

Bernalillo County

New Mexico



2011

**Comprehensive Annual
Financial Report**

Fiscal Year Ended June 30, 2011

**STATE OF NEW MEXICO
COUNTY OF BERNALILLO**

**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT
Fiscal Year Ended June 30, 2011**

**COUNTY OF BERNALILLO GOVERNMENT
Board of County Commissioners
Tom Zdunek, County Manager
Teresa Byrd, Interim Deputy County Manager for Finance**

**Prepared by:
The Accounting Department**



COUNTY OF BERNALILLO, NEW MEXICO

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County of Bernalillo

State of New Mexico

BOARD OF COUNTY COMMISSIONERS

MAGGIE HART STEBBINS, CHAIR
DISTRICT 3
ART DE LA CRUZ, VICE CHAIR
DISTRICT 2
MICHELLE LUJAN GRISHAM, MEMBER
DISTRICT 1
MICHAEL C. WIENER, MEMBER
DISTRICT 4
WAYNE A. JOHNSON, MEMBER
DISTRICT 5

TOM ZDUNEK, COUNTY MANAGER



KAREN L. MONTOYA, ASSESSOR
MAGGIE TOULOUSE OLIVER, CLERK
WILLOW MISTY PARKS, PROBATE JUDGE
DAN M. HOUSTON, SHERIFF
PATRICK J. PADILLA, TREASURER

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ALBUQUERQUE, NEW MEXICO 87102
ADMINISTRATION 505-468-7000
FAX 505-462-9813

November 14, 2011

Board of County Commissioners
Maggie Hart Stebbins, Chair
Art De La Cruz, Vice Chair
Michael C. Wiener, Member
Michelle Lujan Grisham, Member
Wayne A. Johnson, Member
One Civic Plaza, 10th Floor
Albuquerque, New Mexico 87102

Dear Commissioners:

County management hereby submits the Comprehensive Annual Financial Report (CAFR) of the County of Bernalillo (the County), New Mexico, for fiscal year ending June 30, 2011.

New Mexico State Statute 12-6-3, NMSA (1978) requires that an annual audit of a governmental unit's accounting records and Comprehensive Annual Financial Report be performed by independent public accountants. Federal law also requires that a single audit be performed for federal grant funds in conformance with the provisions of the Single Audit Act of 1984 and OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." All information related to the single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the independent auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in the Single Audit Section.

County management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal controls that were established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Moss Adams LLP, Certified Public Accountants, have issued the highest possible opinion, an unqualified opinion, on the County's comprehensive annual financial report for the fiscal year ending June 30, 2011. The independent auditor's report is located at the front of the financial

statements.

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

Profile of the County

Bernalillo County, which encompasses the entire City of Albuquerque, is located in the central region of the state and is the economic and population hub of New Mexico. With a population of 662,564 in 2010 (2010 US Census), Bernalillo County is the 92th most populous county of the nation's 3,141 counties. It comprises 32 percent of New Mexico's population and 73 percent of the Albuquerque Metropolitan Statistical Area (MSA) comprised of Bernalillo County and portions of Sandoval, Tarrant and Valencia Counties.

The County provides sheriff and fire protection to county residents, highways and streets, sanitation, cultural and recreational services, public improvements, building, planning and zoning, and general administrative services. The County also operates the largest jail in the state with a bed count of over two thousand five hundred inmates. The County has a Commission-Manager form of government in which most of the day-to-day administrative duties are delegated to the County Manager. All legislative power within the County is vested in a five-member Board of Commissioners, each of whom is elected to four-year terms from single member districts, with a two-term limit. The executive functions are divided; the powers are shared by the Board and five elected County officials: the Treasurer, Assessor, Clerk, Probate Judge, and Sheriff.

The County maintains extensive budgetary controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board. The County's legal level of budgetary control is at the fund level, except for the Emergency Medical Services and Fire Districts funds, whose legal level of budgetary authority is at the program or district level. Appropriations within a fund may be adjusted under the authority of the County Manager or Deputy County Managers as long as total fund appropriations remain the same. Appropriation adjustments between funds require approval of the Board and the New Mexico State Department of Finance and Administration (DFA). The Local Government Division of DFA is the agency responsible for regulating the budgetary affairs of the County. Budget adjustments that do not require DFA approval are limited to transfers of budget between departments within a fund or transfers between line items within a department within a fund. State statutes prohibit the County from making expenditures in excess of the final approved budget at the fund level. The appropriated amounts reflected in the accompanying financial statements are at the function and activity level for the general fund and by object class for all other funds.

Local Economy

Bernalillo County, with the City of Albuquerque (2010 Census population of 545,852) making up 82 percent of its population, serves as a hub for commerce and industry in the Southwest. It accounts for nearly half of all economic activity in New Mexico. In the 2011 Forbes List of

“Best Places for Business and Careers,” Albuquerque placed 38st out of the 200 ranked metro areas in the country (up from 41st on last year’s list) and was ranked 74th in the “Cost of Doing Business” category and 44th in the “Job Growth Expected” category.

Forecasts by the University of New Mexico’s Bureau of Business and Economic Research suggest the near-term outlook for the Albuquerque economy is continued slow recovery from the recession that commenced in December 2007. The recovery has lagged behind the slow growth of the state economy and is not expected to reverse course until late 2011 and 2012, with growth peaking in 2013 and 2014. The economy will not reach its 2007 pre-recessionary employment peak until late 2016. Nonfarm employment growth is expected to decline by 0.4 percent for the year and is projected to increase by 0.8 percent in 2012 and 1.3 percent in 2013. The unemployment rate in June 2011 was 8.2 percent—lower than the national rate of 9.2 percent but still 1.4 percent higher than the statewide rate of 6.8 percent. Forecasts indicate the unemployment rate will average 7.7 percent in 2011 for the Albuquerque MSA and continue to slowly decline annually reaching 6.6 percent in 2015.

FY 12 general fund budgeted appropriations of \$207,774,454 represents a 1.3 percent increase from FY 11 levels. Property taxes are anticipated to make up 50 percent of general fund revenue in FY 12 and 13 and are projected to remain flat in FY12 and projected to increase by 1% in FY13. Gross receipts taxes, which make up 40% of the general fund, declined 10 percent between FY07 and FY10 as the local economy was impacted by the recession. In FY 11 gross receipts were up 1.6% from FY10 and are projected to increase by a modest 2% in FY 13.

Even in these uncertain economic times, however, the County has been a conscientious steward of tax revenue by maintaining sufficient reserve funds and being conservative in revenue projections.

Long-Term Financial Planning

The financial condition of the County is strong as reflected by the County’s current bond ratings. The County’s 2011 General Obligation Bonds were rated “AAA” by the nation’s three top rating agencies: Standard & Poor’s, Moody’s and Fitch. The County continues its effort to incorporate comprehensive financial planning in its long-range vision in order to remain solvent during the continued economic slowdown. In addition to the 3/12th reserve requirement required by the State of New Mexico of \$67,669,164, the County’s long-term financial plan includes maintaining adequate reserves for the County’s provision of public safety services, extraordinary maintenance for aging infrastructure and to respond to emergencies and natural disasters. The County has also established a minimum fund balance policy consisting of an unassigned amount of \$34,085,866 which is equal to two months of the prior year general fund operating expenditures and is set aside for unforeseen emergency contingencies and cash flow needs.

Relevant Financial Policies

Bernalillo County is currently in its fourth biennial budget cycle. Through the biennial budget process, approval is granted by the Board of County Commissioners for an appropriation of two fiscal years at once, with funding being available to departments one year at a time. Departments were provided a base budget and salary projections for each of the two years. Departments have the opportunity to evaluate their budgets prior to commencement of the second year. Any

necessary changes will be presented to the Board of County Commissioners as adjustments to the base budget. The biennial budget process has encouraged a long-term view of financial planning and shifted the emphasis from the process itself to a more careful examination of resource allocation choices. FY 12 represents the second year of the current biennial budget cycle.

Major Initiatives

Although the recession and subsequent recovery has caused a decrease in revenue, the County has continued efforts to improve its service delivery and make government more efficient and transparent for citizens.

In an effort to become more transparent, the county recently unveiled its new internet “sunshine portal”. Through a link on the County’s internet site called “Bernco View” the public can gain insight into county spending and operations. The site includes a link to an Inspection of Public Records Act request page for people seeking access to additional public records. Information available on the site includes completed audits, budget amounts, checkbook register payments, county contracts, grants, and more.

In another move to keep Bernalillo County citizens informed in a timely fashion on events and news affecting them, the County launched its automated “paperless” agenda in January 2011, which includes posting complete agenda packets on the County’s website, making them readily available to everyone. Additionally, in April 2011, the County unveiled a completely redesigned website (www.bernco.gov). The website provides easier-to-navigate content and live, streaming video capabilities. The improvements were needed to expand or reach out to the technology-oriented audience and it also offers social networking like Facebook and Twitter. In addition, it keeps citizens more informed by giving the public access to all county commission meetings via live streaming.

The County will prepare its first Popular Annual Financial Report (PAFR) in conjunction with the fiscal year 2011 Comprehensive Annual Financial Report (CAFR). The PAFR extracts information from the CAFR to produce a high quality report specifically designed to be readily accessible and easily understandable to the general public and other interested parties without a background in public finance. The PAFR highlights financial data, community accomplishments, and demographics in a summarized informative report.

To address better service delivery and cost efficiency, the County recently joined the International City/County Management Association’s Center for Performance Measurement (CPM). This effort will help the county determine if its performance is in line with peer jurisdictions providing similar services across the country. By joining CPM, the county becomes a part of a community of more than 200 jurisdictions across North America that share similar goals—figuring out how to deliver services better, faster, and more cost effectively. By tracking performance in specific areas and comparing the data to other jurisdictions, CPM services can help the county find efficiencies, use limited resources in a more effective way, and uncover potential cost savings.

To insure citizens receive adequate public safety, the county recently took over the Fire and Emergency Medical Services (EMS) functions of the Bernalillo County Fire and Rescue Station 29 from the City of Albuquerque. The County Commission authorized eighteen new firefighters

to allow for full operations of the new station. In addition, the County recently received commission approval to hire an additional 98 Correctional Officers at the Metropolitan Detention Center (MDC). This will increase the inmate to staff ratio and will greatly reduce overtime as well as reduce existing Correctional Officer fatigue caused by the amount of forced overtime required to staff existing posts. It will bring MDC in line with recommended standards and initiate the process of moving MDC towards “best practices.”

In another move to provide better service, the county, in late FY11 went live with offering no longer needed surplus vehicles, office equipment, furniture, and miscellaneous items to buyers online. The move has generated more revenue for the county and given a larger number of people the opportunity to buy the items. The former way of handling surplus items through one time in person auctions often cost more, thereby reducing the amount eventually earned. The auctions have also been much more convenient for bidders because items can be viewed around the clock rather than only on scheduled days and times.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County for its comprehensive annual financial report for the fiscal year ended June 30, 2010. This was the seventh consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program’s requirements and are submitting it to the GFOA to determine its eligibility for this prestigious recognition again this year.

The preparation of this report would not have been possible without the dedicated service of the entire Accounting Department staff of the Finance Division. We also would like to express our appreciation to County departments that assisted and contributed to the preparation of this report, especially the staff of the County Treasurer’s Office and the Housing Department. The Board of County Commissioners also is recognized and thanked for its stewardship in overseeing the financial operations of the County.

Sincerely,



Tom Zdunek
Bernalillo County Manager



Teresa Byrd
Interim Deputy County Manager for Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Bernalillo
New Mexico

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

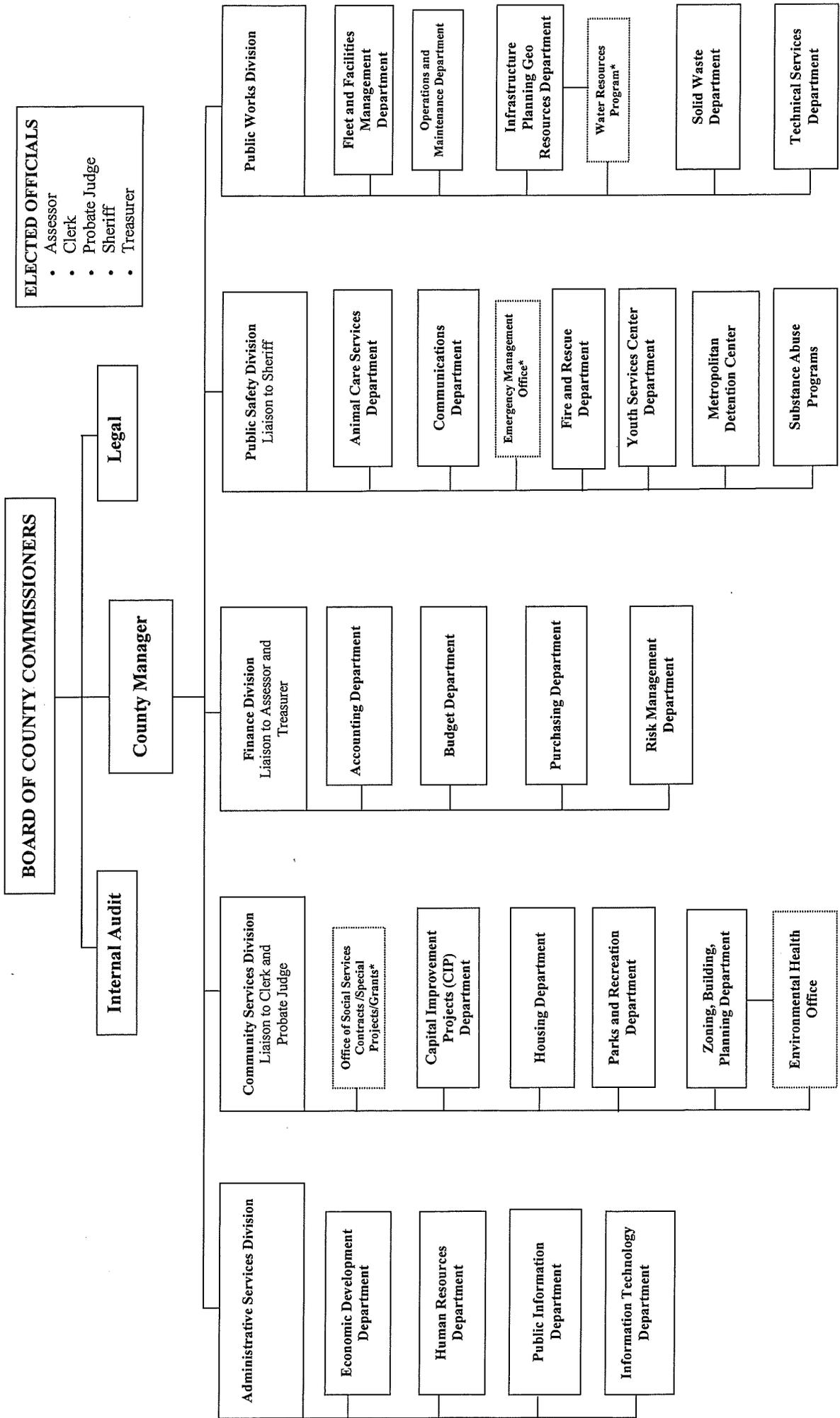
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

BERNALILLO COUNTY ORGANIZATIONAL CHART



COUNTY OF BERNALILLO

PRINCIPAL OFFICIALS

June 30, 2011

COUNTY COMMISSIONERS

Maggie Hart Stebbins, Chair	District 3
Art De La Cruz, Vice Chair	District 2
Michelle Lujan Grisham, Member	District 1
Michael C. Wiener, Member	District 4
Wayne A. Johnson, Member	District 5

COUNTY ELECTED OFFICIALS

Karen L. Montoya	Assessor
Maggie Toulouse Oliver	Clerk
Misty Willow Parks	Probate Judge
Dan Houston	Sheriff
Patrick J. Padilla	Treasurer

COUNTY MANAGER

Tom Zdunek

DEPUTY COUNTY MANAGERS

Teresa A. Byrd, Interim Deputy County Manager for Finance
Julie M. Baca, Deputy County Manager for Community Services
Tom Swisstack, Deputy County Manager for Public Safety
Roger Paul, Interim Deputy County Manager for Public Works
Renetta Torres, Deputy County Manager for Administrative Services

COUNTY OF BERNALILLO, NEW MEXICO
CONTRIBUTORS
June 30, 2011

Teresa A. Bryd
Interim Deputy County Manager for Finance

Financial Reporting Personnel

Jeff P. Lovato, MBA
Accounting Director

Bonnie Ulibarri-Romero, CPA
Financial Projects Coordinator

Kevin Sourisseau, CPA
Financial Projects Coordinator

Anthony Infantino, MBA
Financial Administrator

Trudy McGregor, CPA
Financial Administrator

Nataliya Rubinchik, MSA
Financial Administrator

Sueko Solosky
Financial Services Administrator

Cindy Torres
Accounting Officer

Leticia Carreon
Accountant Senior

Virginia C. Montoya
Accountant Senior

Victoria Herring
Administrative Officer

Treasurer's Office

Fidel A. Bernal, CPA
Chief Deputy Treasurer
Emily Madrid
Accounting Manager

Public Information - Cover

Marie E. Quintero
Graphic Design Specialist

Housing

Ruth Lott
Housing Administrator

Fixed Assets Section

Budget Team



Report of Independent Auditors

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, the aggregate remaining fund information and the budgetary comparison of the General Fund of Bernalillo County, New Mexico (County), as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the County's nonmajor governmental, nonmajor enterprise funds, internal service fund and the fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements and schedules and the respective budgetary comparison of each major debt service and each nonmajor fund as of and for the year ended June 30, 2011, as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business type activities, each major fund, and the aggregate remaining fund information of the County, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

statements referred to above present fairly, in all material respects, the financial position of each nonmajor governmental funds, nonmajor enterprise funds, internal service fund and fiduciary funds of the County, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof, for the year then ended, in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the budget comparisons referred to above present fairly, in all material respects the respective budgetary comparisons for the year then ended in conformity with the cash basis of accounting and more fully described in Note III A, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2011 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 32 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by Generally Accepted Accounting Principles 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.

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

Our audit was conducted for the purpose of forming opinions on the basic financial statements and on the combining and individual fund financial statements, and the budgetary comparisons of the County. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the US Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The additional schedules listed as other supplementary information in the table of contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

The introductory and the statistical sections have not been subjected to the auditing procedures applied in the audit of the basic and combining and individual fund financial statements and, accordingly, we express no opinion on them.

Mess Adams LLP

Albuquerque, New Mexico
November 14, 2011



COUNTY OF BERNALILLO NEW MEXICO
Management's Discussion and Analysis
June 30, 2011

As management of the County of Bernalillo (County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended June 30, 2011. We encourage readers to consider the information presented here in conjunction with additional information furnished in our letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

Government-wide

- The total government-wide assets of the County exceed its liabilities as of June 30, 2011 by \$601,977,126, a decrease of \$4,816,304 or a 0.8% decrease. Of this amount, \$347,909,160 is invested in capital assets, net of related debt. Of the remaining balance, \$137,871,142 is restricted for specific purposes and \$116,196,824 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.
- As of June 30, 2011, the County's governmental activities and business type activities have net assets of \$597,143,820 and \$4,833,306 respectively.
- Total net assets of the County are comprised of the following:

Net Assets by Category	June 30, 2011	% to Total	June 30, 2010	% to Total
Capital assets, net of related debt	\$ 347,909,160	58%	\$ 355,609,898	59%
Restricted net assets	137,871,142	23%	139,516,367	23%
Unrestricted net assets	116,196,824	19%	111,667,165	18%
Total net assets	<u>\$ 601,977,126</u>	<u>100%</u>	<u>\$ 606,793,430</u>	<u>100%</u>

Fund Financial Statements

- As of June 30, 2011, the County governmental funds reported combined fund balances of \$297,682,958. This reflects a decrease of \$75,688,073 from the previous fiscal year, primarily attributed to the Gross Receipts Tax Revenue Bond (GRT), Series 2008A, and a portion of the GRT Revenue Bond, Series 2009A, debt of \$46.9 million becoming due and paid from bond proceeds that were never used for their intended purpose. In addition, there was \$17 million in capital expenditures for roadway construction and maintenance, for the James McGrane, Jr. Public Safety Complex, and for other county and non-county projects.
- The General Fund beginning balance increased by \$1,109,741 from \$194,118,410 to \$195,228,151 as a result of the reclassification of the Community Services Fund and the Industrial Revenue Bond – PILTS Fund into the General Fund as part of the County's implementation of GASB 54 as these funds did not meet the revised definition of a special revenue fund.

