Industries	1,531	3.19%	3,275,233	2.12%	1,291	2.69%	2,721,581	1.76%
Real Estate and Rental and Leasing	1,967	4.10%	2,419,365	1.56%	1,681	3.50%	2,480,707	1.60%
Total	48,029	100%	\$ 154,730,030	100%	47,081	98%	\$ 139,403,744	90%

Source: State of New Mexico Taxation & Revenue

* Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

*The requirement for statistical data is ten years, however, no data is available prior to 2006.



City of Las Cruces

City of Las Cruces

Schedule of Expenditures of State Awards

For the Year Ended June 30, 2013

Grantor/Program Title	State Number	Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY2013 Expenditures as of 6/30/13
New Mexico Aging & Long-Term Services Dept.					
Title IIIB, IIIC1, IIIC2, IIID, IIIE	2012-13-64014	7/12 thru 6/13	\$ 356,578	\$ 356,578	\$ 356,578
Title IIIB, IIIC1, IIIC2, IIID, IIIE	2012-13-64014	7/12 thru 6/13	44,879	44,879	44,879
Mesilla Park Senior Center	10-1151	thru 06/14	75,000	61,941	61,941
Munson Senior Center	10-1150	09/11 thru 06/14	178,500	19,388	19,388
Sage Café			150,000	148,500	148,500
Total New Mexico Aging & Long-Term Services Dept.			804,957	631,286	631,286
NM State Department of Transportation					
Safe Routes to School Funds	SRSI-7700 (150)	07/12 thru 06/13	64,281	52,982	52,982
MPO Section 5303		07/12 thru 06/13	52,697	24,923	24,923
MPO FHWA 112 PL		07/01/12 thru 06/30/13	507,232	188,571	188,571
Rehab Taxiway "A"	AIP 03-35-0024-026-2011	09/11 thru 12/12	144,312	138,110	113,421
Electronic Airport Plan	LRU-12-02	09/11 thru 09/12	11,015	10,890	4,391
Airport Fuel Farm	LRU-11-001	01/11 thru 10/13	173,415	45,215	45,215
Airfield Maintenance	LRU-13-01	09/12 thru 06/13	8,998	8,804	8,804
Outfall Channel Trail	D13434	05/11 thru 09/15	758,418	758,418	188,100
Main St Rehab	STP-9991-2-(1)	07/09 thru 09/13	1,665,060	1,365,323	869,865
Amador Ave. 17th to Motel Blvd.	MAP-7613(908)	10/11 thru 06/13	210,018	210,018	210,018
Community DWI Program	13-CD-05-049	07/12 Thru 06/13	5,284	5,275	5,275
Total NM State Dept of Transportation			3,600,730	2,808,529	1,711,565
Children, Youth, and Families Department					
Juvenile Citation Program	11-690-12422-5	01/13 thru 06/13	154,594	151,588	151,588
Juvenile Citation Program	11-690-12422-4	07/12 thru 12/12	664,668	637,320	104,994
Total Children, Youth, and Families Department			819,262	788,908	256,582
New Mexico Tourism Department					
New Mexico Clean and Beautiful	12-418-6001-0029	06/16/11-06/30/12	31,000	30,888	(20)
New Mexico Clean and Beautiful	13-418-6001-0027	7/1/2012 - 6/30/2013	34,000	33,858	33,858
Total New Mexico Tourism Department			65,000	64,746	33,838
New Mexico State Library					
LSTA - Ebooks/Eaudio Support	LSTA 2011-E2	9/18/12-9/30/12	6,667	6,667	6,667
	Vendor #54342, NMSA 1978 Section 18-2-4 B, NMAC 4.5.2 Cost Center 602000000				
NM State Library Aid Grant		11/1/12-6/30/13	11,344	11,344	11,344
Total New Mexico State Library			18,011	18,011	18,011
New Mexico Cultural Affairs - NM Art					
Latino Folk Tales/ Cuentos Populares	CUGE-13-092	8/6/12-5/31/13	6,613	6,613	6,613
Total New Mexico Cultural Affairs - NM Art			6,613	6,613	6,613
New Mexico Humanities Council					
Museum of Art -100 Years of Art	2402-1410-433	11/15/2011-12/21/2012	13,000	13,000	967
Total New Mexico Humanities Council			13,000	13,000	967
New Mexico Finance Authority					
Water Trust Board Planning	235-WTB	08/12 - 08/15	100,620	39,486	39,486
Planning - Economic Feasibility Study	2673-PG	02/2012-11/30/2013	50,000	26,612	4,195
Total New Mexico Finance Authority			150,620	66,098	43,681
New Mexico Department of Health					
Emergency Medical Services Fund-FY12		7/1/2011 - 6/30/2013	20,000	20,000	8,891
Emergency Medical Services Fund-FY13		7/1/2012 - 6/30/2013	19,500	19,500	19,500
Munson Community Garden		12/21/2012 - 6/30/2013	5,000	5,000	5,000
Total New Mexico Department of Health			44,500	44,500	33,391
New Mexico Public Regulation Commission					
Fire Protection Distribution Fund-FY12		7/1/2011 - 6/30/2013	471,174	471,174	215,181
Fire Protection Distribution Fund-FY13		7/1/2012 - 6/30/2013	493,670	156,137	156,137
NMPRC Fire Protection Equipment Grant		2/1/13 - 5/1/13	99,437	26,532	26,532
Total New Mexico Public Regulation Commission			1,064,281	653,843	397,850
New Mexico Energy, Minerals, and Natural Resources Dept.					
Alameda Arroyo Trail	11-521-0551-0198	02/11 thru 12/13	266,330	24,137	24,137
Las Cruces Tree Steward Program	13-521-0410000000-0142	2/16/2013 to 9/30/2013	12,000	8,356	8,356
Total New Mexico Energy, Minerals, and Natural Resources Dept.			278,330	32,493	32,493
New Mexico Department of Finance and Administration					
Bum Lake/Eslinger Park	12-L-G-1590	05/12 - 06/14	30,000	30,000	30,000
La Casa Shelter	12-L-1597	05/12 thru 06/14	86,650	86,650	7,493
Indoor Swimming Pool	09-L-3877	05/06 thru 06/13	344,490	344,490	60,125
Public Safety Campus Fire/Police East Mesa	12-L-G-1436	08/12 thru 06/16	1,214,000	74,132	74,132
Homeless Veterans Housing Complex	12-L-G-1591	05/12 thru 06/14	227,700	227,000	124,289
Law Enforcement Protection Fund	LEPF FY 13	7/1/12 thru 6/30/13	137,400	130,907	130,907
Thomas Branigan Memorial Library GO Bond	Proj 2010-GO-67	02/12 - 03/14	162,941	129,194	129,194
Total New Mexico Department of Finance and Administration			2,203,181	1,022,373	556,140
Total State Assistance					
			\$ 9,068,485	\$ 6,150,400	\$ 3,722,417

City of Las Cruces

Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2013

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant no/ Pass-Through Identifying no.	Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY2013 Expenditures as of 6/30/13
U.S. Department of Housing and Urban Development						
Community Development Block Grant						
Metro Entitlement Grants						
B-07-MC-35-0002	14.218	B-07-MC-35-0002	10/07 to Comp	\$ 1,022,960	\$ 1,103,852	\$ 22,404
B-09-MC-35-0002	14.218	B-09-MC-35-0002	07/09 to Comp	1,010,375	1,411,711	2,770
B-10-MC-35-0002	14.218	B-10-MC-35-0002	07/10 to Comp	1,096,221	1,204,972	54,688
B-11-MC-35-0002	14.218	B-11-MC-35-0002	07/11 to Comp	916,360	992,209	187,520
B-12-MC-35-0002	14.218	B-12-MC-35-0002	07/12 to Comp	745,651	446,215	446,215
Total Community Development Block Grant				<u>4,791,567</u>	<u>5,158,959</u>	<u>713,597</u>
Other HUD						
Supportive Housing Program	14.238	NM0025B6B010800	12/09 thru 12/12	311,353	280,092	57,735
Shelter Plus Care	14.238	NM0023CB010800	10/09 thru 11/14	330,720	188,748	58,896
Shelter Plus Care	14.238	NM0023CB010800	7/12 thru 6/13	96,804	96,157	96,157
Museum of Nature and Science	14.248	B-08-MC-35-0002	07/10 thru 12/13	2,000,000	1,919,901	591,645
Brownfields Economic Development Grant	14.248	B-09-BD-35-8006	08/09 thru 12/13	2,000,000	1,883,386	1,395,416
Total Other HUD				<u>4,738,877</u>	<u>4,368,284</u>	<u>2,199,849</u>
Home Program Grant						
M-08-MC-35-0222	14.239	M-08-MC-35-0222	10/08 to Comp	481,937	578,834	367
M-09-MC-35-0222	14.239	M-09-MC-35-0222	07/09 to Comp	537,892	592,226	28,446
M-10-MC-35-0222	14.239	M-10-MC-35-0222	07/10 to Comp	535,186	571,779	6,156
M-11-MC-35-0222	14.239	M-11-MC-35-0222	07/11 to Comp	471,404	117,695	191,119
M-12-MC-35-0222	14.239	M-12-MC-35-0222	07/12 to Comp	320,014	48,001	48,001
Total Home Program Grant				<u>2,346,433</u>	<u>1,908,535</u>	<u>274,089</u>
Total U.S. Department of Housing and Urban Development				<u>11,876,877</u>	<u>11,435,778</u>	<u>3,187,536</u>
U.S. Department of Justice						
2007 Cops Technology	16.710	2007-CKW-X-0047	09/2007-8/2013	570,303	452,345	59,705
2005 Cops Interoperability	16.710	2005-INW-X-0014	9/05 thru 8/13	981,360	927,856	43,252
2012 Valley View Elementary COPS	16.710	2012-CKW-X-K009	09/01/12 - 08/31/14	35,792	6,443	6,443
2009 COPS CHRP - ARRA	16.710	2009-RKW-X-0636	07/09 - 06/15	1,518,784	760,718	434,846
2012 Justice Assistance	16.738	2012-DJ-BX-0608	10/01/11 - 09/30/15	41,712	41,712	41,712
2012 Justice Assistance	16.738	2012-DJ-BX-0608	10/01/11 - 09/30/15	27,604	7,900	7,900
2010 Justice Assistance	16.804	2010-DJ-BX-1065	10/01/09-09/30/13	64,074	61,003	47,369
2009 Justice Assistance	16.804	2009-DJ-BX-0264	10/08-09/12	66,895	66,895	6,682
2009 Justice Assistance	16.804	2009-DJ-BX-0264	10/08-09/12	39,514	29,969	3,951
Justice Assistance-ARRA	16.804	2009-SB-B9-0497	03/01 THRU 02/13	281,558	281,558	28,863
Justice Assistance-ARRA	16.804	2009-SB-B9-0497	03/01 THRU 02/13	166,312	166,296	33,265
Victim Assistance Unit	16.575	2013-VA-936	07/01/12-06/30/13	30,450	30,450	30,450
FBI SNM Gang Task Force	MOA	MOA	9/7/10-UNTIL RESCINDED	137,170	122,203	30,282