- The fund balance in the County’s general fund decreased from \$194,118,410 in FY10 to \$186,929,568 in FY11, a decrease of \$7,188,842 or a 3.7% decrease. Of this amount, \$67,669,164 or 36.2% of the general fund is for the State of New Mexico Department of Finance and Administration required reserve (reported in restricted fund balance) and \$53,037,298 or 28.4% is for subsequent years’ expenditures (reported in assigned fund balance).
- The County was able to maintain adequate reserves in the amount of \$67,669,164 (reported in restricted fund balance) as required by the State of New Mexico Department of Finance and Administration, Local Government Division – 3/12 of the General Fund Budget for FY12.
- At the end of the fiscal year, the unassigned fund balance of the County’s General Fund was \$34,085,866 which complies with the County’s minimum fund balance policy of 2/12 of the prior year General Fund operating expenditures to be used for emergency contingencies and cash flow purposes.
- The County has \$477,554,152 in available bonding capacity or 83% of allowable bonding capacity per the New Mexico State Constitution (see page 166).
- The County property valuations decreased 3.0% from \$14.82 billion in FY10 to \$14.38 billion in FY11 (see page 157).
- The County managed and expended \$23,337,714 in Federal Funds in FY11 (see page 175).
- The County’s 2011 General Obligation (GO) Bonds were rated “AAA” by both Fitch Ratings and Standard & Poor’s and rated “Aaa” by Moody’s Investors Service. In addition, both Standard & Poor’s and Fitch Ratings affirmed its “AAA” rating and Moody’s Investors Service affirmed its “Aaa” on the County’s existing GO debt.
- In addition to its “AAA” bond rating, Standard and Poor’s and Fitch Ratings awarded Bernalillo County its highest rating – “STRONG” on its financial management assessment criteria. The County continues its effort to incorporate comprehensive financial planning in its long-range vision in order to remain solvent during the current economic recovery.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County’s basic financial statements. The County’s basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the County’s finances, in a manner similar to a private-sector business. Revenues are recorded when earned and expenses recorded when a liability is incurred, regardless of the timing of related cash flows. For example, property taxes are recognized as revenues in the year in which they are levied. The statement of net assets presents information on all of the County’s assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of

the County is improving or deteriorating. The statement of activities presents information showing how the County's net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods.

Both of the government-wide financial statements differentiate functions of the County 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 County include general government, public works, public safety, health and welfare, culture and recreation and interest on long-term debt. The business-type activities of the County include Solid Waste, Bernalillo County Housing Authority, Seybold Village Handicapped Project, Regional Juvenile Detention Center, and El Centro Familiar. The government-wide financial statements can be found on pages 33-34 of this report.

Fund financial statement. 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 County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

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. For this purpose, the County considers revenues to be available if they are collected within 60 days of the current fiscal period. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

In addition to the General fund, the County maintains thirty-two other individual governmental funds of which seventeen are classified as Special Revenue funds, twelve are classified as Debt Service funds, and three are classified as Capital Projects funds. Information for the General fund, the Grants fund, the Series 2008A Debt Service fund, the TRAN Debt Service fund, and the Capital Construction fund, all of which are considered to be major funds, are presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The County adopts an annual appropriated budget for its General fund, the Series 2008A Debt Service fund, and the TRAN Debt Service fund. A budgetary comparison statement for the General fund is presented on pages 39-40 and a budgetary comparison statement for the Series 2008A Debt Service fund and the TRAN Debt Service fund is presented on pages 112-113. In addition, the County adopts an annual budget for other non-major funds. A budgetary statement is presented individually for all those funds that have an adopted budget.

The basic governmental fund financial statements can be found on pages 35-40 of this report.

Proprietary funds. The County 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 County uses enterprise funds to account for Solid Waste, Bernalillo County Housing Authority, Seybold Village Handicapped Project, Regional Juvenile Detention Center, and El Centro Familiar. An *Internal service fund* is used to account for operations that provide services to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service fund is the Risk Management fund, which is used to account for its risk management activities. Because the services provided by the Risk Management fund predominantly benefit governmental rather than business-type functions, this fund is included within *governmental activities* in the government-wide financial statements. The basic proprietary fund financial statements can be found on pages 41-43 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary funds financial statements can be found on page 46 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and the fund financial statements. The notes to the financial statements can be found on pages 45-80 of this report.

Other information. The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the Notes to the Financial Statements. Combining and individual fund statements and schedules can be found on pages 81-127 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The County's governmental-wide net assets exceed liabilities by \$601,977,126 for the fiscal year ending June 30, 2011. By far the largest portion of the County's net assets (58 percent) reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment) less any debt used to acquire those assets, which is still outstanding. In the prior year, the County's investment in capital assets was 59% of net assets. The County uses these capital assets to provide services to the citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

County of Bernalillo Net Assets

	Governmental Activities		Business-type Activities		Total	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Assets:						
Current and other assets	\$ 372,257,741	\$ 423,212,218	\$ 4,738,572	\$ 3,699,056	\$ 376,996,313	\$ 426,911,274
Capital assets	572,719,762	563,826,219	3,471,713	3,994,799	576,191,475	567,821,018
Total assets	944,977,503	987,038,437	8,210,285	7,693,855	953,187,788	994,732,292
Liabilities:						
Long-term liabilities	262,956,140	281,001,858	679,499	757,105	263,635,639	281,758,963
Other liabilities	84,877,543	103,674,363	2,697,480	2,505,536	87,575,023	106,179,899
Total liabilities	347,833,683	384,676,221	3,376,979	3,262,641	351,210,662	387,938,862
Net Assets:						
Invested in capital assets, net of related Debt	344,670,560	353,608,399	3,238,600	2,001,499	347,909,160	355,609,898
Restricted	137,871,142	139,516,367	-	-	137,871,142	139,516,367
Unrestricted	114,602,118	109,237,450	1,594,706	2,429,715	116,196,824	111,667,165
Total net assets	\$ 597,143,820	\$ 602,362,216	\$ 4,833,306	\$ 4,431,214	\$ 601,977,126	\$ 606,793,430

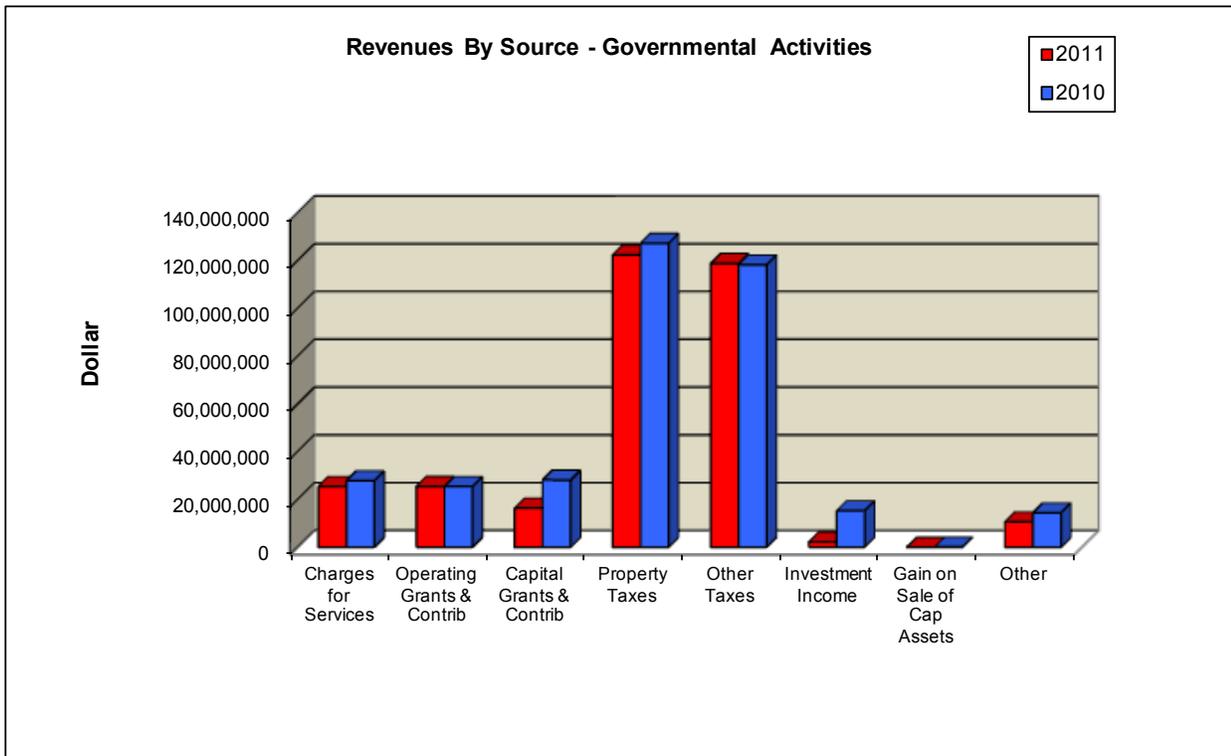
Restricted net assets in the amount of \$137,871,142 represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$116,196,824 may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the County is able to report positive balances in all three categories of net assets, and for the government as a whole, as well as for its separate governmental and business-type activities.

Governmental activities. Governmental activities during the year decreased the County's net assets by \$5,218,396 in FY11 as compared to an increase of \$32,250,368 in FY10.

County of Bernalillo's Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues:						
Program revenues:						
Charges for services	\$25,411,451	\$27,821,557	\$6,514,062	\$6,414,846	\$31,925,513	\$34,236,403
Operating grants and contributions	25,458,616	25,361,263	1,308,574	780,587	26,767,190	29,940,194
Capital grants and contributions	16,358,559	28,113,701	-	107,712	16,358,559	24,423,069
General revenues:						
Property taxes	122,275,071	127,201,067	-	-	122,275,071	127,201,067
Other taxes	118,768,108	118,157,209	-	-	118,768,108	118,157,209
Investment income	2,244,107	15,249,566	6,456	124,819	2,250,563	15,374,385
Gain on sale of capital assets	-	48,972	-	4,100	-	53,072
Other	10,539,678	14,375,434	550,162	614,416	11,089,840	14,989,850
Total revenues	<u>321,055,590</u>	<u>356,328,769</u>	<u>8,379,254</u>	<u>8,046,480</u>	<u>329,434,844</u>	<u>364,375,249</u>
Expenses:						
General government	69,096,613	64,791,762	-	-	69,096,613	64,791,762
Public works	43,729,571	42,122,694	-	-	43,729,571	42,122,694
Public safety	145,727,403	154,622,588	-	-	145,727,403	154,622,588
Health and welfare	41,952,311	36,053,345	-	-	41,952,311	36,053,345
Culture and recreation	13,347,421	11,957,736	-	-	13,347,421	11,957,736
Interest on long-term debt	12,420,667	14,530,276	-	-	12,420,667	14,530,276
Solid Waste	-	-	4,684,002	4,817,057	4,684,002	4,817,057
Housing Authority	-	-	1,480,157	1,083,960	1,480,157	1,083,959
Seybold Village	-	-	341,593	349,467	341,593	349,467
Juvenile Detention Center	-	-	1,079,558	1,084,886	1,079,558	1,084,886
El Centro Familiar	-	-	397,701	646,387	397,701	646,387
Total expenses	<u>326,273,986</u>	<u>324,078,401</u>	<u>7,983,011</u>	<u>7,981,757</u>	<u>334,256,997</u>	<u>332,060,158</u>
Increase (decrease) in net assets before transfers	(5,218,396)	32,250,368	396,243	64,723	(4,822,153)	32,315,091
Transfers in (out)	-	-	-	-	-	-
Capital contributions	-	-	5,849	8,346	5,849	8,346
Increase (decrease) in net assets	<u>(5,218,396)</u>	<u>32,250,368</u>	<u>402,092</u>	<u>73,069</u>	<u>(4,816,304)</u>	<u>32,323,437</u>
Net assets – beginning	602,362,216	570,111,848	4,431,214	4,358,145	606,793,430	574,469,993
Net assets – ending	<u>\$597,143,820</u>	<u>\$602,362,216</u>	<u>\$4,833,306</u>	<u>\$4,431,214</u>	<u>\$601,977,126</u>	<u>\$606,793,430</u>

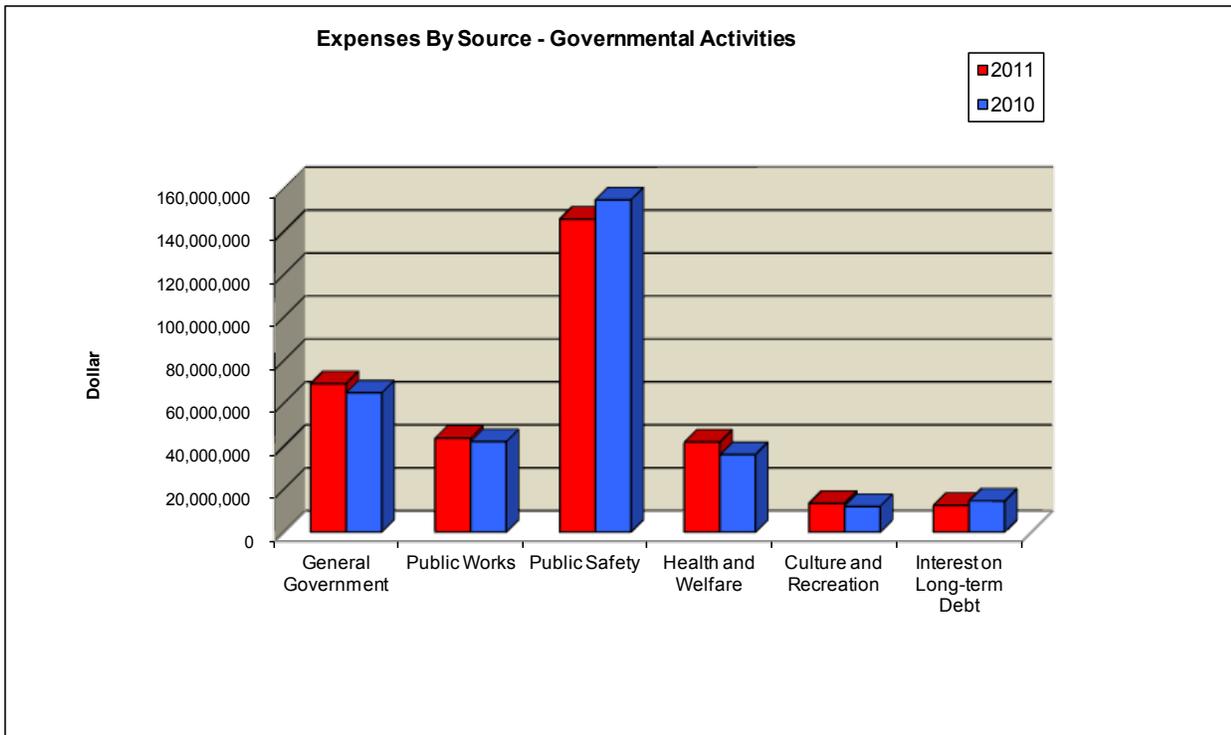


Governmental Activities revenues decreased by \$35.3 million from \$356.3 million in FY10 to \$321 million in FY11, a decrease of 9.9%. Key elements in the decrease of governmental activities revenues are as follows:

- Program revenues charges for services decreased by \$2.4 million from \$27.8 million in FY10 to \$25.4 million in FY11, an 8.6% decrease. The majority of the decrease was attributed to \$3.1 million less in fees collected for housing inmates at the Regional Correctional Center which was closed in April 2011 as a result of the termination of the inter-governmental agreement between the United States Marshals Service and the County of Bernalillo. The decrease is offset by an increase in collections of \$538 thousand in license and permit fees, of \$10 thousand in recording and filing fees, and of \$190 thousand in impact fees.
- Program revenues capital grants and contributions decreased by \$11.7 million from \$28.1 million in FY10 to \$16.4 million in FY11, a 41.6% decrease. A portion of the decrease was attributed to a decrease of \$1.5 million in revenue received from the New Mexico Department of Economic Development for the Fidelity project at Mesa Del Sol as \$4.0 million was received in FY10 and \$2.5 million was received in FY11. Also, in FY10, reimbursement revenue of \$1 million for health and welfare projects was received from state legislative appropriations for the Stanford Health Clinic, the La Mesa Health Clinic, the Family Counseling Peanut Butter and Jelly Treatment Facility, and the Albuquerque Rape Crisis Center that did not materialize in FY11 as the phases of these projects were primarily completed in FY10. In addition, the decrease was attributed to a \$4.5 million decrease in reimbursement revenue for public works projects as the grant funding sources were primarily used in FY10 for the Eubank project, the South Valley Drinking Water Phase IV project, and other road improvement projects. There was also an additional decrease in

reimbursement revenue of \$5.1 million received from state legislative appropriations for cultural and recreation projects as these grants were substantially used in FY10 for the South Valley Multipurpose Center, the Mesa Del Sol Fields, the Rio Grande High School Pool improvements, and the Little League Facility improvements. Overall, the reduction in revenue was a result of reduced state legislative appropriations for Bernalillo County due to the downturn in the state economy.

- General revenues property taxes decreased \$4.9 million from \$127.2 million in FY10 to \$122.3 million in FY11, a 3.9% decrease. The decrease was attributed to a decrease in the assessed taxable valuation within the County of \$438 million from \$14.823 billion in FY10 to \$14.385 billion in FY11 and a decrease in the County's total non-residential mill levy from 11.644 to 11.319 per \$1,000 of assessed taxable value. The decrease in revenue was slightly offset by an increase in the current property tax collection rate from 94.49% in FY10 to 95.62% in FY11.
- General revenues other taxes increased \$611 thousand from \$118.1 million in FY10 to \$118.7 million in FY11, a 0.5% increase. The increase was primarily attributed to an increase of \$799 thousand in gross receipts tax revenue as the state economy has started a slow recovery from the recent recession. The increase in revenue was offset by a slight decrease in revenue from motor vehicle and gasoline taxes.
- General revenues investment income decreased \$13.0 million from \$15.3 million in FY10 to \$2.2 million in FY11, an 85.0% decrease. The decrease was primarily attributed to the market value of the County's investments at the end of FY11 versus the market value in FY10. In FY10 the market value of the County's investments increased by \$1.4 million and in FY11 the value of investments decreased by \$8 million for a net decrease change of \$9.4 million. The net change is reflected in the mark to market entry made to investment income at the end of FY11. In addition, the County earned \$1.5 million less in investment income in FY11 versus FY10 due to lower rates of return in FY11. The remainder of the decrease in investment income is related to the interest accrual and the mark to market entries made to investment income at the end of FY10 and FY11.
- Other revenues decreased \$3.8 million from \$14.4 million in FY10 to \$10.5 million in FY11, a 26.4% decrease. A portion of the decrease was attributed to \$1 million less recognized as miscellaneous revenue to capitalize non-cash donations of land, building, machinery and equipment, art, and infrastructure. In addition, in prior years, the receivable from the Housing Authority was posted to miscellaneous revenue and is now posted to cash which created a variance of \$1.7 million in this category in FY11. Also, less revenue was recognized in FY11 for payment in lieu of taxes, non-grant reimbursements, conduit debt revenue, and rental revenue of \$63 thousand, \$509 thousand, \$65 thousand, and \$115 thousand respectively.