US Marshals Service	MOU	MOU	11/3/10-UNTIL RESCINDED	65,000	26,285	10,179
Safe Haven-After School Program	16.726	2010-JL-FX-0420	8/01/10-7/31/14	250,000	218,544	83,475
Subtotal U.S. Department of Justice				<u>4,276,528</u>	<u>3,200,177</u>	<u>868,374</u>
Pass Through Neighboring Cities and Counties						
Justice Assistance-Silver City	16.804	12-JAG-REGIONVII-SFY13	07/01/2012-06/30/2013	22,000	14,160	14,160
Total Department of Justice Pass-through Neighboring Cities and Counties				<u>22,000</u>	<u>14,160</u>	<u>14,160</u>
Total U.S. Department of Justice				<u>4,298,528</u>	<u>3,214,337</u>	<u>882,534</u>
Executive Office of the President Office of National Drug Control Policy						
HIDTA	95.001	G11SN0006A	01/11 THRU 09/13	846,828	828,190.00	71,660
HIDTA	95.001	G12SN0006A	01/12 THRU 12/13	820,750	802,113.00	802,113
Pass Through HIDTA						
Community of Southern NM UP Coalition	MOA	MOA	10/05/10 thru completion	13,130	13,130	2,169
Community of Southern NM UP Coalition	MOA	MOA	01/19/13 thru completion	11,400	-	244
Total Office of National Drug Control Policy				<u>1,692,108</u>	<u>1,630,303</u>	<u>876,186</u>
U. S. Department of Transportation						
Airport Improvement Programs						
Rehab Taxiway "A"	20.106	AIP 03-35-0024-026-2011	09/11 thru 12/12	5,483,879	5,248,111	4,310,049
Electronic Airport Plan	20.106	AIP 03-35-0024-027-2011	09/11 thru 12/12	418,589	413,839	166,872
Total U.S. DOT Airport Improvement				<u>5,902,468</u>	<u>5,661,950</u>	<u>4,476,921</u>
Federal Transportation Administration						
Section 5309	20.500	NM 03-0052	9/05 thru Completion	1,868,050	1,765,381	1,187,956
Section 5309	20.500	NM04-0016	9/10 thru completion	650,000	502,821	502,821
Section 5307	20.507	NM 90-0088	9/08 thru Completion	111,680	111,680	21,881
Section 5309	20.500	NM 04-0013	9/12 thru Completion	58,730	58,730	1,593
Section 5307	20.507	NM 90-4109	9/10 thru Completion	1,297,105	1,262,866	1,262,866
Total Federal Transportation Administration				<u>3,985,565</u>	<u>3,701,478</u>	<u>2,977,117</u>
Federal Highway Administration						
Pass through State Department of Transportation						
S.T.E.P. 100 DAYS & NIGHTS 2012	20.600	12-RF-DS-049	6/21/12-10/30/12	18,016	18,016	13,756
S.T.E.P. 100 DAYS & NIGHTS 2013	20.600	13-RF-DS-049	6/21/13-09/30/13	18,011	3,151	3,151
Pedestrian Safety Blitz	20.614	TS03388	10/1/2011-08/30/2012	8,400	5,675	2,101
OB-D-Traffic Safety Bureau	20.608	12-OP-RF-049	11/18/11-6/3/12	9,866	9,222	1,533
OB-D-Traffic Safety Bureau	20.608	13-OP-RF-049	10/1/12-9/30/13	17,711	16,032	16,032
ODWI-Traffic Safety Bureau	20.608	13-AL-64-049	10/1/12-9/30/13	98,835	77,415	77,415
ODWI-Traffic Safety Bureau	20.608	12-AL-64-049	10/1/11-9/30/12	98,503	98,503	19,080
Total Pass Through State Department of Transportation				<u>269,342</u>	<u>228,014</u>	<u>133,068</u>
Pass thru New Mexico Department of Homeland Security and Emergency Management						
Federal Transit Administration						
Transit - ARRA	20.507	NM-96-X004-00	07/09 thru completion	1,713,911	529,391	203,520
Total U.S. Department of Transportation				<u>11,871,286</u>	<u>10,120,833</u>	<u>7,790,626</u>

(Continued)

City of Las Cruces
Schedule of Expenditures of Federal Awards — continued
For the Year Ended June 30, 2013

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Grant no./ Pass-Through Identifying no.	Program Period	Program or Award Amount	Life-to-Date Expenditures	Current - FY2013 Expenditures as of 6/30/13
Environmental Protection Agency						
Las Cruces Drinking Water Transmission Line Grant	66.202	XP-96634701-6	10/01/06 - 09/30/13	955,600	955,600	241,116
Total Environmental Protection Agency				955,600	955,600	241,116
U.S. Department of Energy						
Energy Efficiency and Conservation Block Grant - ARRA	81.128	DE-SC0001888	09/09 thru 09/12	888,000	888,000	475,908
Total U.S. Department of Energy				888,000	888,000	475,908
Pass-through North Central New Mexico Economic Development district						
U.S. Department of Health and Human Services						
Meals/Transportation Grant - Title III-Part C1 & C2	93.045	2011-12-64014	7/12 thru 6/13	3,458	3,458	3,458
Disease Prev. & Health Prom - Title III-Part D	93.043	2011-12-64014	7/12 thru 6/13	10,410	10,410	10,410
National Family Caregivers Support - Title III-Part E	93.052	2011-12-64014	7/12 thru 6/13	4,847	4,847	4,847
Disease Prev. & Health Prom - Title III-Part D	93.043	2012-13- 64014	7/12 thru 6/13	41,943	25,645	25,645
Supportive Services & Senior Ctrs - Title III-Part B	93.044	2012-13- 64014	7/12 thru 6/13	21,752	21,752	21,752
Meals/Transportation Grant - Title III-Part C1 & C2	93.045	2012-13- 64014	7/12 thru 6/13	115,081	115,081	115,081
National Family Caregivers Support - Title III-Part E	93.052	2012-13- 64014	7/12 thru 6/13	35,503	31,953	31,953
Nutrition Services Incentive Program - Title III	93.053	2012-13- 64014	7/12 thru 6/13	180,018	180,018	180,018
Total U.S. Department of Health and Human Services				413,012	393,164	393,164
Corporation for National and Community Service						
Retired and Senior Volunteer Program	94.002	11SRWNM003	04/12 thru 03/13	50,372	39,585	26,992
Retired and Senior Volunteer Program	94.002	11SRWNM003	04/13 thru 03/14	16,791	12,155	12,155
U.S. Dept. of Homeland Security						
FY12 FEMA SAFER	97.083	EMW-2010-FH-00211	10/9/2011 -10/8/2013	1,287,336	748,846	497,649
Homeland Security-ICE	97.XXX	MOA	06/11/10-UNTIL RESCINDED	70,000	23,284	10,727
2011-DOT-City of Las Cruces Fire Department-Haz						
DHS&EM HAZMAT CHALLENGE	20.703	Mat Challenge	06/27/12 - 09/30/2012	2,550	2,550	2,550
FY11 FEMA FIREDEPT EQUIP	97.044	EMW-2011-FO-06514	12/9/2011-12/8/2013	399,744	157,325	157,325
				1,759,630	932,005	668,251
Pass through OEM - Doña Ana County						
Operation Stone Garden FY-12	97.067	DHS-09-GPD-067-1972	1/1/2011 - 12-31-2012	251,929	119,531	68,737
Operation Stone Garden FY-13	97.067	EME-2011-SS-00094-S01-DASO	09/01/11 - 08/31/14	40,442	40,442	40,442
Total Pass-through OEM - Doña Ana County				292,371	159,973	109,179
Total U.S. Department of Homeland Security				2,052,001	1,091,978	777,430
National Endowment for the Humanities						
Bison Exhibit	45.164	MR-50143-12	5/1/2012-9/30/2012	1,000	1,000	1,000
				1,000	1,000	1,000
US Department of the Interior - BLM						
Prehistoric Trackways National Monument	15.224	L10AC20454	10/1/2010-9/30/2015	218,000	218,000	18,000
				218,000	218,000	18,000
Total Federal Awards				\$ 34,266,412	\$ 29,948,993	\$ 14,682,647