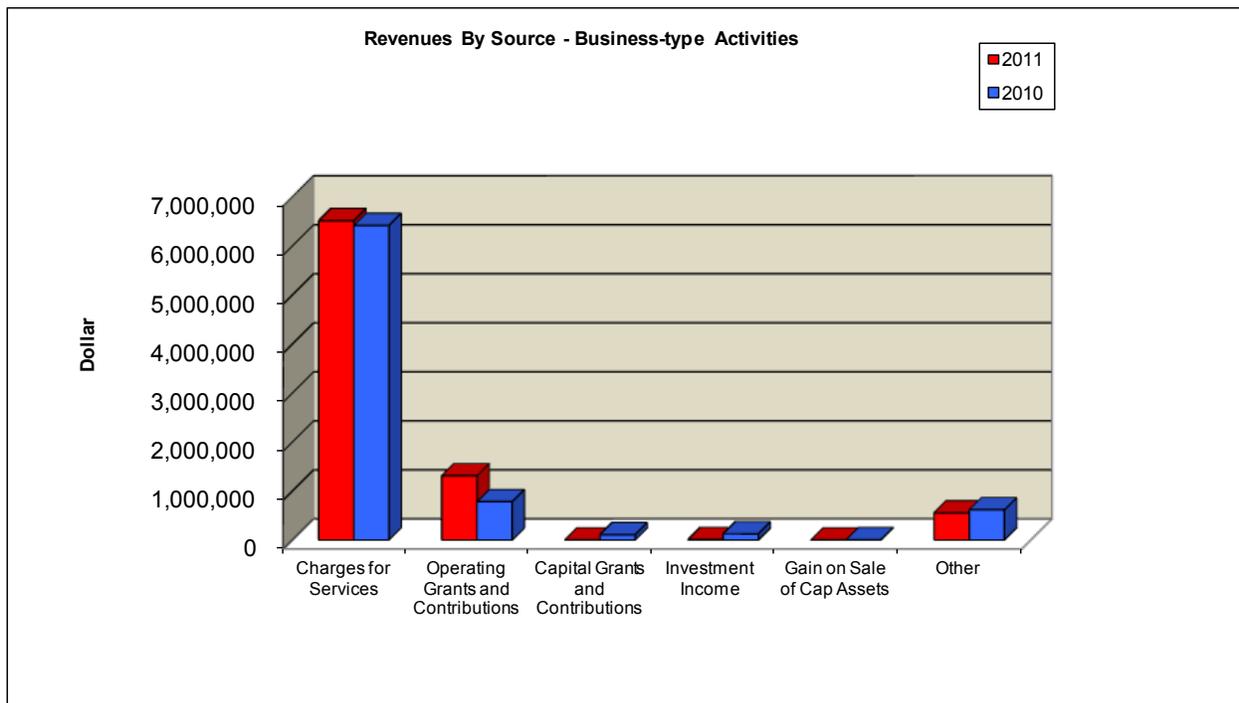
Governmental activities expenses increased by \$2.2 million from \$324.1 million in FY10 to \$326.3 million in FY11, an increase of 0.68%. Key elements in the increase in governmental activities expenses are as follows:

- General government expenses increased by \$4.3 million from \$64.8 million in FY10 to \$69.1 million in FY11, a 6.6% increase. A portion of the increase was attributed to an increase of \$2.8 million in rental expense as the County paid prior year rental amounts due the City of Albuquerque for rental of the City/County Building. In addition, expenses for the County’s multi-line insurance premiums and deductibles increased by \$1.1 million and contractual services expenses increased by \$2.0 million. The increase was offset by a decrease in expenses of \$1.1 million in deferred charge refunding expenses as bond refunding financing took place in FY10 but did not occur in FY11 and a decrease in capital outlay for other expenses of \$683 thousand.
- Public works expenses increased by \$1.6 million from \$42.1 million in FY10 to \$43.7 million in FY11, a 3.8% increase. The increase was attributed to more operating expenses in FY11 for information technology, building and maintenance and other operating expenses.
- Public safety expenses decreased by \$8.9 million from \$154.6 million in FY10 to \$145.7 million in FY11, a 5.8% decrease. The decrease was primarily attributed to a decrease of \$4.5 million in grant expenses of \$3.1 for E911 communications, \$617 thousand for Sheriff’s miscellaneous expenses, \$195 thousand for DWI programs, \$456 thousand for emergency preparedness, and \$975 thousand for alcohol and drug detoxification programs. In addition, there was a decrease of \$2.8 million in expenses for housing inmates at the Regional Correctional Center as a result of the termination of the inter-governmental agreement between the United States Marshals Service and the County of

Bernalillo in April 2011. Also, expenses of \$4.8 million in medical health care services for the Metropolitan Detention Center (MDC) inmates were reported in this category in FY10 and reported in the “health and welfare” category in FY11. The decrease was offset by an increase of \$1.1 million in depreciation expense and \$100 thousand in compensated absences expense.

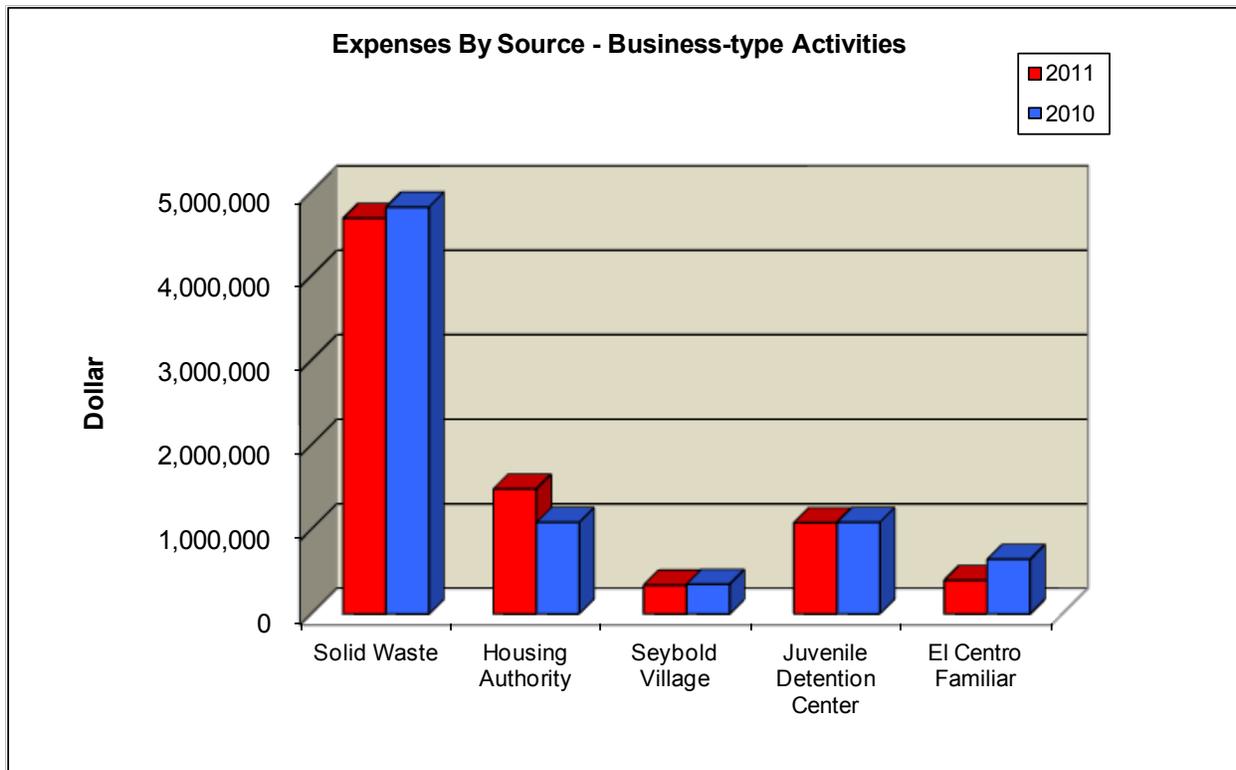
- Health and welfare expenses increased by \$5.9 million from \$36 million in FY10 to \$41.9 million in FY11, a 16.4% increase. The increase was primarily attributed to \$5.3 million in medical health care services expenses for MDC inmates reported in this category in FY11 and reported in the “public safety” category in FY10. In addition, the general fund operating expense subsidy for the Housing Authority increased by \$383 thousand.
- Interest on long-term debt expenses decreased by \$2.1 million from \$14.5 million in FY10 to \$12.4 million in FY11, a 14.5% decrease. The decrease was primarily attributed to a decrease in interest expense on the County’s long-term debt (general obligation bonds and gross receipts tax revenue bonds).

Business-type activities. Business-type activities net assets increased by \$402,092 during the current fiscal year. During the year, the Solid Waste fund, the Bernalillo County Housing Authority fund, and the El Centro Familiar fund had more total program revenues than total program expenses resulting in an increase in net assets of \$340,022, \$235,452, and \$28,997 respectively. The Seybold Village Handicapped Project fund and the Regional Juvenile Detention Center fund incurred losses of \$185,043 and \$17,336 respectively. These losses represent the degree to which ongoing program expenses have outstripped ongoing program revenues. Overall, the business-type activities experienced an \$878,006 operating loss (program revenues less expenses) before non-operating revenues of \$1,274,249 and capital contributions of \$5,849.



Business-type activities revenue increased from \$8.046 million in FY10 to \$8.379 million in FY11, a 4.1% increase. Key elements in the increase of business-type activities revenue are as follows:

- Revenue program charges for services increased from \$6.4 million in FY10 to \$6.5 million in FY11, a 1.6% increase. The increase was attributed to \$92 thousand more in solid waste fee collections in FY11 than in FY10 and \$289 thousand more in administrative fees collected at the Housing Authority in FY11. This was offset by a decrease of \$257 thousand in rental revenue fees generated at the El Centro Familiar in FY11.
- Revenue program operating grants and contributions increased from \$781 thousand in FY10 to \$1.3 million in FY11, an increase of 66.4%. The majority of the increase was attributed to \$521 thousand more in stimulus grant subsidy received from the New Mexico Mortgage Finance Authority for existing home rehabilitation and held for sale home rehabilitation at the Housing Authority.
- Revenue program capital grants and contributions decreased from \$108 thousand in FY10 to zero in FY11, a decrease of 100%. The decrease was attributed no capital grants received by the Seybold Village Handicapped project in FY11 versus \$108 thousand in FY10.
- General revenues investment income decreased from \$125 thousand in FY10 to \$6 thousand in FY11, a decrease of 95.2%. The decrease was primarily attributed to a decrease of \$118 thousand in investment income recognized in the El Centro Familiar as the funds held in restricted investments from money received from rental income by tenants to help pay the debt owed on the 1999 Refunding Bond was used in FY10 to refund the bond in June 2010.
- Gain on sale of capital assets decreased from \$4,100 in FY10 to zero in FY11, a decrease of 100%. The decrease was attributed to a gain realized in the Housing Authority for the sale of lease to purchase program homes in FY10 and zero realized in FY11.
- Other revenues decreased from \$614 thousand in FY10 to \$550 thousand in FY11, a decrease of 10.4%. The decrease was primarily attributed to \$159,247 thousand less in miscellaneous revenue recognized in the Seybold Village Handicapped Project in FY11. In addition, the decrease was offset by an increase of miscellaneous revenue recognized in the El Centro Familiar and the Bernalillo County Housing Authority of \$63 thousand and \$70 thousand respectively.



Business-type activities expenses increased from \$7.982 million in FY10 to \$7.983 million in FY11, a 0.01% increase. Key elements of the increase are as follows:

- Solid Waste expenses decreased from \$4.8 million in FY10 to \$4.7 million in FY11, a 2.1% decrease. A significant portion of the decrease was attributed to a decrease of \$118 thousand in fees paid to Waste Management to bill and collect for solid waste services. In addition, depreciation expense decreased by \$22 thousand, materials and supplies decreased by \$22 thousand and other charges and services decreased by \$36 thousand. This was offset by an increase in salaries and wages of \$65 thousand.
- Housing Authority expenses increased from \$1.1 million in FY10 to \$1.5 million in FY11, a 36.4% increase. The increase was primarily attributed to an increase of \$485 thousand in contractual services as a result of an increase in homes that were rehabilitated in FY11. This was offset by a decrease in other charges and service of \$30 thousand, a decrease of \$17 thousand in salaries and wages, and a decrease in depreciation expense of \$8 thousand.
- Seybold Village expenses decreased from \$349 thousand in FY10 to \$342 thousand in FY11, a 2% decrease. The decrease was primarily attributed to a decrease in other charges and services of \$15 thousand and contractual services of \$4 thousand. This was offset by an increase in salaries and wages of \$2 thousand and depreciation expense of \$10 thousand.
- Juvenile Detention Center expenses decreased from \$1.084 million in FY10 to \$1.079 million in FY11, a 0.5% decrease. The decrease was primarily attributed to a decrease of \$39 thousand in contractual services. This was offset by an increase in salaries and wages of \$19 thousand and materials and supplies of \$15 thousand.

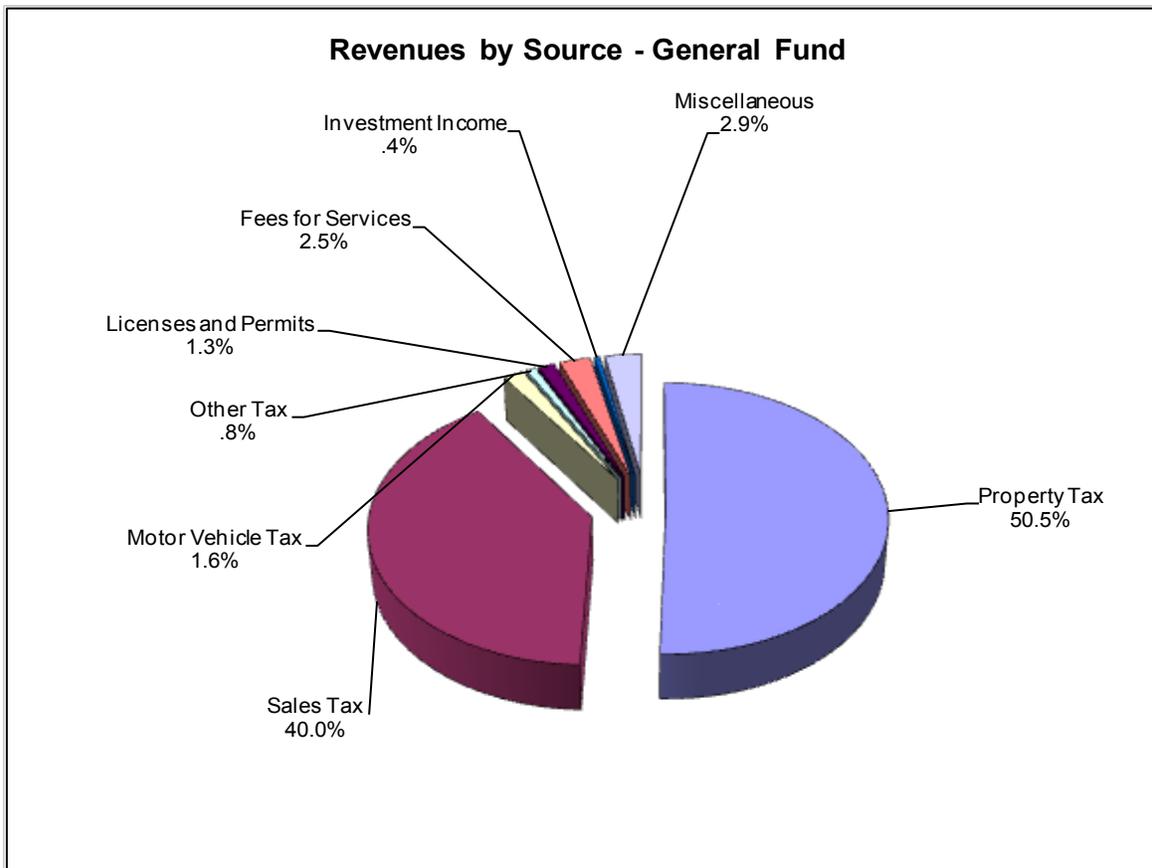
- El Centro Familiar expenses decreased from \$646 thousand in FY10 to \$398 thousand in FY11, a 38.4% decrease. The decrease was primarily attributed to a decrease of \$168 thousand in other charges and services, \$52 thousand in salaries and wages, and \$97 thousand in interest expense. This was offset by an increase in miscellaneous expense of \$61 thousand and salaries and wages of \$5 thousand.

Financial Analysis of the County’s Funds

Governmental Funds. The focus of the County’s governmental funds is to provide information on near-term inflows, and balances of spendable resources. Such information is useful in assessing the County’s financing requirements. In particular, assigned and unassigned fund balance may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the County’s governmental funds reported combined ending fund balances of \$297,682,958, a decrease of \$75.7 million. Approximately 49.9% of this total, \$148,672,603, constitutes assigned (\$114,620,591) and unassigned (\$34,052,012), which is available for spending at the County’s discretion. The remainder of fund balance is made up of non-spendable in form (i.e., inventory) amounts of \$14,167,360, restricted amounts of \$133,653,565, and committed amounts of \$1,189,430 which are detailed in the notes to the financial statements.

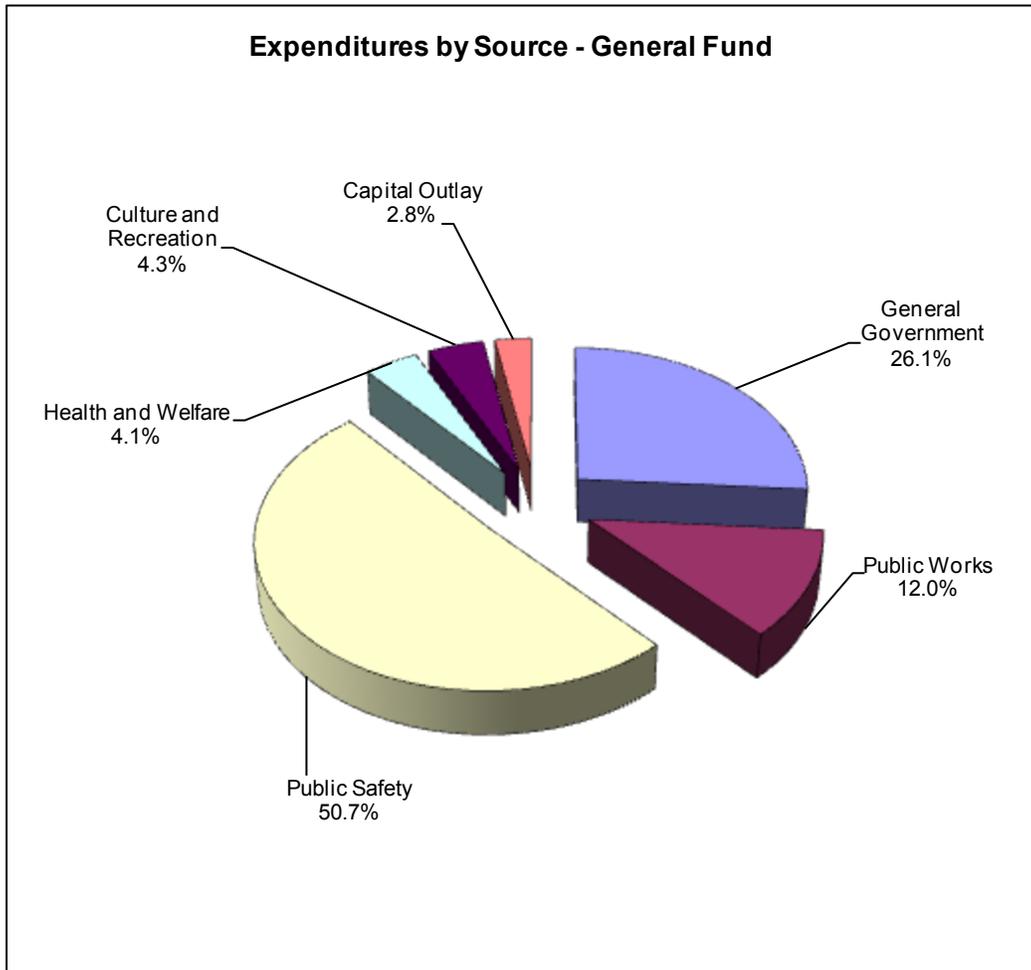
General Fund. The County’s general fund balance decreased \$8,298,583 during the current fiscal year. Key factors in this decline are based on the decrease in investment income as a result of the investment mark to market entry combined with more than expected incurred expenditures during the year.