City of Las Cruces
Notes to the Schedules of Expenditures of State and Federal Awards
June 30, 2013

1) General

The accompanying schedules of expenditures of state and federal awards presents the activity of all state and federal award programs for the City of Las Cruces, New Mexico, (the City). The City's reporting entity is defined in Note 1 to the City's financial statements. The Office of Management and Budget's (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, sets forth requirements whereby federal grants may be audited under a "single audit" approach at the same time the City's financial statements are audited. All awards received from state and federal agencies, as well as awards passed through other organizations and government agencies, are included in the schedules.

2) Basis of Presentation

The accompanying schedules of expenditures of state and federal awards include the state and federal grant activity of the City and are presented on the accrual basis of accounting. The information in these schedules is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in the schedules may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3) Federal Loans

On May 24, 2010, the City was awarded a promissory note from the U.S. Department of Housing and Urban Development in the amount of \$2,000,000. The note was awarded under the HUD Section 108 loan guarantee program for the purpose of constructing, rehabilitating, and improving the Museum of Nature and Science in the City. Land serves as collateral for the loan and interest is charged at a rate of 1.7%. As of the year ended June 30, 2013, the City expended \$1,919,901 of the proceeds; leaving \$80,099 available to be expended. Payments on the loan for the year ended June 30, 2013 included \$63,000 in principal and \$68,694 in interest; leaving an outstanding balance of \$1,876,000.

City of Las Cruces

Notes to the Schedules of Expenditures of State and Federal Awards (Continued)

June 30, 2013

4) Reconciliation of the Schedules of Expenditures of State and Federal Awards

The following is a reconciliation of the expenditures reported in the schedules of expenditures of state and federal awards to the expenditures reported in the financial statements for the City:

Expenditures in the schedule of expenditures of state awards	\$ 3,722,417
Expenditures in the schedule of expenditures of federal awards	14,682,647
Expenditures financed by other funding sources	<u>110,210,640</u>
Expenditures reported in the statement of revenues, expenditures, and changes in fund balance—governmental funds	<u>\$ 128,615,704</u>

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*

Mr. Hector H. Balderas, New Mexico State Auditor
and the Honorable Mayor and City Council Members
of the City of Las Cruces

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, the aggregate remaining fund information, the budgetary comparisons of the general fund and major special revenue funds of the City of Las Cruces, New Mexico (the City) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and the combining and individual funds and related budgetary comparisons of the City, presented as supplemental information, and have issued our report thereon dated November 21, 2013.

Internal Control Over Financial Reporting

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

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

MOSS ADAMS_{LLP}

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2013-01 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 2012-01 to be a significant deficiency.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards*, and which is described in the accompanying schedule of findings and questioned costs as finding SA 11-2.

The City's Responses to Findings

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. 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



November 21, 2013
Albuquerque, New Mexico

Report of Independent Auditors on Compliance For Each Major Federal Program;
Report on Internal Control Over Compliance; and Report on the
Schedule of Expenditures of Federal Awards
as Required by OMB Circular A-133

Mr. Hector H. Balderas, New Mexico State Auditor
and the Honorable Mayor and City Council Members
of the City of Las Cruces

Report on Compliance for Each Major Federal Program

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

Management's Responsibility

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

Auditor's Responsibility

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

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

MOSS ADAMS_{LLP}

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133, and which are described in the accompanying schedule of findings and questioned costs as items 2013-02 and 2013-03.

The City's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. 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 responses.

Report on Internal Control Over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2013-02 and 2013-03 that we consider to be significant deficiencies.

The City's responses 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 responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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



November 21, 2013
Albuquerque, New Mexico

City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2013

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unmodified
Internal control over financial reporting:	
Material weakness identified?	Yes
Significant deficiency identified?	Yes
Noncompliance material to financial statements noted?	Yes

Federal Awards

Internal control over major programs:	
Material weakness identified?	No
Significant deficiency identified?	Yes
Type of auditors' report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?	Yes

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section I — Summary of Auditors' Results — continued

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grant; Metro Entitlement Grants
16.710	Public Safety Partnership and Community Policing Grants and ARRA
20.106	Airport Improvement
81.128	Energy Efficiency and Conservation Block Grant - ARRA
97.083	Staffing for Adequate Fire and Emergency Response (SAFER)

Dollar threshold used to distinguish between type A and type B programs:	\$496,759
Auditee qualified as low-risk auditee?	Yes

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section II — Financial Statement Findings

2013-01 — Restatement of Beginning of Year Net Position (Material Weakness)

Condition: At the beginning of audit fieldwork, the SCSWA's general ledger had been reconciled for construction in progress, however, the liner and excavation costs for cells 3A and the excavation costs for cells 3B had not.

Criteria: In order to produce accurate and timely financial reports and year-end financial statements, good internal controls include ensuring that all material account balances, including capital assets, construction in progress, and depreciation of landfill improvements are reconciled to subsidiary ledgers and/or other detailed schedules and reviewed with Landfill Management.

Effect: During the audit, there were material adjustments made to reconcile these balances to the general ledger and financial statements. The material errors that were identified had the effect of overstatement of its construction-in-progress and net position by \$1,805,234 and \$827,399, respectively. The beginning net position as of July 1, 2012 was adjusted for this misstatement. Additionally, cell 3B construction-in-progress was adjusted in the current year by \$278,262 and related depreciation expense was adjusted in the current year by \$233,384 related to cells 3A and 3B.

Cause: SCSWA did not accurately adjust these accounts and did not review the volumetric report with Landfill Management to ensure the reasonableness of the depreciation of the landfill's cells in operation.

Auditors' Recommendation: SCSWA should thoroughly review the construction-in-progress and depreciation accounts to ensure amounts accurately report the landfill's estimates and operations.

Management's Response: SCSWA, through its' Fiscal Agent, CLC, will review construction-in-progress and depreciation on a monthly basis. This will ensure the amounts are accurate. SCSWA will continue to more than adequately budget depreciation expense to allow for adjustments that may occur as a result of the review of these accounts.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section II — Financial Statement Findings – continued

2012-01 — Internal Service Fund Allocations (Significant Deficiency)

Condition: Although improvements have been made, adequate internal controls were not in place the entire fiscal year to ensure billings from the vehicle maintenance internal service fund were charged and allocated to the City’s functions and departments timely and accurately.

Criteria: Internal service funds are accounting devices used to accumulate and allocate costs internally among the City’s various functions and departments. Charges calculated in this manner are recognized as revenue in the internal service fund and as expenditures (expenses) by other funds of the governmental unit. The City uses internal service funds to account for its support services, vehicle maintenance, and self-insurance. Safeguards should be in place to ensure expenses of internal service funds are allocated timely and accurately.

Effect: As a result, the following occurred in the vehicle maintenance fund for the fiscal year ending June 30, 2013:

- Incurred operating losses of \$581,919, before non-operating expenses and transfers.
- Internal revenue accounts for motor pool charges were under-budget by \$916,197, indicating not all departments were billed for services provided.

Cause: Functions and departments of the City may not have been charged appropriately for services provided from the vehicle maintenance fund.

Auditors’ Recommendation: The City should improve processes and safeguards to ensure the following:

- That monthly billings are performed timely and Munis ERP is utilized during the billing process; and
- An inventory of supplies is conducted at least annually and reconciled with accounting records.

Management’s Response: Fleet management continues to evaluate and strengthen internal controls, including identifying roles and responsibilities within the section. Processes have been implemented to ensure timely billing by providing a monthly billing and fuel report to departments utilizing the City’s ERP. Work orders are now tracked and accounted for on a daily basis, as well as ensuring work orders are closed timely once all appropriate paper work and approvals are in place. It is anticipated that more efficient work order processes will assist with ensuring billing is timely and in compliance with the approved budget. A complete inventory will be scheduled annually and reconciled with accounting records.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section II — Financial Statement Findings – continued

SA 11-2 — Information Technology (Other Matter)

Condition: The following areas of the Information Technology (IT) infrastructure were identified as needing enhanced controls. These areas include:

- lack of true role-based user access controls to Munis ERP system and lack of annual user access reviews;
- lack of a formal, comprehensive City government business continuity and disaster recovery plan;
- lack of a firewall between Mesilla Valley Regional Dispatch Authority, Sunland Park, and the City's network; and
- lack of a formal change in management process.