General Fund revenues decreased \$5.3 million from \$229.2 million in FY10 to \$223.9 million in FY11, a decrease of 2.3%. Key elements in the decline of General Fund revenues are as follows:

- Property tax revenue increased by \$2.2 million or 2% from \$110.8 million in FY10 to \$113 million in FY11. The increase was attributed to an increase in the County's operational residential mill levy from 6.340 to 6.665 per \$1,000 of assessed taxable value and a slight increase in the current property tax collection rate from 94.17% in FY10 to 95.33% in FY11. The increase in revenue was slightly offset by a decrease in the assessed taxable valuation within the County of \$438 million from \$14.823 billion in FY10 to \$14.385 billion in FY11.
- Gross receipts tax revenue (GRT) increased by \$573 thousand from \$89.1 million in FY10 to \$89.7 million in FY11, a 0.64% increase. The slight increase was attributed to the stabilization in the state economy. As was the case for the state, the County slipped into a recession in FY09, continued well into FY10, and a slight recovery commenced in FY11. This is reflected by an overall increase of 1.4% in taxable gross receipts reported by the state for Bernalillo County during the year from \$14.8 billion in FY10 to \$15.0 billion in FY11.
- Licenses and permits revenue increased by \$537 thousand from \$2.4 million in FY10 to \$2.9 million in FY11, a 22.4% increase. The increase was primarily attributed to an increase of \$508 thousand in construction permits in FY11.
- Investment income revenue decreased by \$11.5 million from \$12.4 million in FY10 to \$927 thousand in FY11, a decrease of 92.7%. The decrease was primarily attributed to the market value of the County's investments at the end of FY11 versus the market value in FY10. In FY10 the market value of the County's investments increased by \$1.4 million and in FY11 the value of investments decreased by \$8.0 million for a net decrease change of \$9.4 million. In addition, the rate of return was less in FY11 than FY10. The remainder of the decrease in investment income is related to the interest accrual and the mark to market entries made to investment income at the end of FY10 and FY11.
- Miscellaneous revenue increased by \$3.0 million from \$3.4 million in FY10 to \$6.4 million in FY11, an increase of 88.2%. The increase was primarily attributed the FY09 Housing receivable of \$1.7 million reversed in this category in FY10 and recorded in the cash category in FY11. In addition, insurance rebates increased by \$74 thousand, other income increased by \$367 thousand, and payment in lieu of taxes increased by \$780 thousand.

General Fund expenditures increased \$14.9 million from \$204.5 million in FY10 to \$219.4 million in FY11, a 7.3% increase. Key elements in the increase in General Fund expenditures are as follows:



- General government expenditures increased by \$8.5 million from \$48.8 million in FY10 to \$57.3 million in FY11, a 17.4% increase. A portion of the increase was attributed to an increase of \$2.8 million in rental expenditures as the County paid prior year rental amounts due the City of Albuquerque for rental of the City/County Building. In addition, expenditures for the County’s multi-line insurance premiums and insurance deductibles increased by \$1.1 million and contractual services expenditures increased by \$1.9 million. Also, operating expenditures in various county departments increased by \$1.6 million and as part of the GASB 54 implementation, the Albuquerque Public Schools and University of New Mexico PILT expenditures of \$800 thousand were reported in the general fund in FY11 and similar expenditures were reported in a special revenue fund in FY10.
- Public works expenditures increased by \$3.2 million from \$23.1 million in FY10 to \$26.3 million in FY11, a 13.8% increase. The increase was primarily attributed to an increase of \$1.2 million in

expenditures for public works information and technology. In addition, expenditures for the vehicle maintenance program increased \$700 thousand, expenditures for the water resource/pipe program increased \$226 thousand, expenditures for the building maintenance program increased \$300 thousand and operating expenditures for other public works programs increased \$800 thousand.

- Public safety expenditures decreased by \$2.9 million from \$114.2 million in FY10 to \$111.3 million in FY11, a 2.5% decrease. The decrease is primarily attributed to \$4.8 million in medical health care services expenditures for MDC inmates reported in this category in FY10 and reported in the “health and welfare” category in FY11. The decrease in expenditures is offset by increases in expenditures in other public safety areas including judicial operations (court services), field services, headquarters, and release discharge and transport.
- Health and welfare expenditures increased by \$5.9 million from \$3.1 million in FY10 to \$9 million in FY11, a 190.3% increase. The increase was primarily attributed to \$5.3 million in medical health care services expenses for MDC inmates reported in this category in FY11 and reported in the “public safety” category in FY10. In addition, the operating expense subsidy for the Housing Authority increased by \$383 thousand.

Grants Fund. The Grants Fund accounts for various federal, state and other grant funding sources received by the County. The grants are restricted to specific purposes as agreed to between the County and the funding source as enumerated in the grant agreement/contract. Grants related to the County’s Housing Department are accounted for in the Housing Funds.

The Grants Fund balance decreased \$15,085 during the current fiscal year. The fund balance decrease was attributed to a transfer of \$15,085, designated as “donations”, to the General Fund.

Grants Fund revenues decreased \$14.7 million from \$41.4 million in FY10 to \$26.7 million in FY11, a decrease of 35.5%. Key elements in the decline of the Grants Fund revenues are as follows:

- Intergovernmental revenues decreased \$14.7 million from \$41.4 million in FY10 to \$26.7 million in FY11, a decrease of 35.5%. The decrease was primarily attributed to a decrease in legislative appropriation capital grant revenue reimbursements, state direct grant revenue reimbursements, and reimbursable contract reimbursements of \$7.8 million, \$2.5 million, and \$3.1 million respectively. Overall, the reduction in revenue was a result of reduced state legislative appropriations for Bernalillo County as a result of the downturn in the state economy.

Grants Fund expenditures decreased \$14.7 million from \$41.4 million in FY10 to \$26.7 million in FY11, a decrease of 35.5%. Key elements in the decline of the Grants Fund expenditures are as follows:

- Public safety expenditures decreased \$4.5 million from \$14.4 million in FY10 to \$9.9 million in FY11, a decrease of 31.5%. This decrease was primarily attributed to a decrease of \$3.1 million in expenditures for the E911 Communications grant, a decrease of \$617 thousand in expenditures for the Sheriff’s miscellaneous grants, a decrease of \$975 thousand in expenditures for the alcohol and drug detoxification grant, and a decrease of \$456 thousand in expenditures for the emergency preparedness grant.

- Capital outlay expenditures decreased \$11.6 million from \$19.3 million in FY10 to \$7.7 million in FY11, a decrease of 60.1%. The decrease was primarily attributed to a decrease in grant expenditures of \$4.2 million for the South Valley Multi-Purpose project and \$2.3 million in grant expenditures for the Eubank Road project. In addition, the decrease was attributed to a \$2.7 million decrease in expenditures in the Edith Phase II project, the Mesa Del Sol project, the Peanut Butter and Jelly project, the Corinne Wolfe Children Service project, the Rio Grande High School Pool project, and other county projects, with the majority of work completed in FY10.

Series 2008A Debt Service Fund. The Series 2008 Debt Service Fund is used to account for the accumulation of resources and payment of revenue bond principal and interest from pledged County gross receipts tax revenue.

The Series 2008A Debt Service Fund balance decreased \$547,862 from \$733,638 in FY10 to \$185,776 in FY11. During FY11, \$42.5 million in Series 2008 bond proceeds was transferred in from the Capital Construction Fund to pay the debt due on this bond as the proceeds of the bond were never used for their intended purpose. The expenditure for the principal and interest payment due was \$43 million which was greater than the amount transferred in resulting in the reduction of the fund balance in FY11.

TRAN Debt Service Fund. The TRAN Debt Service Fund is used to account for monies that will be used to pay short-term Tax Revenue Anticipation Notes (TRAN) issued by the County during the year. The notes are not general obligations of the County, but are payable solely out of the anticipated revenues that have been pledged for the payment thereof. The full faith and credit of the County is not pledged to the payment of the notes. TRAN proceeds allow the County to reduce fluctuations in cash flow due to the fact that certain revenues, especially property taxes, are not received evenly each month.

The TRAN Debt Service Fund increased from \$113,696 in FY10 to \$413,696 in FY11, all of which is restricted for the payment of debt service. The fund balance increase was attributed to more pledged revenues transferred to the fund versus the amount of debt service due for FY11.

Construction Fund. The Construction Fund accounts for various construction projects related to road projects, storm sewer systems, acquiring of library books and library resources, remodeling required by the Americans with Disabilities Act, acquisition of land for expanding parks and recreational facilities, constructing and equipping sheriff's sub-stations, improvement of facilities for the County Public Health Department, and other projects. Financing for these projects is provided by general obligation bonds, gross receipts tax revenue bonds and earnings from the investment of those monies.

The Construction Fund balance decreased \$64.1 million from 103.8 million in FY10 to \$39.7 million in FY11. The decrease was primarily attributed to the transfer out of bond proceeds of \$46.9 to the debt service funds to pay the debt due on the GRT Revenue Bond, Series 2008A and a portion of the debt due on the GRT Revenue Bond, Series 2009A, as the bond proceeds were never used for their intended purpose. Also, during the year, expenditures exceeded revenues by \$17.2 million.

Construction Fund revenues decreased \$3 million from \$3.6 million in FY10 to \$623 thousand in FY11, a decrease of 83.3%. Key elements in the decline of Construction Fund revenues are as follows:

- Intergovernmental revenues decreased \$1.5 million from \$1.7 million in FY10 to \$241 thousand million in FY 11, a decrease of 41.7%. The decrease was attributed to a decrease in reimbursable contract revenue of \$1.9 million from the Albuquerque Bernalillo County Utility Authority for reimbursements on costs related to County water projects.
- Investment income revenues decreased \$1.4 million from \$1.8 million in FY10 to \$382 million in FY11, a decrease of 77.8%. The decrease was primarily attributed to significantly less in construction funds available to be invested and also a decrease in the rate of return earned on investments in FY11 due to the sluggish economy.

Construction Fund expenditures increased \$4.3 million from \$13.5 million in FY10 to \$17.8 million in FY11, an increase of 32.6%. Key elements in the growth of Construction Fund expenditures are as follows:

- Capital outlay expenditures increased \$7.1 million from \$7.9 million in FY10 to \$15 million in FY11, an increase of 89.9%. The majority of the increase was attributed to an increase in expenditures of \$4.1 million for the James McGrane, Jr. Public Safety Complex and expenditures of \$1.4 million related to a new FY11 project for East Mountain Unpaved Roads Phase I. In addition, the increase was attributed to an increase in expenditures for the South Valley Drinking Water Phase VI project of \$850 thousand, an increase in expenditures for the Arenal Study project of \$675 thousand, and new expenditures of \$538 thousand for the Blake Road Reconstruction project.
- Capital outlay-other entities expenditures decreased \$3.1 million from \$4.9 million in FY10 to \$1.8 million in FY11, a decrease of 63.6%. The decrease was primarily attributed to a decrease in expenditures of \$2.8 million in FY11 for the South Valley Drinking Water project.

Additional comparison of General, Special Revenue, and Debt Service Fund revenue and expenditures of prior years can be found in the statistical section of this report.

Special Revenue funds. As of the end of fiscal year 2011, the County's Special Revenue funds reported combined ending fund balances of \$41,936,748, an increase of \$1,774,501. Of the fund balance, \$11,382 is non-spendable in form, \$36,587,065 is restricted, \$5,372,155 is assigned, and (\$33,584) is unassigned. Key elements in the growth of the total special revenue fund balance are as follows:

- A significant portion of the increase was attributed to a \$2 million increase in the fund balance of the Valuation Fund from \$9 million in FY10 to \$11 million in FY11, a 22.2% increase. In FY11, this fund generated \$5.4 million in revenues, expenditures of \$3 million, and other financing uses of \$352 thousand.
- An additional portion of the increase was attributed to a \$1 million increase in the fund balance of the Section 8 Housing-Voucher Fund from \$2.6 million in FY10 to \$3.6 million in FY11, a 38.5% increase. In FY11, this fund generated \$13.5 million in revenues and expenditures of \$12.5 million.

- The increase was offset by a decrease of \$1.1 million as the Industrial Revenue Bonds-PILT Fund and the Community Service Fund were reclassified to the General Fund as a result of the implementation of GASB 54 in FY11.

Debt Service funds. As of the end of fiscal year 2011, the County's Debt Service funds reported combined ending fund balances of \$16,543,073, a decrease of \$1,535,718. Of the fund balance, \$13,337,530 was non-spendable in form and the remainder of the fund balance of \$3,205,543 was restricted to pay debt service. Key elements of the decrease in the total fund balance are as follows:

- The decrease was attributed to a decrease of \$2.2 million in the General Obligation Bond Debt Service Fund from \$2.3 million in FY10 to \$113 thousand in FY11, a 95.6% decrease. In FY11, this fund generated \$7.9 million in revenues, debt service expenditures of \$11.8 million, and other financing sources of \$1.7 million.
- The decrease was offset by an increase of \$573 thousand in the Series 1996B Debt Service Fund from \$822 thousand in FY10 to \$1.4 million in FY11, a 69.7% increase. In FY11, this fund generated \$359 thousand in interest income revenue, debt service expenditures of \$4.8 million, and other financing sources of \$5 million.

Capital Projects funds. As of the end of fiscal year 2011, the County's Capital Project funds reported combined ending fund balances of \$12,012,942, a decrease of \$4,368,734. During the year, as capital projects are completed, the cost of the projects are reclassified as capital assets and removed from the capital project fund. The fund balance of \$12,012,942 is restricted for capital projects. Key elements of the decrease in the total fund balance are as follows:

- The majority of the decrease was attributed to a decrease of \$3.1 million in the Open Space Fund from \$10.4 million in FY10 to \$7.3 million in FY11, a 29.8% decrease. The majority of the decrease was in large part due to property tax revenue of \$1.4 million and capital outlay expenditures of \$3.9 million. There were also operating expenditures of \$374 thousand in the public works category and \$97 thousand in the culture and recreation category.
- The decrease was also attributed to a decrease of \$1.2 million in the Impact Fee Fund balance as expenditures of \$2 million exceeded impact fee revenue and interest income revenue of \$716 thousand in FY11.

Proprietary funds. The County proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Other factors concerning the finances of these funds have been discussed in the business-type activities section of the MD&A.

Budgetary Highlights Original Budget – Final Budget Comparison.

General Fund. General fund total original budgeted revenues increased \$3 million or by 1.4% from \$215 million to \$218 million (final). General fund total original budgeted expenditures increased \$3.2 million or by 1.2% from \$263.6 million to \$266.8 million (final). Significant changes between the original budget and the final amended budget are summarized as follows:

- The miscellaneous income original revenue budget increased \$3 million from \$3.4 million to \$6.4 million. The increase was primarily attributed to \$1.2 million established to accept revenue from the New Mexico State Economic Redevelopment Loan Fund for a lease purchase agreement between the County and the Noribachi Group, LLC and an additional \$1.2 million established for the equipment rent and repayment to the New Mexico State Economic Development Department. In addition, budget was established for \$500,000 to accept revenue from the Taste of New Mexico event sponsored by the County.
- The general government general county original expenditure budget decreased \$11.8 million from \$45.1 million to \$33.3 million. The decrease was primarily attributed to a \$4.3 million line item transfer to the public works general county category to be used as needed. In addition, a \$2.3 million line item transfer was made to the capital outlay category for general fleet replacement and Sheriff's Department fleet replacement. An additional line item transfer of \$2.4 million was made to other categories for the salary budget year-end adjustment.
- The general government economic development original expenditure budget increased \$2 million from \$333 thousand to \$2.4 million. The increase was primarily attributed to \$1.2 million established for expenditures related to the New Mexico State Economic Redevelopment Load Fund revenue for a lease purchase agreement between the County and the Noribachi Group, LLC and an additional \$1.2 million established for the equipment rent and repayment to the New Mexico State Economic Development Department.
- The public works general county original expenditure budget increased by \$3.8 million from zero to \$3.8 million. The increase was attributed a line item transfer from the general government general county category to be used as needed in other line items for public works projects.
- The public safety metropolitan detention center (MDC) original expenditure budget decreased by \$7.5 million from \$64.2 million to \$56.7 million. The decrease was primarily attributed to a line item transfer of \$5.9 million to the health and welfare metropolitan detention center category to account for health care services for inmates at the metropolitan detention center. In addition, a \$749 thousand line item transfer was made to the capital outlay category for the MDC roof repair.
- The health and welfare metropolitan detention center original expenditure budget increased from zero to \$5.9 million. The increase was attributed to a line item transfer of \$5.9 million from the public safety metropolitan detention center category to account for health care services for inmates at the MDC.

- The capital outlay original expenditure budget increased by \$6.7 million from \$8.9 million to \$15.6 million. The increase was primarily attributed to a \$2.3 million line item transfer from the general government general county category for general fleet replacement and Sheriff's Department fleet replacement. In addition, there was a \$1.2 million line item transfer from the general government general county category for the Noribachi equipment purchase project. Also, a line item transfer for \$750 thousand from the public safety metropolitan detention center category was made for the MDC roof repair project. Additional expenditure budgets established included \$550 thousand for the re-roof of the voting machine warehouse, \$250 thousand for heavy equipment replacement purchases, \$180 thousand for a mobile work order process for facilities, and \$100 for public works traffic improvements.

Grants Fund. An original and final budget is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year

Debt Service Fund Series 2008A. Debt service fund series 2008A total original budgeted revenues and total original budgeted expenditures did not change during the fiscal year.

TRAN Debt Service Fund. TRAN debt service fund total original budgeted revenues increased \$900 thousand from zero to \$900 thousand (final). TRAN debt service fund total original budgeted expenditures increased \$900 thousand from zero to \$900 thousand. The increase in budgeted revenues and expenditures was attributed to a line item transfer from the general government general county category for interest payments on TRANs issued in August and December of 2010.

Construction Fund. An original and final budget is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year.

Budgetary Highlights – Budget to Actual

General Fund. General Fund revenues exceeded budgetary estimates by \$13,546,849 or by 5.8%. General Fund expenditures were less than budgetary estimates by \$50,956,750 or by 23.6% thus eliminating the need to draw upon existing fund balance. During the year the County incurred an excess of revenues over expenditures and other financing sources in the amount of \$2,928,482. Individual significant differences between the General Fund final budget and actual amounts are summarized as follows:

- Property tax revenue had a positive variance of \$5,019,204. The budget projections estimated a 95% collection rate of current property taxes within the County as of June 30, 2011. The actual collection rate was 95.6%. The significant reason for the positive variance was that current property tax collections were \$2,424,967 greater than budget (2.4% of budget) and delinquent tax collections, interest on current and delinquent tax collections, and penalties on current and delinquent tax collections exceeded projections by \$2,594,237.
- Gross receipt tax (GRT) revenue had a positive variance of \$3,784,420. The variance was primarily attributed to conservative budget projections because of the decline in the state economy. As was the case for the state, the County slipped into a recession in FY09, continued well into FY10, and a slight recovery commenced in FY11. In addition, there was an overall

increase of 1.4% in taxable gross receipts reported by the state for Bernalillo County during the year from \$14.8 billion in FY10 to \$15 billion in FY11.

- Motor vehicle revenue had a positive variance of \$952,691. The variance was primarily attributed to more revenue realized in this line item than expected.
- Intergovernmental revenue had a negative variance of \$506,600. The variance was attributed to no intergovernmental revenue recognized in the general fund in FY11.
- Investment income revenue had a positive variance of \$5,666,332. The increase was in part attributed to a conservative budget estimate made by the County Treasurer as part of the biennial budget process. It can also be attributed to additional revenue to invest as a result of increased property tax revenue in FY11. Even though the economy was sluggish in FY11, the County was able to exceed its budgeted estimate as a result of excellent investment management performed by the County Treasurer and an investment committee which oversees investment strategy monthly.
- Miscellaneous revenue had a negative variance of \$824,643. The decrease was attributed to less than expected revenue related to general revenue and non-grant revenue reimbursements.
- General government risk management expenditures had a positive variance of \$2,309,977. The variance was primarily attributed to lower than expected multi-line insurance premiums of \$1,493,883, and less than expected expenditures for Law Enforcement Officer Liability claims in the amount of \$790,904.
- General government information technology expenditures had a positive variance of \$826,493 which was primarily attributed to less than expected expenditures for information technology related projects, for salary and wages, and for data processing equipment maintenance and repair.
- General government general county expenditures had a positive variance of \$21,317,186. The variance was primarily attributed to less than expected expenditures for contingencies of \$11,135,955 and less than expected expenditures for salary contingency of \$2,809,189. Also, there were less than expected expenditures for contractual services and for rental building and land of \$1,925,154 and \$1,581,399 respectively. In addition, there were less than expected expenditures of \$1,479,038 million for items using prior year carry over funding and less than expected expenditures for city mandates of \$634,810.
- General government economic development expenditures had a positive variance of \$1,684,768. The variance was primarily attributed to budget established of \$1,223,704 for the equipment rent and repayment to the New Mexico State Economic Development Department for the Noribachi Group, LLC project that never materialized. In addition, there were less than expected expenditures of \$483,204 for contractual services.
- General government clerk expenditures had a positive variance of \$1,060,215 which was primarily attributed to less than expected expenditures for contractual services and poll workers of \$663,992 and \$219,193 respectively. The remaining variance balance pertained to minor adjustments in various other operating categories which had a positive variance effect.

- Public works general county expenditures had a positive variance of \$ 3,793,852. The variance was attributed to budget established in this category as a holding bucket and transferred as needed to other line items within the public works category for public works projects.
- Public Safety metropolitan detention center (MDC) expenditures had a positive variance of \$6,741,256. A significant portion of the variance was attributed to less than expected expenditures of \$1,839,751 for law enforcement deductibles, less than expected expenditures of \$1,259,617 for out of county resident care, and less than expected expenditures of \$1,272,785 for indirect cost-non grant. In addition, there were less than expected expenditures for food service laundry commissary and case management of \$883,822 and \$623,832 respectively. The remaining variance balance pertained to minor adjustments in various other operating categories which had a positive variance effect.
- Health and welfare metropolitan detention center expenditures had a positive variance of \$983,034. The variance was attributed to less than expected expenditures for professional services related to health care services for MDC inmates.
- Capital outlay expenditures had a positive variance of \$9,602,761. The variance was primarily attributed to budgeted expenditures of \$1,208,000 for equipment purchases related to the Noribachi project that never materialized, less than expected expenditures of \$1,356,813 for the Renovation of the 415 Tijeras Sheriff's Training Facility project, and less than expected expenditures of \$1,110,888 for the Cordero Mesa Trans Line & Pump Station project. In addition, the variance was attributed to less than expected expenditures of \$730,740 for the Re-roof of the MDC Facility, less than expected expenditures of \$526,838 for the Re-roof of the Voting Machine Warehouse, less than expected expenditures of \$485,835 for General Fleet Replacement, less than expected expenditures of \$443,874 for the Juvenile Justice Improvements, less than expected expenditures of \$360,000 for the Mobile Work Order Process, and less than expected expenditures of \$250,000 for Heavy Equipment Purchases. The remaining variance balance pertained to various other projects with less than expected expenditures than what was budgeted.
- Principal debt service expenditures had a positive variance of \$1,061,727. The variance was attributed to budgeted expenditures for loan payments that did not materialize.

Grants Fund. A budget to actual statement is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year.

Series 2008A Debt Service Fund. Series 2008A Debt Service Fund revenues exceeded budgetary estimates by \$6,951. There was no expenditure to budget variations for this fund. During the year the County incurred a deficiency of revenues over expenditures and other financing sources in the amount of \$545,667. Individual significant differences between the Series 2008A Debt Service Fund final budget and actual amounts are summarized as follows:

- Investment income revenue had a positive variance of \$6,951. The variance was primarily attributed to no budget established for this line item in this fund for FY11.

TRAN Debt Service Fund. There was no revenue to budget variations for this fund. TRAN Debt Service Fund expenditures were less than budgetary estimates by \$356,667 or by 39.6% thus

eliminating the need to draw upon existing fund balance. Individual significant differences between the TRAN Debt Service Fund final budget and actual amounts are summarized as follows:

- Interest debt service expenditures had a positive variance of \$356,667. The variance was attributed to less than expected expenditures for interest on TRAN debt service.

Construction Fund. A budget to actual statement is not presented for this fund as this is a life-to-date fund and the County does not adopt an annual operating budget during the current fiscal year.

Capital Asset and Debt Administration

Capital assets. The County's investment in capital assets for its governmental and business type activities as of June 30, 2011 amounts to \$576,191,475 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, construction in progress, and infrastructure. Each year the Board of County Commissioners updates the Capital Improvements Program (CIP) in order to plan both long and short range financing for the County's capital projects. The CIP process provides for the development and submittal of requests for the annual and six-year requests for the Capital Improvements Program. A wide range of public facilities and equipment is considered in the CIP. There are statutory requirements that provide for design, construction, major repair, reconstruction or replacement of facilities such as buildings, jails, courthouses, roadways, bridges, parks, and some heavy equipment. The County can use several types of funding for the CIP that includes General Obligation Bonds, Revenue Bonds, Special Assessment District Bonds, Federal grants and State grants and appropriations.

Citizen involvement is solicited to determine and prioritize the needs of the County by holding public meetings. The Board of County Commissioners holds periodic advertised meetings at various locations within each commission district to solicit public input and discuss the public's requests. Capital improvement projects selected by the Board and adopted in the CIP that are to be funded by general obligation bonds are placed on the ballot in the next general election. The general obligation bond schedule is based on a two-year cycle and issuance is currently limited to \$25,000,000 dollars by the Board of County Commissioners in order to maintain the same property tax rate. Other Capital improvement projects are included in the State of New Mexico Infrastructure Program for funding consideration. Major capital asset events during the current fiscal year included the following:

- Construction continued on the Eubank Boulevard Reconstruction project in FY11. The Eubank project phase I, between Paseo Del Norte to San Antonio Drive consists of widening the road to four lanes and improvements to level the grade of road to eliminate frequent flooding during the severe summer rains. The \$24 million project will take approximately one year to complete which will correct roadway deficiencies and improve road safety. It is scheduled for completion in August 2011.
- Construction continued on the James McGrane, Jr. Public Safety Complex. The complex is a 19,000 square foot facility, combining Sheriff, Fire, and Emergency Operations for Bernalillo County's East Mountain community. The facility will be equipped with a heliport and RV stations for up to six mobile command centers. The building is named in honor of Deputy James Francis McGrane, Jr., a Bernalillo County Sheriff's deputy who was shot and killed while making a traffic stop in the East Mountains on March 22, 2006. It is scheduled for completion in August 2011.

- Renovation continued on the Juvenile Justice Center facility which houses Children's Court. Moving walls and other obstructions will create more functional space and better utilize existing spaces. The whole interior of the building will be painted, old flooring will be replaced and new fixtures and improved lighting will be installed. Completion is tentatively scheduled for September 2011.
- Property on Wellesley Street NE was acquired to accommodate the Bernalillo County Health Office and La Familia Family Services. The property will accommodate the move of the County Health Office to this new facility and allow the non-profit La Familia Family Services a facility that better serves the varied service that they provide to children and their families. The project is currently in the design phase and construction completion is set for March 2012.
- The construction of the 5,000 square foot Fisher and Smith Gym addition commenced in September 2010. The project will add a life fitness room and a multi use exercise room to the existing Los Vecinos Community Center in the East Mountains. The life fitness room will allow for high and low impact aerobics as well as provide space for the East Mountain Charter School wrestling program and other appropriate activities through the community center programming. Completion is scheduled for August 2011.
- The South Valley Drinking Water Project Phase VI is a joint effort of Bernalillo County, the Albuquerque Bernalillo County Water Utility Authority (ABCWUA), the State of New Mexico through legislative funding and federal funding through our congressional delegation. The overall project is being designed and constructed by Bernalillo County, and when finished, will be owned, operated and maintained by the ABCWUA. Phase VI consists of water services for residents between Cherry Tree Lane/Della Road to Los Padillas Road and from Coors Blvd east to the Isleta Boulevard with few streets services east of Isleta. The project is in the design phase and the construction cost is estimated at \$7.5 million. It is expected to be completed in May 2012.
- The Sunset Gardens Road Reconstruction Project Phase I was completed in January 2011. The project consisted on improving roadway drainage from Atrisco Road to the Arenal Ditch. Improvements included the installation of a storm water drainage system and reconstruction of a two-lane roadway, including new curbs, gutters and sidewalks. The project provides improved conditions for the children attending Valle Vista Elementary School. The total cost of the project was \$3.2 million.
- In 2009, the County acquired the Southeast Heights Children's Care Facility property located on San Pablo SE. The project will provide improvements to the building which will accommodate a non-profit organization. The 7,500 square foot facility will be used to provide much needed support services to children and their families. The array of services provided will include: high quality parenting education, counseling, nutrition, domestic violence safety planning, financial literacy, comprehensive family case management, nutrition education, home visitation, service assessments, and crisis intervention. Completion is scheduled for September 2011.
- The Ambassador Edward Romero Park is a 4 acre site in the South Valley located near Rio Bravo and Second Street SW. The land was dedicated in 2003 by the developer of the Rio Bravo Commons subdivision to the County for a park. It took the County several years to accumulate enough funding for complete design and construction. Phase I construction was started and completed in 2008, while Phase II construction was started and will be completed in November 2011. Portions of the site will serve as a storm drainage facility, but is naturalized with

cottonwood and willow trees, cattails, and other water loving plants. Park features include picnic areas, walking trails, basketball and volleyball courts, open turf, playgrounds, native and xeric vegetation, and a climbing wall.

- The South Valley Gateway Park Phase I project was completed in the spring of 2011. It is a 4.3 acre site located at the southeast corner of Bridge Blvd & Isleta Blvd. in the south valley. The project consisted of an asphalt walking path, playground area, park lighting, amphitheater and concrete stage, retaining walls, picnic tables, benches, shelters and cooking grills, horseshoe pits, soccer ball area, landscaping and a gravel parking lot. The total value of construction for Phase I of the project was \$976,000.
- The Bachechi Open Space Park is a 27 acres site located on the southeast portion of the intersection of Alameda Boulevard and the Rio Grande River. The site will include an educational facility, a parks maintenance yard/building, and caretaker’s quarter. Numerous landscape features include a boardwalk across constructed wetlands, nature trails with interpretive signs, plantings for wildlife habitat, and wildlife viewing blinds. The \$5.5 million project is scheduled for completion in September 2011.

County of Bernalillo’s Capital Assets
(net of accumulated depreciation)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land	\$134,960,856	\$134,317,394	\$ 475,717	\$ 492,917	\$135,436,573	\$134,810,311
Buildings	175,807,067	179,766,861	2,888,209	3,328,649	178,695,276	183,095,510
Machinery and equipment	23,312,901	26,047,511	68,055	129,045	23,380,956	26,176,556
Land improvements	4,739,700	770,922	39,732	44,188	4,779,432	815,110
Infrastructure	168,053,907	171,954,336	-	-	168,053,907	171,954,336
Leasehold improvements	2,015,582	2,144,118	-	-	2,015,582	2,144,118
Construction in progress	61,395,074	46,399,137	-	-	61,395,074	46,399,137
Art	2,434,675	2,425,940	-	-	2,434,675	2,425,940
Total	<u>\$572,719,762</u>	<u>\$563,826,219</u>	<u>\$3,471,713</u>	<u>\$3,994,799</u>	<u>\$576,191,475</u>	<u>\$567,821,018</u>

Additional information on the County’s capital assets can be found in note IV-C. on pages 64-65 of this report.

Debt administration. The Bernalillo County Budget and Finance Division has analyzed the existing debt position of the County and has assessed the impact of future financing requirements on the County’s ability to service additional debt. Review and analysis of the County’s debt position is performed to provide a capital financing plan for infrastructure and other improvements. Long-term financing projections are linked with economic, demographic and financial resources expected to be available to repay the debt. Decisions regarding the use of debt are based upon a number of factors including, but not limited to, the long-term needs of the County and the amount of resources available to repay the debt. The debt policy is not expected to anticipate every future contingency in the County’s capital program or future operational needs. Sufficient flexibility is required to enable County management to respond to unforeseen circumstances or new opportunities, when appropriate.

The County will maintain direct tax supported debt at a manageable level that takes into account economic factors including population, assessed valuation, and other current and future tax-supported essential needs. The decision to issue bonds, by either competitive or negotiated sale, is based upon which alternative will provide the County with lower costs. The Board of County Commissioners

decides on an issue-by-issue basis which method of sale would be most appropriate. The County encourages the use of competitive sales for all issues unless circumstances dictate otherwise. Negotiated sales are considered if the sale is a complex financing structure. If a negotiated sale is anticipated, the Budget and Finance Division and County Bond Counsel establish a list of pre-qualified underwriters.

General Obligation Bonds. At the end of the current fiscal year, the County had total general obligation debt outstanding of \$97,835,000. The County has outstanding general obligation bonds for capital facilities including road improvements, storm drain improvements, library books, public safety improvements and park facility improvements. General obligation bonds are backed by the full faith and credit of the County government and are supported by ad valorem taxes. The tax rate depends upon debt service schedules and property valuation and is set by the New Mexico Department of Finance and Administration. In fiscal year 2011, this tax is approximately \$0.555 per \$1,000 of assessed taxable value in ad valorem taxes to support general obligation bonds, which constitute direct and general obligations of the County. These bonds have retirement dates ranging from June 1, 2019 through August 1, 2027. The ratio of net general obligation bonded debt to taxable valuation and the amount of bonded debt per capita are useful indicators of the County's debt position. The State's Constitution provides for a legal debt limit of four percent (4.0%) of taxable valuation. The ratio for the County is less than one percent (0.68%) of the \$14.4 billion taxable value of property within Bernalillo County, as of June 30, 2011. The County may currently issue up to an additional \$477.5 million of general obligation bonds. The net general bonded debt per capita is \$147.49. The lowest per capita amount in the last ten fiscal years was \$112.77 in fiscal year ended June 30, 2002. The County's ratings on uninsured general obligation bonds as of June 30, 2011 were:

- Moody's Investors Service, Inc. - Aaa
- Standard & Poor's Rating Service - AAA
- Fitch Agency – AAA

Revenue Bonds. At the end of the current fiscal year, the County had total revenue bond debt outstanding of \$155,120,000. The County has eight outstanding revenue bonds: the 1996B series, the 1997 series, the 1998 refunding series, the 2002 series, the 2005 partial refunding series, the 2009A series, the 2010A series, and the 2010B refunding series. These bonds are payable from net pledged gross receipt tax revenues. Although the bonds are general obligations of the County, the County intends to pay the bonds solely from the net pledged revenues. The pledged revenue coverage of gross receipts tax revenues to debt service requirements is 1.43. The lowest pledged revenue coverage in the last nine fiscal years was 2.19 in fiscal year 2002. These bonds have retirement dates ranging from August 1, 2011 through June 15, 2029. The County's ratings on gross receipt tax revenue bonds as of June 30, 2011 were:

- Moody's Investors Service, Inc. – Aa2
- Standard & Poor's Rating Service – AAA
- Fitch Agency – AA+

General Obligation and Revenue Bonds Outstanding

	Governmental Activities	
	2011	2010
General obligation bonds	\$ 97,835,000	\$105,675,000
Revenue bonds	155,120,000	208,955,000
Total	<u>\$ 252,955,000</u>	<u>\$ 314,630,000</u>

As presented above, the County's total outstanding bond debt decreased by \$61,675,000 during the current fiscal year. Additional information on the County's long-term debt can be found in note IV.F on pages 67-70 of this report and in the statistical section of this report.

Economic Factors and Next Year's Budgets and Rates

The County's Board of Commissioners and Manager considered many factors when setting the fiscal year 2012 budget. The County's operating budgeted appropriations were increased approximately 2.5 percent from FY11 levels based on these factors. According to forecasts by the University of New Mexico's Bureau of Business and Economic Research, the outlook for the New Mexico economy is glum. The recovery from the recession has been revised downward from the last forecast which is reflective of the diminished pace of the recovery of the national economy. The forecast is slow growth and then accelerating very slowly to its peak in 2015 and 2016. Employment is expected to grow by an average of 0.4 percent in the third and fourth quarters of 2011, resulting in a 0.6 percent increase for the year. In 2012, employment growth will remain sluggish or grow by just 0.9 percent. New Mexico personal income growth will rise by about 4 percent for the second half of 2011 and fall to only 3.3 percent and 3.1 percent in 2012 and 2013. The unemployment rate has declined from a February 2011 rate of 8.7 percent to a rate of 6.6 percent in September 2011. Rather than a result of job creation, the decline in the state's unemployment rate is due mainly to the removal of many of those once recorded as unemployed from the labor force rolls.

The outlook for the Albuquerque MSA economy remains slightly negative or flat for the remainder of 2011 and slightly positive in 2012. Employment growth will remain steady at 1.2 to 1.5 percent and will roughly equal the rate of growth for the state. Total employment in Albuquerque will not reach the 2007 peak until late 2016. Personal income growth in the metro region will only be 3.1 and 3.2 percent for 2012 and 2013 and will gain momentum only in 2014. The unemployment rate in August 2010 was 8.9 and has declined to a seasonally adjusted rate of 7 percent in August 2010 due to the contraction in the area's civilian labor force.

The Albuquerque MSA economy lost 2,630 (net) jobs during the second quarter of 2011. It is the eleventh consecutive quarter of job losses in Albuquerque going back to the fourth quarter of 2008. The loss of jobs is largely concentrated in the construction sector. On a net basis, losses in the construction sector accounted for all job losses with all other sectors balancing to zero. The construction sector in Albuquerque has suffered job losses for eighteen consecutive quarters. The Government sector in Albuquerque is also gloomy. Cuts in federal jobs are already evident and cuts will occur in the local and state sectors in the Albuquerque MSA area. Albuquerque Public Schools have cut 400 jobs through attrition. The opening of UNM hospital in Rio Rancho in 2012 will be partially staffed by employees relocated from the main hospital in Albuquerque. Therefore, the

Sandoval Regional Medical Center will gradually add no more than 250 new employees through 2014. In summary, the outlook for total government employment in Albuquerque is for cuts until mid-2012 and a gradual recovery with annual employment growth below 0.5 percent.

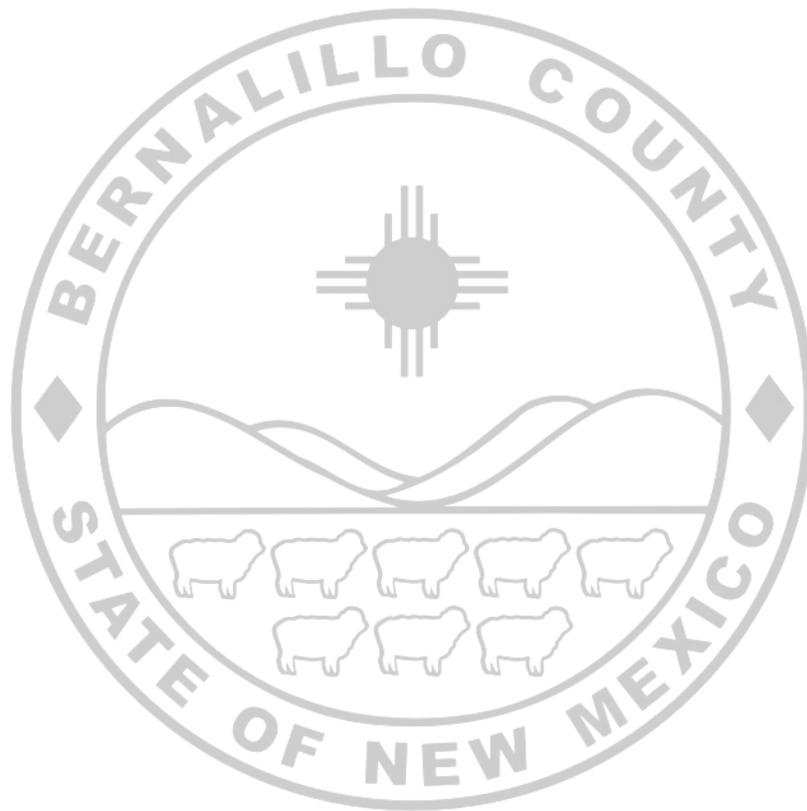
The weakness of Albuquerque's housing market goes a long way in accounting for the weakness in the construction sector. In the second quarter of 2011, only 260 permits for single-family housing units were issued and permits for multifamily family housing have been non-existent. Longer-term contracts for residential construction were down 25.7 percent and non-residential construction contracts were flat on a year-over-year basis. In addition, contracts for construction other than buildings have fallen by \$5.3 million from the year before. The forecast is continued decline in the construction industry. The construction sector is expected to continue to lose jobs for the remainder of 2011 and throughout 2012 and turn positive in 2013. Growth will be slow but will gain strength in 2014. The construction of 250 homes in Mesa de Sol offers promise to this struggling sector.