Criteria: Information Technology, including systems and infrastructure, are essential and integral to the efficiency of the City's operations. IT internal controls are essential to maintain the confidentiality, integrity, and availability of data. IT internal controls are as important as the internal controls that surround the input of financial transactions into the City's general ledger.

Effect: Without strong internal controls over the City's IT infrastructure and the Munis ERP System, there is the potential for the confidentiality, integrity, and/or availability of data to be compromised. This compromise could be by an internal user of the system, by an external source (hacker), could be intentional or unintentional, and could be the result of a disaster.

Cause: The IT department has made a great deal of improvement in the strength of IT internal controls. In order to continue this improvement and implement the approved IT policies, the IT Department needs the support of City management and the cooperation of the City's employees.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section II — Financial Statement Findings – continued

SA 11-2 — Information Technology (Other Matter) — continued

Auditors' Recommendation: We recommend the following:

- The City should ensure that a complete review of all user access levels on the Munis ERP system is performed and that true role-based access is implemented. This review will be easier once the system has "role-based" access levels.
- The City should ensure that a comprehensive, written, business continuity and disaster recovery plan is developed and implemented for all departments. It is prudent to test this plan on a regular basis, and that training should be provided to all employees.
- The City should ensure that, as an interim precaution, a firewall is installed between the MVRDA network and the City's network. Ideally, MVRDA and Sunland Park should be entirely separate networks.
- Coordinate with HR Department for them to notify IT Department about termination on a timely basis.

Management's Response:

Role-based user access controls to MUNIS and lack of annual user access reviews

Role-based security cannot be implemented before the data owner of that particular module has developed the associated workflow for that function. IT is currently working with both the Utilities department and the Community Development department to facilitate the standardization and documentation of their processes associated with Munis. Unfortunately, IT does not have the ability to force the departments to hold to any particular timeline associated with the creation of this documentation. IT has also been creating roles when possible based on information provided by the owner department.

Lack of a formal comprehensive City government business continuity and disaster recovery Plan

IT has tested the disaster recovery processes and procedures associated with the City's ERP system. The test involved having Tyler Technologies bring the City data up on its hosted environment and key departments and personnel verified the data. This test has validated that City financial operations can continue in the event of a disaster.

It is outside the scope of the IT department to develop disaster recovery or business continuity plans for the City as a whole. The Office of the City Manager will assume the responsibility for the development of a city-wide business continuity plan.

Lack of firewall between Mesilla Valley Regional Dispatch Authority, Sunland Park, and the City's network.

This issue cannot be addressed until MVRDA has its own domain controllers and is no longer a child domain of the City. Given that MVRDA is not planning to address this issue until they move into their new, recently approved, facility; it is not anticipated that this will be possible to remediate for another couple of years.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section II — Financial Statement Findings – continued

SA 11-2 — Information Technology (Other Matter) — continued

Management's Response (continued):

Lack of timely user termination notification to IT

IT is working with HR to engineer data replication between the MUNIS Employee Master and the City's Active Directory database. It is envisioned that this will be a scripted process that will run until the City can move to MUNIS 10.5, which is reported by Tyler to support integration with Active Directory natively. However, Tyler is currently working on this enhancement and it is not yet available. Also, the City must address its data integrity issues before it can move to the 10.x platform. It is anticipated that a scripted link between the two systems should be in place by the end of the calendar year.

If this project is significantly delayed, it is the recommendation of the IT department that the HR department submit IT work orders for each Personnel Action Notice related to the change of employee status that is processed by HR.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section III — Federal Award Findings and Questioned Costs

2013-02 — Payroll (Significant Deficiency and Noncompliance)

Federal program information:

Funding agency:	U.S. Department of Housing and Urban Development
Title:	Community Development Block Grant; Metro Entitlement Grants
CFDA Number:	14.218
Award year and number:	<ul style="list-style-type: none">▪ 2007 to Completion, B-07-MC-35-0002▪ 2009 to Completion, B-09-MC-35-0002▪ 2010 to Completion, B-10-MC-35-0002▪ 2011 to Completion, B-11-MC-35-0002▪ 2012 to Completion, B-12-MC-35-0002

Condition: Personnel Action Notice (PAN) forms establish the initial allocation of each employee's pay, and the program director is responsible for reviewing bi-weekly payroll reports to ensure accurate distribution of time to a given program. The allocation documented in two employee PAN forms was not appropriately processed and the program director responsible for reviewing payroll distribution reports did not identify the errors.