Employment in the professional and business services has been bad over the past two and a half years, although the second quarter of 2011 data indicates that it has stabilized. The sector is expected to recover many of the recently lost jobs with employment growth of 2 percent in 2012 and growth of approximately 3 percent by 2015.

In summary, the recovery of the Albuquerque MSA economy has lagged behind the slow growth of the state economy due to the ongoing problem with the construction sector. Recovery will be slow, with job growth remaining below 1 percent in 2012 and gradually growing faster in 2013.

Request for Information

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Interim Deputy County Manager for Budget and Finance, One Civic Plaza, NW – 10th Floor, Albuquerque, New Mexico 87102.



COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF NET ASSETS
JUNE 30, 2011

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 305,907,686	\$ 3,986,631	\$ 309,894,317
Accounts receivable, net	40,582,182	1,821,184	42,403,366
Accrued interest receivable	2,811,270	-	2,811,270
Note receivable	201,381	-	201,381
Due from grantor	5,267,213	-	5,267,213
Internal balances	1,454,063	(1,454,063)	-
Inventory	721,449	11,820	733,269
Held for sale	-	373,000	373,000
Prepaid assets	1,931,757	-	1,931,757
Deferred charges	1,000,210	-	1,000,210
Cash-restricted	11,747,530	-	11,747,530
Capital assets held for sale	-	-	-
Investment in joint venture	633,000	-	633,000
Capital assets not being depreciated:			
Land	134,960,856	475,717	135,436,573
Art	2,434,675	-	2,434,675
Construction in progress	61,395,074	-	61,395,074
Capital assets (net of accumulated depreciation):			
Building	175,807,067	2,888,209	178,695,276
Land improvements	4,739,700	39,732	4,779,432
Machinery and equipment	23,312,901	68,055	23,380,956
Infrastructure	168,053,907	-	168,053,907
Leasehold improvements	2,015,582	-	2,015,582
Total assets	<u>944,977,503</u>	<u>8,210,285</u>	<u>953,187,788</u>
LIABILITIES			
Accounts payable	24,006,506	976,745	24,983,251
Interest payable	3,291,899	-	3,291,899
Tax anticipation note payable	20,000,000	-	20,000,000
Accrued payroll	5,680,016	60,197	5,740,213
Unearned revenue	11,072,870	1,222,445	12,295,315
Due to grantor	-	377,338	377,338
Deposits held in trust for others	-	13,183	13,183
Noncurrent liabilities:			
Due within one year	20,826,252	47,572	20,873,824
Due in more than one year	262,956,140	679,499	263,635,639
Total liabilities	<u>347,833,683</u>	<u>3,376,979</u>	<u>351,210,662</u>
NET ASSETS			
Invested in capital assets, net of related debt	344,670,560	3,238,600	347,909,160
Restricted for:			
Public safety	6,758,177	-	6,758,177
Culture and recreation	5,647	-	5,647
Health and welfare	23,296,906	-	23,296,906
Debt service	5,395,015	-	5,395,015
Capital projects	22,870,215	-	22,870,215
General government	11,876,018	-	11,876,018
Reserve requirement	67,669,164	-	67,669,164
Unrestricted	114,602,118	1,594,706	116,196,824
Total net assets	<u>\$ 597,143,820</u>	<u>\$ 4,833,306</u>	<u>\$ 601,977,126</u>

The notes to the financial statements are an integral part of this statement.



**BERNALILLO COUNTY, NEW MEXICO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 69,096,613	\$ 9,435,442	\$ -	3,316,133	\$ (56,345,038)		\$ (56,345,038)
Public works	43,729,571	2,010,807	463,860	9,549,331	(31,705,573)		(31,705,573)
Public safety	145,727,403	12,936,840	11,174,899	511,563	(121,104,101)		(121,104,101)
Culture and recreation	13,347,421	926,712	602,955	2,981,532	(8,836,222)		(8,836,222)
Health and welfare	41,952,311	101,650	13,216,902	-	(28,633,759)		(28,633,759)
Interest on long-term debt	12,420,667	-	-	-	(12,420,667)		(12,420,667)
Total governmental activities	<u>326,273,986</u>	<u>25,411,451</u>	<u>25,458,616</u>	<u>16,358,559</u>	<u>(259,045,360)</u>		<u>(259,045,360)</u>
Business-type activities:							
Solid waste	4,684,002	4,709,898	176,000	-	-	201,896	201,896
Housing Authority	1,480,157	558,653	972,399	-	-	50,895	50,895
Seybold Village Handicapped Project	341,593	41,742	-	-	-	(299,851)	(299,851)
Regional Juvenile Detention Center	1,079,558	1,062,222	-	-	-	(17,336)	(17,336)
El Centro Familiar	397,701	141,547	160,175	-	-	(95,979)	(95,979)
Total business-type activities	<u>7,983,011</u>	<u>6,514,062</u>	<u>1,308,574</u>	<u>-</u>	<u>-</u>	<u>(160,375)</u>	<u>(160,375)</u>
Total primary government	<u>\$ 334,256,997</u>	<u>\$ 31,925,513</u>	<u>\$ 26,767,190</u>	<u>\$ 16,358,559</u>	<u>(259,045,360)</u>	<u>(160,375)</u>	<u>(259,205,735)</u>
General revenues:							
Property taxes					122,275,071	-	122,275,071
Gross receipts taxes					113,354,187	-	113,354,187
Motor vehicle taxes					3,694,000	-	3,694,000
Gas taxes					1,719,921	-	1,719,921
Investment income					2,244,107	6,456	2,250,563
Miscellaneous					10,539,678	550,162	11,089,840
Capital contributions					-	5,849	5,849
Total general revenue					<u>253,826,964</u>	<u>562,467</u>	<u>254,389,431</u>
Change in net assets					<u>(5,218,396)</u>	<u>402,092</u>	<u>(4,816,304)</u>
Net assets - beginning					<u>602,362,216</u>	<u>4,431,214</u>	<u>606,793,430</u>
Net assets - ending					<u>\$ 597,143,820</u>	<u>\$ 4,833,306</u>	<u>\$ 601,977,126</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2011

	General	Grants Fund	Series 2008A Debt Service	TRAN Debt Service	Construction Fund	Other Governmental Funds	Total Governmental Funds
ASSETS							
Cash and investments	\$ 184,354,233	\$ 41,412	\$ 184,613	\$ 20,413,696	\$ 41,796,237	\$ 57,471,926	\$ 304,262,117
Accounts receivable, net	30,574,766	-	-	-	3,635,963	6,371,453	40,582,182
Accrued interest receivable	2,524,617	-	1,163	-	54,552	230,938	2,811,270
Note receivable	201,381	-	-	-	-	-	201,381
Due from other funds	10,629	-	-	-	-	173,240	183,869
Due from grantor	-	5,267,213	-	-	-	-	5,267,213
Inventory	710,067	-	-	-	-	11,382	721,449
Advances to other funds	1,497,000	-	-	-	-	1,590,000	3,087,000
Cash - restricted	-	-	-	-	-	11,747,530	11,747,530
Total assets	<u>\$ 219,872,693</u>	<u>\$ 5,308,625</u>	<u>\$ 185,776</u>	<u>\$ 20,413,696</u>	<u>\$ 45,486,752</u>	<u>\$ 77,596,469</u>	<u>\$ 368,864,011</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ 14,947,028	\$ 1,103,911	\$ -	\$ -	\$ 2,075,597	\$ 5,291,087	\$ 23,417,623
TRAN payable	-	-	-	20,000,000	-	-	20,000,000
Accrued payroll	5,395,809	150,574	-	-	-	133,633	5,680,016
Deferred revenue	12,055,525	2,557,140	-	-	3,750,000	1,359,180	19,721,845
Due to other funds	544,763	-	-	-	-	319,806	864,569
Advances from other funds	-	1,497,000	-	-	-	-	1,497,000
Total liabilities	<u>32,943,125</u>	<u>5,308,625</u>	<u>-</u>	<u>20,000,000</u>	<u>5,825,597</u>	<u>7,103,706</u>	<u>71,181,053</u>
Fund balances:							
Nonspendable	2,408,448	-	-	-	-	13,348,912	15,757,360
Restricted	68,801,270	-	185,776	413,696	10,857,273	51,805,550	132,063,565
Committed	1,189,430	-	-	-	-	-	1,189,430
Assigned	80,444,554	-	-	-	28,803,882	5,372,155	114,620,591
Unassigned	34,085,866	-	-	-	-	(33,854)	34,052,012
Total fund balances	<u>186,929,568</u>	<u>-</u>	<u>185,776</u>	<u>413,696</u>	<u>39,661,155</u>	<u>70,492,763</u>	<u>297,682,958</u>
Total liabilities and fund balances	<u>\$ 219,872,693</u>	<u>\$ 5,308,625</u>	<u>\$ 185,776</u>	<u>\$ 20,413,696</u>	<u>\$ 45,486,752</u>	<u>\$ 77,596,469</u>	<u>\$ 368,864,011</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF BERNALILLO, NEW MEXICO
RECONCILIATION OF THE BALANCE SHEET GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2011**

Amounts reported for governmental activities in the statement of net assets are different because:

Total fund balance governmental funds (page 35)	\$ 297,682,958
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	572,719,762
Investments in joint ventures are not reported in the Governmental funds.	633,000
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	1,000,210
Internal service funds are used by management to charge the cost of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets.	1,601,449
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(283,782,392)
Accrued Interest Payable	(3,291,899)
Recognition of property tax revenue (less allowance for uncollectible accounts) on full accrual basis. Governmental funds recognize property tax revenue on the modified accrual basis.	10,580,732
Net assets governmental activities. (page 33)	<u><u>\$ 597,143,820</u></u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended June 30, 2011

	General	Grants Fund	Series 2008A Debt Service	TRAN Debt Service	Construction Fund	Other Governmental Funds	Total Governmental Funds
REVENUES							
Taxes:							
Property	\$ 113,048,059	\$ -	\$ -	\$ -	\$ -	\$ 9,318,331	\$ 122,366,390
Sales	89,669,675	-	-	-	-	23,684,512	113,354,187
Motor vehicle	3,694,000	-	-	-	-	-	3,694,000
Gas	1,719,921	-	-	-	-	-	1,719,921
Intergovernmental	-	26,685,800	-	-	241,033	15,096,762	42,023,595
Licenses and permits	2,899,215	-	-	-	-	1,287	2,900,502
Fees for services	5,517,427	-	-	-	-	16,993,522	22,510,949
Investment income	926,989	-	4,756	-	381,916	930,446	2,244,107
Miscellaneous	6,410,656	-	-	-	-	2,722,122	9,132,778
Total revenues	<u>223,885,942</u>	<u>26,685,800</u>	<u>4,756</u>	<u>-</u>	<u>622,949</u>	<u>68,746,982</u>	<u>319,946,429</u>
EXPENDITURES							
Current:							
General government	57,328,331	-	-	-	447,794	3,693,278	61,469,403
Public works	26,297,229	585,198	-	-	450,264	386,311	27,719,002
Public safety	111,288,851	9,875,307	-	-	56,657	14,082,328	135,303,143
Health and welfare	9,025,245	30,812	-	-	-	30,839,659	39,895,716
Culture and recreation	9,372,783	1,012,498	-	-	40,933	97,181	10,523,395
Capital outlay	5,884,536	7,688,857	-	-	15,030,074	6,872,380	35,475,847
Capital outlay-other entities	190,613	7,493,128	-	-	1,815,186	747,828	10,246,755
Debt service:							
Principal	-	-	42,200,000	-	-	19,475,000	61,675,000
Interest	-	-	844,000	543,333	-	12,114,307	13,501,640
Total expenditures	<u>219,387,588</u>	<u>26,685,800</u>	<u>43,044,000</u>	<u>543,333</u>	<u>17,840,908</u>	<u>88,308,272</u>	<u>395,809,901</u>
Excess (deficiency) of revenues over expenditures	<u>4,498,354</u>	<u>-</u>	<u>(43,039,244)</u>	<u>(543,333)</u>	<u>(17,217,959)</u>	<u>(19,561,290)</u>	<u>(75,863,472)</u>
Other financing sources (uses)							
Transfers in	15,085	-	42,491,382	843,333	41,579	21,596,640	64,988,019
Transfers out	(12,969,742)	(15,085)	-	-	(46,947,632)	(5,055,560)	(64,988,019)
Sale of capital assets	157,720	-	-	-	17,679	-	175,399
Total other financing sources (uses)	<u>(12,796,937)</u>	<u>(15,085)</u>	<u>42,491,382</u>	<u>843,333</u>	<u>(46,888,374)</u>	<u>16,541,080</u>	<u>175,399</u>
Net changes in fund balances	<u>(8,298,583)</u>	<u>(15,085)</u>	<u>(547,862)</u>	<u>300,000</u>	<u>(64,106,333)</u>	<u>(3,020,210)</u>	<u>(75,688,073)</u>
Fund balance - beginning	194,118,410	15,085	733,638	113,696	103,767,488	74,622,714	373,371,031
Change in fund balance structure	1,109,741	-	-	-	-	(1,109,741)	-
Fund balance - beginning as restated	<u>195,228,151</u>	<u>15,085</u>	<u>733,638</u>	<u>113,696</u>	<u>103,767,488</u>	<u>73,512,973</u>	<u>373,371,031</u>
Fund balance - ending	<u>\$ 186,929,568</u>	<u>\$ -</u>	<u>\$ 185,776</u>	<u>\$ 413,696</u>	<u>\$ 39,661,155</u>	<u>\$ 70,492,763</u>	<u>\$ 297,682,958</u>

The notes to financial statements are an integral part of this statement.

**COUNTY OF BERNALILLO, NEW MEXICO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2011**

Amounts reported for governmental activities in the statement of activities are different because:

Net changes in fund balances total governmental funds (page 37)	\$ (75,688,073)
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	9,426,540
The net effect of sale of capital assets is to increase net assets. In the statement of activities, only the gain on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increases financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of capital assets sold.	(532,997)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(91,319)
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	61,675,000
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(7,547)
Change in net assets of governmental activities (page 34)	<u><u>\$ (5,218,396)</u></u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
 STATEMENT OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP Budgetary Basis)
 GENERAL FUND
 For the Year Ended June 30, 2011

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes:				
Property	\$ 107,799,545	\$ 107,799,545	\$ 112,818,749	\$ 5,019,204
Sales	86,155,539	86,155,539	89,939,959	3,784,420
Motor vehicle	2,700,614	2,700,614	3,653,305	952,691
Cigarette	3,445	3,445	702	(2,743)
Gas	1,700,000	1,700,000	1,761,868	61,868
Intergovernmental	506,600	506,600	-	(506,600)
Licenses and permits	3,167,330	3,184,830	2,899,216	(285,614)
Fees for services	5,832,369	5,832,369	5,514,303	(318,066)
Investment income	3,785,500	3,785,500	9,451,832	5,666,332
Miscellaneous	3,397,063	6,355,617	5,530,974	(824,643)
Total revenues	<u>215,048,005</u>	<u>218,024,059</u>	<u>231,570,908</u>	<u>13,546,849</u>
Other Financing Sources:				
Transfers in	-	15,085	15,085	-
Premium	-	677,704	-	(677,704)
Sale of assets	100,000	100,000	157,720	57,720
Total other financing sources	<u>100,000</u>	<u>792,789</u>	<u>172,805</u>	<u>(619,984)</u>
Total revenues and other financing sources	<u>215,148,005</u>	<u>218,816,848</u>	<u>231,743,713</u>	<u>12,926,865</u>
Prior year cash balance budgeted	<u>58,564,556</u>	<u>61,130,839</u>		
Total budget	<u>273,712,562</u>	<u>279,947,687</u>		
EXPENDITURES				
Current:				
General government:				
County commission	568,949	614,816	592,637	22,179
County manager	1,338,000	1,784,356	1,777,347	7,009
Legal	2,145,932	2,367,010	2,228,001	139,008
Public information	804,579	871,979	937,543	(65,564)
Assessor	3,194,531	3,125,894	3,053,229	72,665
Treasurer	2,436,562	2,388,997	2,217,790	171,207
Accounting	1,191,116	1,243,449	1,263,401	(19,952)
Risk management	6,396,037	6,206,633	3,896,656	2,309,977
Budget	2,147,876	2,355,665	2,386,671	(31,006)
Human resources	2,734,686	3,036,786	3,043,935	(7,149)
Information technology	9,180,951	9,691,362	8,864,869	826,493
Purchasing	1,241,764	1,248,374	1,231,695	16,679
General county	45,122,231	33,358,578	12,041,392	21,317,186
Solid waste	331,130	659,312	643,628	15,684
Economic development	332,828	2,376,462	691,694	1,684,768
Zoning, building and environmental health	3,543,443	3,586,403	3,462,189	124,214
Clerk	7,195,482	6,720,759	5,660,544	1,060,215
Probate	170,216	179,238	176,286	2,952
Capital improvements	637,417	566,305	584,279	(17,974)
Total general government	<u>90,713,730</u>	<u>82,382,378</u>	<u>54,753,786</u>	<u>27,628,591</u>

COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL (NON-GAAP Budgetary Basis)
GENERAL FUND
For the Year Ended June 30, 2011

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Public works:				
General county	-	3,793,852	-	3,793,852
Division support	2,203,093	2,005,406	1,931,094	74,312
Fleet-facilities management	13,954,214	14,391,797	14,165,278	226,519
Operations and maintenance	4,122,961	4,115,622	4,252,996	(137,374)
Technical services	2,726,324	2,767,723	2,890,211	(122,488)
Planning and geo resources	2,859,509	2,681,189	2,866,703	(185,514)
Parks and recreation	218,572	184,535	236,706	(52,171)
Total public works	26,084,673	29,940,124	26,342,988	3,597,136
Public safety:				
Information technology	1,328,578	1,328,578	1,014,926	313,652
General county	71,399	143,133	61,074	82,059
Fire and rescue	15,250,442	15,745,729	16,480,368	(734,639)
Office of emergency management	320,582	251,929	228,557	23,372
Metropolitan detention center	64,168,024	56,739,357	49,998,101	6,741,256
Animal care	1,103,960	1,086,569	1,024,394	62,175
Communications department	3,179,841	3,197,359	3,261,027	(63,668)
Sheriff	31,010,849	31,679,690	31,733,857	(54,167)
Youth services	7,006,696	6,965,912	7,083,974	(118,062)
Total public safety	123,440,371	117,138,256	110,886,278	6,251,978
Health and welfare:				
General County	43,397	110,532	35,691	74,841
Solid waste	219,863	268,382	222,346	46,036
Metropolitan detention center	-	5,857,970	4,874,936	983,034
Social services	1,465,390	1,288,292	1,066,060	222,232
Zoning, building and environmental health	1,743,644	1,731,674	1,551,923	179,751
Parks and recreation	15,000	15,000	15,000	-
Housing	619,969	824,889	699,094	125,795
Total health and welfare	4,107,263	10,096,739	8,465,050	1,631,689
Culture and recreation:				
General County	-	363,000	30,486	332,514
Social services	-	176,474	170,552	5,922
Economic development	-	98,603	45,211	53,392
Parks and recreation	9,159,621	9,579,326	8,985,917	593,409
Total culture and recreation	9,159,621	10,217,403	9,232,166	985,237
Capital outlay	8,880,160	15,577,369	5,974,608	9,602,761
Capital outlay other	-	-	190,613	(190,613)
Principal	1,061,727	1,061,727	-	1,061,727
Issue cost	150,000	388,244	-	388,244
Total expenditures	263,597,545	266,802,240	215,845,489	50,956,750
Other financing uses				
Transfers out	10,115,017	13,145,447	12,969,742	175,705
Total expenditures and other financing uses	\$ 273,712,562	\$ 279,947,687	\$ 228,815,231	\$ 51,132,455
Excess of revenues and other financing sources over expenditures and other financing uses			\$ 2,928,482	

The notes to the financial statements are an integral part of this statement

COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2011

	Business-type Activities	Governmental
	Enterprise Funds	Activities-
	Total	Internal
	Nonmajor	Service Funds
ASSETS		
Current assets:		
Cash and investments	\$ 3,986,631	\$ 1,645,569
Accounts receivable, net	1,821,184	-
Due from other funds	614,990	544,763
Inventory	11,820	-
Held for sale	373,000	-
Prepaid assets	-	1,931,757
	<u>6,807,625</u>	<u>4,122,089</u>
Total current assets		
Noncurrent assets:		
Capital assets:		
Land	475,717	-
Land improvements	44,559	-
Buildings	6,378,365	-
Equipment, machinery, and furniture	1,899,429	-
Less accumulated depreciation	<u>(5,326,357)</u>	<u>-</u>
Total noncurrent assets	<u>3,471,713</u>	<u>-</u>
Total assets	<u>10,279,338</u>	<u>4,122,089</u>
LIABILITIES		
Current liabilities:		
Accounts payable and other current liabilities	976,745	588,883
Compensated absences	44,457	-
Accrued payroll	60,197	-
Due to other funds	479,053	-
Due to grantor	377,338	-
Unearned revenue	1,222,445	1,931,757
Current portion of note payable	<u>3,115</u>	<u>-</u>
Total current liabilities	<u>3,163,350</u>	<u>2,520,640</u>
Noncurrent liabilities:		
Compensated absences	449,501	-
Deposits held in trust for others	13,183	-
Advance from other funds	1,590,000	-
Note payable	<u>229,998</u>	<u>-</u>
Total noncurrent liabilities	<u>2,282,682</u>	<u>-</u>
Total liabilities	<u>5,446,032</u>	<u>2,520,640</u>
NET ASSETS		
Invested in capital assets, net of related debt	3,238,600	-
Unrestricted	<u>1,594,706</u>	<u>1,601,449</u>
Total net assets	<u>\$ 4,833,306</u>	<u>\$ 1,601,449</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For the Year Ended June 30, 2011

	Business-type Activities	Governmental
	Enterprise Funds	Activities-
	Total	Internal
	Nonmajor	Service Funds
Operating revenues:		
Administrative and service fees	\$ 6,314,580	\$ 6,336,230
Rental income:		
Tenants	199,482	-
Other income	590,943	-
Total operating revenues	<u>7,105,005</u>	<u>6,336,230</u>
Operating expenses:		
Salaries and wages	2,012,147	-
Contractual services	4,953,484	6,336,230
Materials and supplies	123,981	-
Other services and charges	360,500	-
Miscellaneous expense	61,398	-
Depreciation	471,501	-
Total operating expenses	<u>7,983,011</u>	<u>6,336,230</u>
Operating income (loss)	<u>(878,006)</u>	<u>-</u>
Non-operating revenues (expenses):		
Interest income	6,456	-
Interest expense	(22,176)	-
Loss on sale of capital assets	(20,091)	-
Gain on sale of capital assets	1,486	-
Grants - subsidies	336,175	-
Other government grant subsidies	972,399	-
Total nonoperating revenue	<u>1,274,249</u>	<u>-</u>
Income (loss) before contributions	396,243	-
Capital contributions - capital assets	<u>5,849</u>	<u>-</u>
Total capital contributions(advances)	5,849	-
Change in net assets	402,092	-
Total net assets - beginning	4,431,214	1,601,449
Total net assets - ending	<u>\$ 4,833,306</u>	<u>\$ 1,601,449</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended June 30, 2011

	Business-type Activities	Governmental
	Enterprise Funds	Activities-
	Total	Internal
	Nonmajor	Service Funds
Cash flows from operating activities:		
Receipts from administration and service fees	\$ 6,359,913	\$ 6,377,706
Receipts from rents	326,398	-
Receipts from other funds for goods and services	1,733,888	-
Payments to employees for services	(1,531,327)	-
Payments to vendors for goods and services	(6,040,860)	(6,351,264)
Payments to other funds for goods and services	(2,300,921)	-
Miscellaneous cash received	449,932	-
Net cash provided (used) by operating activities	<u>(1,002,977)</u>	<u>26,442</u>
Cash flows from noncapital financing activities:		
Operating grants/subsidies received	1,308,574	-
Contributions to other funds	(60,000)	-
Net cash provided by noncapital financing activities	<u>1,248,574</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Mortgage proceeds	-	-
Mortgage paid	(110,188)	-
Interest paid on bonds and mortgages	(22,175)	-
Disposal of capital assets	51,304	-
Acquisition of capital assets	(12,475)	-
Net cash provided (used) by capital and related financing activities	<u>(93,534)</u>	<u>-</u>
Cash flows from investing activities:		
Interest received on investments	6,456	-
Net increase in cash and cash equivalents	158,519	26,442
Cash and cash equivalents, beginning of year	3,828,112	1,619,127
Cash and cash equivalents, end of year	<u>\$ 3,986,631</u>	<u>\$ 1,645,569</u>
Reconciliation of operating loss to net cash flows used by operating activities:		
Operating income (loss)	\$ (878,006)	\$ -
Adjustments to reconcile operating income to net cash flows:		
Depreciation expense	471,501	-
(Increase) decrease in:		
Accounts receivable	(689,567)	-
Allowance for uncollectable accounts	744,120	-
Inventory	(5,573)	-
Due from other funds	1,493,640	(213,466)
Prepaid expenses	-	(254,942)
Increase (decrease) in:		
Deferred revenue	(22,822)	254,942
Accounts payable	70,261	239,908
Due to other funds	(2,218,616)	-
Deposits held in trust	(3,955)	-
Tenants payable	1,104	-
Accrued compensated absences	34,936	-
Net cash flows provided (used) by operating activities	<u>\$ (1,002,977)</u>	<u>\$ 26,442</u>
Noncash investing, capital, and financing activities:		
Held for sale received	\$ 373,000	-
Due to grantor	(373,000)	-
Held for sale disposed	(228,000)	-
Delivered to grantor	228,000	-
Vehicle transfer from governmental activities	5,849	-
Vehicle transfer to governmental activities	(13,807)	-

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
June 30, 2011

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 18,902,051
Receivables, net:	
Property taxes	42,646,006
Other	<u>3,835,461</u>
Total assets	<u><u>\$ 65,383,518</u></u>
LIABILITIES	
Deposits held in trust for others	\$ 19,093,404
Other	2,659
Future collectable taxes	<u>46,287,455</u>
Total liabilities	<u><u>\$ 65,383,518</u></u>

The notes to the financial statements are an integral part of this statement.



**COUNTY OF BERNALILLO, NEW MEXICO
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**COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011**

I. Summary of significant accounting policies

The financial statements of the County of Bernalillo (County) have been prepared in conformity with generally accepted accounting principles as applied to governmental entities. The significant governmental accounting policies are described below.

A. Reporting entity

The County was established by the laws of the Territory of New Mexico of 1876, under the provisions of the act now referred to as Section 4-1-1 of the New Mexico Statutes Annotated, 1978 Compilation. The County operates under the commission-manager form of government and provides the following services as authorized in the grant of powers: public safety (sheriff, fire, emergency medical, etc.), highways and streets, sanitation, health and social services, low rent housing assistance, culture-recreation, public improvements, planning and zoning, and general administration services.

The County's basic financial statements include all activities and accounts of the County's "financial reporting entity."

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body, and either it is able to impose its will on that organization, or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens, on the primary government. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has the ability to impose its will on an organization if it can significantly influence the programs, projects, activities, or level of services performed or provided by the organization. A financial benefit or burden relationship exists if the primary government (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization. There are no agencies, organizations or activities meeting any of the above criteria that are excluded from the County's reporting entity.

COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

Some organizations are included as component units because of their fiscal dependency on the primary government if they are unable to adopt a budget, levy taxes or set rates or charges, or issue bonded debt without approval by the primary government.

There are no component units during the fiscal year ended June 30, 2011.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of inter-fund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Fiduciary fund financial statements are reported using the accrual basis of accounting and have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available*

COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

when they are collectible within the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures, generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is made.

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

The County reports the following major governmental funds:

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

The *Grants fund* accounts for various federal, state and other grant funding resources to be used for specific purposes agreed to between the County and the funding sources as enumerated in the grant agreement/contract.

The *Series 2008A Debt Service* accounts for the accumulation of resources and payment of a specific revenue bond principal and interest from pledged County gross receipts tax revenues.

The *TRAN Debt Service fund* accounts for the accumulation of resources and payment of tax revenue anticipation notes principal and interest from County resources.

The *Construction fund* accounts for financial resources to be used for the acquisition or construction of major capital facilities.

Additionally, the government reports the following fund types:

Internal service funds account for operations that provide services to other departments or agencies of the County on a cost-reimbursement basis. The County's internal service fund is the Risk Management fund, which is used to account for its risk management activities.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of

COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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

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

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and/or delivering goods in connection with proprietary fund's principal ongoing operations. Approximately 89% of the operating revenues of the County's five proprietary funds consist of user and administrative fees.

The modified accrual basis of accounting is followed by the governmental fund types for financial statement purposes. Under the modified accrual basis of accounting, revenues and other governmental fund financial resource increments are recognized in the accounting period in which they become measurable and available to pay liabilities of the current period (amounts collected within 60 days after year end).

Those revenues susceptible to accrual are property taxes, gross receipts taxes, investment income and charges for services. Grant revenues are recognized as revenues when the related costs are incurred. All other revenues are recognized when they are received and are not susceptible to accrual, because they are usually not measurable until payment is actually received. Expenditures are recorded as liabilities when they are incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

The accrual basis of accounting is utilized by proprietary fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

The County reports unearned revenue on its combined balance sheet. Unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received

COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

by the County before it has legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods when both revenue recognition criteria methods are met or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

When both restricted and unrestricted (committed, assigned, or unassigned) amounts are available for use, it is the County's policy to consider restricted amounts be reduced first. When an expenditure is incurred for purposes for which amounts in any unrestricted fund balance classification could be used, it shall be the policy of the County that committed amounts would be used first, followed by assigned amounts and then unassigned amounts.

D. Assets, liabilities, and net assets or equity

1. Deposits and investments

The County's cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Investments in the County's cash are stated at fair value using quoted market prices for financial statement purposes. Interest income, realized gains and losses on investment transactions, and amortization of premiums/discounts on investment purchases are included for financial statement purposes as investment income and are allocated to participating funds based on the specific identification of the source of funds for a given investment.

State Statute Sections 6-10-44 and 6-10-10(f), NMSA 1978, as amended, authorize the County Treasurer to invest in United States Treasury certificates, United States Treasury bonds or negotiable securities of the United States, bonds or negotiable securities of the State of New Mexico or of any county, municipality, or school district and yield maintenance repurchase agreements with the advice and consent of the County Board of Finance. The Treasurer's investment procedures must be consistent with Bernalillo County Investment Policy.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year that are expected to be paid back within the year are referred to as "due to/from other funds." Lending/borrowing arrangements not expected to be paid back within the year are referred to as "advances to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as "internal balances."

COUNTY OF BERNALILLO, NEW MEXICO
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Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All property tax receivables are shown net of an allowance for uncollectibles. The property tax receivable allowance is equal to .07% of outstanding property taxes at June 30, 2011.

The County is responsible for assessing, collecting and distributing property taxes for other governmental entities and its own operational and debt service purposes. Property taxes are assessed on November 1 of each year based on the assessed value on the prior January 1 and are payable in two equal installments by November 10 of the year in which the tax bill is prepared and by April 10 of the following year. Property taxes are delinquent if not paid by December 10 and May 10. Taxes on real property are a lien from January 1 of the year for which the taxes are imposed. Collections and remittance of County property taxes are accounted for in the County Treasurer Agency Funds. The billings are considered past due 60 days after the respective tax billing date, at which time the applicable property is subject to lien, and penalties and interest are assessed.

3. Inventories

The inventories in the general fund consist of warehouse items, supplies, fuel, vehicle parts, and fluids. Inventories in the fire district fund consist of office and janitorial supplies and some general miscellaneous items. Inventories are recorded using the average cost method. The costs of inventories in governmental fund types are recorded as expenditures when purchased; therefore, the inventory amount is not available for appropriation.

4. Capital assets

Capital assets, which include property, plant, equipment, software, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$1,000 and estimated useful life in excess of one year and after July 1, 2005 an individual cost of \$5,000. Purchased or constructed assets are recorded at historical cost or estimated cost. Donated capital assets are recorded as estimated fair market value at the date of the 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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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

<u>Assets</u>	<u>Years</u>
Infrastructure	10-80
Buildings and other improvements	15-40
Machinery and equipment	5-10

5. *Restricted assets*

Certain resources are set aside for repayment of General Obligation and Special Revenue Bonds, and are classified as restricted assets on the balance sheet because they are maintained in separate bank accounts and their use is limited to the applicable bond covenants.

6. *Compensated absences*

County employees may accumulate limited amounts of vacation pay which are payable to the employee upon termination or retirement. Also, At will employees can accumulate unlimited vacation pay. For governmental funds, expenditures are recognized during the period in which vacation costs become payable from available, expendable resources. A liability for these amounts is reported in governmental funds only if they matured, for example, as a result of employee resignations and retirements. A liability for amounts earned but not payable from available, expendable resources is reported in the government-wide financial statements. For proprietary funds, vacation costs are recognized as a liability when earned.

County employees may accumulate limited amounts of sick leave. For governmental funds, expenditures are recognized during the period in which sick leave costs become payable from available, expendable resources. For proprietary funds, sick leave costs are recognized when vested or taken, whichever occurs first.

7. *Long-term obligations*

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Net assets

The government-wide and business-type activities fund financial statements utilize a net assets presentation. Net assets are categorized as follows:

Investment in capital assets, net of related debt – This category reflects the portion of net assets that are associated with capital assets less outstanding capital asset related debt.

Restricted net assets – This category reflects the portion of net assets that have third party limitations on their use.

Unrestricted net assets – This category reflects net assets of the County, not restricted for any project or other purpose.

9. Fund balance classification

In the governmental fund financial statements, fund balance is reported in five classifications.

Nonspendable – This classification includes amounts that cannot be spent because they are either (a) not in spendable form; for example inventories, prepaid amounts, long-term amount of loans and notes receivable or (b) legally or contractually required to be maintained intact; for example debt service reserves.

Restricted - This classification includes amounts that are restricted to a specific purpose. Fund balances are restricted when constraints placed on the use of resources are either: (a) Externally imposed by creditors (such as debt covenants), grantors, contributors, or laws or regulations of other governments; (b) Enabling legislation, as the term is used authorizes the County to assess, levy, charge or otherwise mandate payment of resources and includes a *legally enforceable* requirement that those resources be used only for the specific purposes stipulated in the legislation.

Committed - This classification includes amounts that can only be used for specific purposes to constraints imposed by formal action of the Board of County Commissioners, the County's highest level of decision-making authority. Those committed amounts cannot be used for any other purpose unless the Board of County Commissioners removes or changes the specific use by taking the same type of action (for example resolution, ordinance) it employed to previously commit those amounts.

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Assigned – This classification includes amounts that are constrained by the County’s *intent* to be used for specific purposes, but are neither restricted nor committed and should be reported as assigned fund balance. The Board of County Commissioners has delegated the authority to assign amounts to be used for specific purposes to the County Manager and the Deputy County Manager for Finance.

Unassigned – This classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund should be the only fund that reports a positive unassigned fund balance amount.

It is the County’s policy at the end of the fiscal year, that the County will maintain spendable, unassigned portions of the General Fund balance for cash flow equal to two months of the prior year General Fund operating expenditures. In addition to cash flows needs this accommodates emergency contingency concerns.

10. Cash flows

For purposes of the Statement of Cash Flows, the various enterprise funds consider all highly liquid assets (excluding restricted assets) with maturity of three months or less when purchased to be cash equivalents.

11. Bond premiums/issuance costs

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

12. Presentation

Certain reclassifications of prior year information have been made to conform to new GASB requirements.

13. Use of estimates

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

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II. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government –wide statement of net assets

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

Bonds payable	
GO Bonds	\$ (97,835,000)
Revenue Bonds	(155,120,000)
Deferred amounts –Premium, Discounts, and Refunding	(3,757,929)
Compensated absences	<u>(27,069,463)</u>
Net adjustment to reduce fund balance – total governmental funds	
To arrive at net assets – governmental activities	<u>\$ (283,782,392)</u>

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

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

Capital outlay	\$ 35,475,847
Capital outlay – Internal labor Included in operating expenses	1,159,167
Donated assets	1,558,078
Depreciation expense	<u>(28,766,552)</u>
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of	
Governmental activities	<u>\$ 9,426,540</u>

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

Principal repayments:	
General obligation bonds	\$ 7,840,000
Revenue bonds	53,835,000
Net adjustment to decrease net changes in fund balances –	
Total governmental funds to arrive at changes in net assets	
of governmental activities	<u>\$ 61,675,000</u>

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this difference are as follows:

Compensated absences	\$ (830,796)
Accrued interest	564,194
Amortization of premium	516,779
Amortization of deferred charge on refunding	(64,946)
Amortization of bond discounts	(40,091)
Amortization of issuance cost	<u>(152,687)</u>
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of	
Governmental activities	<u>\$ (7,547)</u>

Another element of that reconciliation states that “Some revenues in the statement of activities do not provide current financial resources and are not reported as revenues in the funds.” The details of this difference are as follows:

Property taxes receivable – current year	\$ 10,580,732
Property taxes receivable – prior year	<u>(10,672,051)</u>
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of	
Governmental activities	<u>\$ (91,319)</u>

**COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
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III. Stewardship, compliance and accountability

A. Budgetary information

Actual amounts on the budgetary basis financial statements are prepared on the cash basis of accounting which recognizes revenues when received and expenditures when paid. Annual budgets are adopted for the general, internal service, most special revenue, debt service funds, and some proprietary funds. The proprietary funds, and the following governmental funds did not adopt annual operating budgets during the current fiscal year:

Special Revenue:

Grants
Section 8 Housing – Vouchers
Sheriff’s Investigative Fund

Debt Service:

Series 1996B Reserve
Series 1997 Reserve
Refunding Series 1998 Reserve

All Capital Projects Funds

Proprietary Funds

Bernalillo County Housing Authority
Seybold Village Handicapped Project
El Centro Familiar

Budget amounts for Capital Projects Funds and certain Special Revenue Funds are individual project budgets authorized by the County Commission for the entire length of the project. The County Manager has administrative authority to make line item changes within a specific capital project without County Commission approval if the total change does not exceed 10 percent of the original budget. Once the County Commission has approved grant applications for projects, the County Manager is authorized to expend any funds awarded as a result of the grant application.

The County Manager is responsible for preparing the budget from requests submitted by division directors. The appropriated budget is prepared by line item within object class, program, department and fund; revenues expected to be available are estimated to provide for balanced budgeting. The comprehensive budget package is brought before the County Commissioners for approval by resolution. The proposed budget is then submitted by June 1 to the New Mexico Department of Finance and Administration Local Government Division (DFA) for approval. DFA certifies a pending budget by July 1 with final certification of the budget by the first Monday of September. The expenditure section of the budget, once adopted, is legally binding. Based on the final certified budget submitted, DFA certifies the allowable tax rates for property taxes in September.

Transfers of appropriations within a fund may be made with cognizant Deputy County Manager or elected official approval. Increases or decreases in the budget of a fund or transfers of appropriations between funds must be presented to the County Commission for

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approval by resolution and must subsequently have DFA approval. Amendments made to the original budget are included in the budgetary comparison statements of this report, which reflect actual to budget.

Budgets and amendments to the budgets for all funds are adopted in a legally permissible manner. The legal level of budgetary control is the fund level. Expenditures may not legally exceed budgeted appropriations at the fund level except for the Emergency Medical Services and Fire District funds, whose legal level of budgetary authority is at the program or district level. All outstanding encumbrances must be rebudgeted in the next year's budget. During the year, several supplementary appropriations were necessary.