Criteria: In accordance with OMB Circular A-87, when employees work on multiple activities or cost objectives, charges for salaries and wages should be supported by personnel activity reports or equivalent documentation. The supporting documentation should reflect an after-the-fact distribution of the actual activity of each employee, as well as account for the total activity for which each employee is compensated. The documentation should be prepared at least monthly, and should be signed by the employee.

Questioned Costs: None

Effect: The oversight by the director resulted in an over-allocation of time to the program.

Cause: Standardized policies and procedures are not in place to ensure compliance with payroll certification requirements.

Auditors' Recommendation: The City should implement policies and procedures requiring certifications be signed by the employee at least monthly.

Management's Response: Program director is aware of the importance of completing the necessary allocation of employee's pay through the use of the Personnel Action Notice (PAN). This is currently being done on a quarterly basis through an established time-study program. Program director has established a process for ensuring PAN's are appropriately processed through review of payroll distribution reports. In addition, HR director has established necessary procedures to ensure that the PAN's are processed in a timely manner in order to ensure compliance with payroll certification requirements.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2013

Section III — Federal Award Findings and Questioned Costs - continued

2013-03 — Procurement; Suspension and Debarment (Significant Deficiency and Noncompliance)

Federal program information:

Funding agency: U.S. Department of Transportation
Title: Airport Improvement Program

CFDA Number: 20.106

Award year and number:

- 2012, AIP 03-35-0024-026-2010
- 2012, AIP 03-35-0024-027-2011

Condition: The two main vendors for the Taxiway “A” program were not checked by the City for suspension and debarment prior to procurement.

Criteria: Under A-102 Common Rule, non-federal entities are prohibited from contracting with or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. "Covered transactions" include those procurement contracts for goods and services awarded under non-procurement transactions (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other criteria as specified in 2 CFR Section 180.220.

Questioned Costs: None

Effect: Controls over compliance for procurement were insufficient to identify suspended or debarred vendors prior to procurement. In the instances tested, no compliance exception was noted.

Cause: Standard policies and procedures are not in place to ensure compliance with federal procurement requirements.

Auditors' Recommendation: We recommend the City implement standardized policies and procedures whereby all vendors contracted for \$25,000 or greater are checked for suspension and debarment prior to procurement.

Management's Response: Management recognizes that in these two instances, evidence that the City checked the EPLS website two years ago was not sufficient to conclude that the City did perform the check. To ensure in the future that these procedures are documented, management has established a formal procedure that will provide documentation that the required research related to verification that the awarded firm is not on the federally-debarred list has been performed. This verification will be included with federally-awarded contract documentation.

City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2013

<u>Prior Audit Findings</u>	<u>Current Status</u>
Financial Statement Findings	
FS 10-3 – Utility Accounts Receivable	Resolved
FS 12-1 – Internal Service Fund Allocations	Repeat finding; See 2012-01
Federal Award Findings	
FA 2012-02 – Allowable Costs	Resolved
State Auditor Findings	
SA 10-1 – Actual Expenditures Exceeded Budget Expenditures	Resolved
SA 11-2 – Information Technology	Repeat finding; see SA 11-2

City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2013

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
2013-01 Restatement of Beginning of Year Net Position	See management's response.	Comptroller's Office	June 30, 2014
2012-01 Internal Service Fund Allocations	See management's response.	Comptroller's Office	June 30, 2014
SA 11-2 Information Technology	See management's response.	IT Director	June 30, 2014
2013-02 Payroll	See management's response.	Human Resources Director	June 30, 2014
2013-03 Procurement; Suspension and Debarment	See management's response.	Procurement Officer	June 30, 2014

City of Las Cruces
Exit Conference and Financial Statement Preparation
For the Year Ended June 30, 2013

An exit conference was conducted on November 13, 2013, in a closed meeting pursuant to *Section 12-6-5 NMSA, 1978*, with the following individuals in attendance:

City of Las Cruces

Ken Miyagishima	Mayor
Robert Garza	City Manager
Brian Denmark	Assistant City Manager
Mark Winson	Assistant City Manager
Pete Connelly	City Attorney
Victoria Fredrick	Director of Financial Services
Audrey Evins	Internal Auditor
Viola Perea	Internal Auditor
Melissa Nelson	Accounting Supervisor
Maria Villa	Accounting Supervisor

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Brandon Valentini	Partner
Ryan Luetkemeyer	Senior Manager
Lupita Martinez	Senior Manager
Monica Guerrero	Manager

The City's accounting department and independent public accountants jointly prepared the accompanying financial statements. The City is responsible for the financial statement content.