Budgetary compliance – non GAAP financial statements

The County prepares its annual budget on a non-GAAP basis of accounting as described above. A reconciliation of the general fund center non-GAAP statement to the GAAP statement is as follows:

	General Fund
Net change in fund balance – GAAP basis	\$ (8,283,476)
Remove additional funds	(15,122)
Net change in fund balance – GAAP basis	(8,298,598)
(Increase) decrease in assets:	
Accounts receivable	269,113
Due from other funds	23,941
Accrued interest	8,524,842
Increase (decrease) in liabilities:	
Accounts payable	1,725,412
Deferred revenue	(229,310)
Accrued payroll	913,082
Net changes in fund balance – Budget to actual	\$ 2,928,482
Additional funds added to the General Fund	(105,601)
Net changes in fund balance	<u>\$ 2,822,881</u>

B. Deficit fund equity

There is an assigned deficit fund balance in the Department of Substance Abuse Fund of \$33,854. The County expects FY12 operating revenue in addition to a subsidy from the general fund will be sufficient to cover the deficit. There is an unrestricted deficit balance of \$960,355 in the El Centro Familiar Fund. The County expects that the pay down in the “advance from other funds” and a FY12 subsidy from the general fund will be sufficient to cover the deficit.

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IV. Detailed notes on all funds

A. Cash and investments

As of June 30, 2011, the County had the following investments.

Investment Type	Fair Value	Weighted Maturity Average (Months)
Federal Farm Credit Agency	\$ 38,800,500	15.31
Federal Home Loan Bank	92,892,110	57.58
Federal Mortgage Acceptance Corp.	43,332,170	23.30
Federal National Mortgage Assoc.	87,191,573	57.68
Repurchase Agreements	16,681,279	8.90
Certificate of Deposits	14,000,000	0.50
Sandoval County Revenue Bond	4,400,000	0.20
Total fair value	<u>\$ 297,297,632</u>	
Portfolio weighted average maturity		2.97

Interest Rate Risk. The County's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. The County's investments shall be in accordance with State Law, 6-10-10, and 6-10-10.1 NMSA 1978 in that credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Investments are made as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital, and, in general, avoid speculative investments. The County invests in securities issued by the U.S. government or its agencies, money market funds consisting of U.S. government and/or U.S. government-sponsored agency securities, repurchase agreements, and municipal GRT Revenue Bonds.

As of June 30, 2011, the County's investments in U.S. Agencies with the Federal Farm Credit Agency, the Federal Home Loan Bank, the Federal Mortgage Acceptance Corporation, and the Federal National Mortgage Association were all rated AAA by Moody's Investors Service and AAA by Standard & Poor's.

Concentration of Credit Risk. The County's investment policy places no limit on the amount the County may invest in any one issuer. 4.7% of the County's investments are in Certificates of Deposit with the County's local banks with maturities ranging from 23 days to 1 year. The County's investments in U.S agencies total 31.2% with the Federal Home Loan Bank, 29.3% with the Federal National Mortgage Association, 14.6% with the Federal Mortgage Acceptance Corporation, 13.1% with the Federal Farm Credit Agency, 5.6% is invested in Repurchase Agreements, and the remainder of 1.5% is invested in a Sandoval County Revenue Bond. Of the total investments of \$297,297,635, 18.2% is invested with the Bank of Albuquerque, 17.8% is

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invested with USB Financial, 16.4 % is invested with Jefferies & Co., 10.2 % is invested with LF Financial, LLC, and 9.3% is invested with Raymond James & Assoc., Inc.

Custodial Credit Risk. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investments or collateral securities that are in the possession of another party. GASB Statement No. 40 requires that the following disclosure be made in respect to custodial credit risks relating to deposits and investments: \$14,000,000 of Bernalillo County's deposits with financial institutions were held in collateralized accounts. All Customer Deposit Accounts met or exceeded the state collateralized requirements.

As of June 30, 2011, \$3,932,572 of the County's deposits was exposed to collateral risk. \$3,932,572 with New Mexico Bank and Trust was uninsured. All other balances are not exposed to any custodial risk. They are fully collateralized and the collateral is held in the County's name. The County's investments in U.S. Agencies carry the explicit guarantee of the U.S. Government. All are fully collateralized and the collateral is held in the County's name.

Additionally, as of June 30, 2011 those deposits along with the County's Federal Agency Securities were held by the safekeeping department of the Wells Fargo Trust. On September 30, 2010, KPMG LLP issued an unqualified opinion for the SAS 70 requirement of Wells Fargo Trust Operations.

A reconciliation of cash and investments for the County follows:

Bank accounts	\$	43,244,731
Petty cash on hand		1,535
Carrying amount of investments		<u>297,297,632</u>
Total cash and investments	\$	<u><u>340,543,898</u></u>

Statement of Net Assets

Primary Government		
Cash and investments:	\$	309,894,317
Cash-restricted		11,747,530
Statement of Fiduciary Net Assets		<u>18,902,051</u>
Total cash, investment	\$	<u><u>340,543,898</u></u>

The County is required to obtain from each bank that is a depository for public funds pledged collateral in an aggregate amount equal to one half of the public money in each account (section 6-10-17 NMSA 1978). Some deposits are collateralized at higher levels based on the State of New Mexico Treasurer's office risk assessment as required by 2.60.4.9 NMAC. The pledged collateral is stated at market value as of June 30, 2011.

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B. Receivables

Receivables	General		Non major		Total	
	Fund	Fund	Funds	Funds	Funds	Funds
Property taxes	\$ 11,540,153	\$ -	\$ 1,187,410	\$ -	\$ 12,727,563	\$ -
Gross Receipts Taxes	18,007,352	-	4,506,473	-	22,513,825	-
Gasoline Taxes	305,736	-	-	-	305,736	-
Motor Vehicle Tax	109,365	-	-	-	109,365	-
Cigarette Tax	-	-	-	-	-	-
Transportation Fees	224,802	-	-	-	224,802	-
Special Assessments	83,431	-	-	-	83,431	-
Intergovernmental	582,200	-	-	-	582,200	-
Due from other governments	307,961	3,635,963	847,943	-	4,791,867	-
Other	250,476	-	-	-	250,476	-
Gross Receivables	31,411,476	3,635,963	6,541,826	-	41,589,265	-
Less: Allowance for uncollectibles	(836,710)	-	(170,373)	-	(1,007,083)	-
Net Total Receivables	\$ 30,574,766	\$ 3,635,963	\$ 6,371,453	\$ -	\$ 40,582,182	\$ -

	Enterprise		Agency	
	Funds	Funds	Funds	Funds
Property Taxes	\$ -	\$ -	\$ 45,190,003	\$ -
Solid Waste Fees	6,893,967	-	-	-
Special Assessments	-	-	143,719	-
Due from other governments	306,710	-	-	-
Other	-	-	3,691,742	-
Gross Receivables	7,200,677	-	49,025,464	-
Less: Allowance for uncollectibles	(5,379,493)	-	(2,543,997)	-
Net Total Receivables	\$ 1,821,184	\$ -	\$ 46,481,467	\$ -

The County maintains a receivable balance in the Solid Waste fund that consists of balances that are not expected to be collected within one year and which are deemed uncollectable. These balances, despite their unlikely collectability, are not extinguishable pursuant to Article IV, Section 32 of the New Mexico Constitution.

Note receivable

On April 27, 2004 the County Commission approved a \$200,000 loan to the Mid-Region Council of Governments (MRCOG) for renovations at the office building at 809 Copper Avenue NW which is owned by the County and leased to MRCOG under a lease purchase

COUNTY OF BERNALILLO, NEW MEXICO
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agreement. The money will be repaid over 15 years with interest at 3.9% and principal payments of \$1,470. The balance of this note was \$129,438 at June 30, 2011. The second note balance for \$71,944 with the Duran family is due in 30 years, with an interest rate of 6%. The total note receivable for June 30, 2011 is \$201,382.

C. Capital assets

Capital asset activity for the year was as follows:

	Balance June 30, 2010	Increases	Decreases	Transfers	Balance June 30, 2011
Governmental activities					
Capital assets, not being depreciated:					
Land	\$ 134,317,394	\$ 647,352	\$ (3,890)	\$ -	\$ 134,960,856
Construction in progress	46,399,137	35,377,901	(20,381,964)	-	61,395,074
Art	2,425,940	8,735	-	-	2,434,675
Total capital assets, not being					
Depreciated	183,142,471	36,033,988	(20,385,854)	-	198,790,605
Capital assets, being depreciated:					
Buildings	286,175,846	7,647,906	-	(5,647)	293,818,105
Land improvements	847,459	4,187,492	-	2,030	5,036,981
Machinery and equipment	74,749,269	4,658,987	(3,274,735)	11,575	76,145,096
Infrastructure	278,059,437	6,046,683	-	-	284,106,120
Leasehold improvements	3,213,396	-	-	-	3,213,396
Total capital assets being					
Depreciated	643,045,407	22,541,068	(3,274,735)	7,958	662,319,698
Less Accumulated depreciation for:					
Buildings	(106,408,985)	(11,602,147)	-	94	(118,011,038)
Land improvements	(76,537)	(218,714)	-	(2,030)	(297,281)
Machinery and equipment	(48,701,758)	(6,870,043)	2,751,477	(11,871)	(52,832,195)
Infrastructure	(106,105,101)	(9,947,112)	-	-	(116,052,213)
Leasehold improvements	(1,069,278)	(128,536)	-	-	(1,197,814)
Total accumulated depreciation	(262,361,659)	(28,766,552)	2,751,477	(13,807)	(288,390,541)
Total capital assets, being depreciated, net	380,683,748	(6,225,484)	(523,258)	(5,849)	373,929,157
Governmental activities capital assets, net	\$ 563,826,219	\$ 29,808,504	\$ (20,909,112)	\$ (5,849)	\$ 572,719,762

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	Balance June 30, 2010	Increases	Decreases	Transfers	Balance June 30, 2011
Business-type activities					
Capital assets, not being depreciated:					
Land	\$ 492,917	\$ -	\$ (17,200)	\$ -	\$ 475,717
Total capital assets, not being depreciated	492,917	-	(17,200)	-	475,717
Capital assets, being depreciated:					
Land improvements	44,559	-	-	-	44,559
Buildings	6,456,190	12,475	(90,300)	-	6,378,365
Machinery and equipment	1,899,151	22,085	(8,000)	(7,958)	1,899,429
Total capital assets being depreciated	8,399,900	34,560	(98,300)	(7,958)	8,322,353
Less accumulated depreciation for:					
Land improvements	(371)	(4,456)	-	-	(4,827)
Buildings	(3,127,541)	(383,970)	21,355	-	(3,490,156)
Machinery and equipment	(1,770,106)	(83,075)	8,000	13,807	(1,831,374)
Total accumulated depreciation	(4,898,018)	(471,501)	29,355	13,807	(5,326,357)
Total capital assets, being depreciated, net	3,501,882	(436,941)	(68,945)	5,849	2,995,996
Business-type activities capital assets, net	\$ 3,994,799	\$ (436,941)	\$ (86,145)	\$ 5,849	\$ 3,471,713

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

Governmental activities:	
General government	\$ 4,519,153
Public safety	10,113,916
Culture and recreation	1,427,494
Public works	10,729,445
Health and welfare	1,976,544
Total depreciation expense-governmental activities	<u>\$ 28,766,552</u>
Business-type activities:	
Solid waste	\$ 92,872
Housing Authority	60,418
Seybold Village	219,369
El Centro Familiar	98,842
Total depreciation expense-business-type activities	<u>\$ 471,501</u>

**COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011**

D. Interfund receivables, payables, and transfers

The composition of interfund balances as of June 30, 2011, is as follows:

	Due To:			
	General Fund	Nonmajor Governmental Funds	Enterprise Funds	Total
Due From:				
General fund	\$ -	\$ 3,390	\$ 7,239	\$ 10,629
Internal Service	544,763	-	-	544,763
Nonmajor Funds	-	-	173,240	173,240
Enterprise Funds	-	316,416	298,574	614,990
Total	<u>\$ 544,763</u>	<u>\$ 319,806</u>	<u>\$ 479,053</u>	<u>\$ 1,343,622</u>

The outstanding balances between funds result mainly from the time lag between the dates that 1.) interfund goods and services are provided or reimbursable expenditures occur, 2.) transactions are recorded in the accounting system, and 3.) payments between funds are made. These balances, also include advances made to internal service funds that the general fund expects to collect in subsequent year.

Advances. For the purpose of financing cost-reimbursement grants, the general fund advanced the grants fund \$1,497,000 which is outstanding at June 30, 2011. The 2010B Debt Service Fund advanced the Housing Authority \$1,650,000 in FY10 which has an outstanding balance of \$1,590,000 at June 30, 2011.

During the year, the County makes various transfers of monies to fund debt service payments, capital projects, and to reimburse the General fund for cost incurred on behalf of other funds. Interfund transfers for the year ended June 30, 2011 were as follows:

	Transfer out:				
	General Fund	Grants	Construction Fund	Nonmajor Governmental Funds	Total
Transfer in:					
General fund	\$ -	\$ 15,085	\$ -	\$ -	\$ 15,085
Series 2008A Debt Service	-	-	42,491,382	-	42,491,382
TRAN Debt Service	843,333	-	-	-	843,333
Construction fund	41,579	-	-	-	41,579
Nonmajor fund	12,084,830	-	4,456,250	5,055,560	21,596,640
Total	<u>\$ 12,969,742</u>	<u>\$ 15,085</u>	<u>\$ 46,947,632</u>	<u>\$ 5,055,560</u>	<u>\$ 64,988,019</u>

COUNTY OF BERNALILLO, NEW MEXICO
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E. Leases

Operating Leases

During the fiscal year ended June 30, 2011, the County leased equipment, and office space under operating leases. The County's expenditures on those leases for the fiscal year ended June 30, 2011, were \$1,072,025. The County's future minimum rental commitments, accounted for as operating leases at June 30, 2011, are as follows:

	Amount
2012	\$ 117,759
2013	3,000
2014	3,000
Total	<u>\$ 123,759</u>

The County shares building expense on One Civic Plaza (City/County Building) on a year-to-year basis. A joint City/County annual operating budget for the building is established one month prior to the commencement of the fiscal year. During the year, the County, as lessor, leased various office spaces at a cost of approximately \$6.63 million and a carrying amount of \$2.4 million under operating leases. Rental revenue was \$1,939,082 and depreciation expense on those assets was \$242,820.

F. Long-term debt

Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2011, was as follows:

	Balance			Balance	Amounts
	June 30, 2010	Additions	Deletions	June 30, 2011	Due within
					One Year
Governmental Activities:					
Bonds:					
G.O. bonds	\$ 105,675,000	\$ -	\$ (7,840,000)	\$ 97,835,000	\$ 6,255,000
Revenue bonds	208,955,000	-	(53,835,000)	155,120,000	12,135,000
Deferred amounts:					
Bond premiums	5,524,851	-	(516,779)	5,008,072	-
Bond discounts	(575,828)	-	40,091	(535,737)	-
Refunding	(779,352)	-	64,946	(714,406)	-
Total bonds	<u>318,799,671</u>	<u>-</u>	<u>(62,086,742)</u>	<u>256,712,929</u>	<u>18,390,000</u>
Other liabilities:					
Compensated absences	26,238,667	13,690,009	(12,859,213)	27,069,463	2,436,252
Governmental activity					
Long-term liabilities	<u>\$ 345,038,338</u>	<u>\$ 13,690,009</u>	<u>\$ (74,945,955)</u>	<u>\$ 283,782,392</u>	<u>\$ 20,826,252</u>

**COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011**

	Balance			Amounts	
	June 30, 2010	Additions	Deletions	Balance	Due within
				June 30, 2011	One Year
Business-type Activities:					
Compensated absences	\$ 459,022	265,688	(230,752)	493,958	\$ 44,457
Note payable	343,300	-	(110,187)	233,113	3,115
Business-type activity					
Long-term liabilities	\$ 802,322	\$ 265,688	\$ (340,939)	\$ 727,071	\$ 47,572

Compensated absences for governmental activities are generally liquidated by the general fund.

General Obligation (GO) Bonds are direct obligations of the County for which its full faith and credit are pledged and are payable from taxes levied on property located within the County. The County issues GO bonds to provide funds for the acquisition and construction of major capital facilities, and purchase of library books. Debt related to non-capital library books is \$3,509,409 and debt related to unspent proceeds is \$13,406,788. The GO bonds outstanding as of June 30, 2011 are comprised of the following issues:

Issue	Amount	Interest Rate	Final Maturity
Series 1997	\$ 5,310,000	4.75%	December 1, 2017
Series 1999	10,650,000	4.50%	August 1, 2019
Series 2001	260,000	4.10%	October 1, 2021
Series 2003	7,300,000	3.7%-4.65%	June 15, 2023
Series 2004	3,029,000	4.00%-4.40%	October 15, 2021
Series 2005	5,850,000	3.75%-4.00%	February 1, 2020
Series 2005A	5,001,000	4.00%-5.00%	February 1, 2025
Series 2006	8,575,000	4.00%-4.25%	February 1, 2027
Series 2007	10,400,000	5.00%	August 1, 2027
Series 2007A	8,400,000	4.00%-4.35%	August 1, 2027
Series 2009	7,950,000	2.50%-4.50%	June 1, 2019
Series 2009A	10,250,000	1.20%-3.60%	December 1, 2020
Partial Refunding Series 2010	14,860,000	2.00%-4.00%	February 1, 2022
Total	\$ 97,835,000		

**COUNTY OF BERNALILLO, NEW MEXICO
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The annual debt service requirement to maturity for general obligation bonds is as follows:

Year Ending June 30,	Governmental Activities	
	Principal	Interest
2012	\$ 6,255,000	\$ 3,844,165
2013	6,575,000	3,637,559
2014	7,330,000	3,397,167
2015	7,620,000	3,126,524
2016	7,905,000	2,827,924
2017-2021	41,901,000	9,120,207
2022-2025	16,249,000	2,570,612
2027-2029	4,000,000	186,515
	<u>\$ 97,835,000</u>	<u>\$ 28,710,673</u>

The Gross Receipts Tax Revenue Bonds are limited obligations of the County, payable solely from gross receipts tax revenues. The gross receipts tax revenue bonds outstanding as of June 30, 2011 are comprised of the following issues:

Issue	Amount	Interest Rate	Final Maturity
Series 1996B	\$ 49,875,000	5.00%-5.70%	April 1, 2027
Series 1997	7,800,000	5.25%-5.75%	October 1, 2017
Refunding Series 1998	41,085,000	5.00%-5.25%	April 1, 2027
Series 2002	285,000	3.50%	November 15, 2011
Partial Refunding Series 2005	41,675,000	3.75%-5.25%	October 1, 2026
Series 2009A	4,750,000	3.00%	August 1, 2011
Series 2010A	8,060,000	2.00%-4.00%	June 15, 2019
Refunding Series 2010B	1,590,000	2.00%-4.125%	June 15, 2029
	<u>\$ 155,120,000</u>		

The annual debt service requirement to maturity for gross receipts tax revenue bonds is as follows:

Year Ending	Governmental Activities	
	Principal	Interest
2012	\$ 12,135,000	\$ 7,701,141
2013	7,315,000	7,311,029
2014	8,005,000	6,964,497
2015	7,730,000	6,594,960
2016	8,635,000	6,198,816
2017-2021	45,270,000	24,220,619
2022-2026	52,520,000	12,040,658
2027-2029	13,510,000	671,231
	<u>\$ 155,120,000</u>	<u>\$ 71,702,951</u>

COUNTY OF BERNALILLO, NEW MEXICO
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The Housing Authority fund notes payable consist of two mortgages totaling \$233,113. On July 22, 2011 one property was sold for \$113,873. Interest rates range from 7.18% to 7.25%.

The annual debt service requirement to maturity for the long-term note payable is as follows:

Year Ending	Business-type Activities	
	Principal	Interest
2012	\$ 3,115	\$ 16,657
2013	3,347	16,425
2014	3,595	16,177
2015	3,862	15,910
2016	4,149	15,623
2017-2021	25,345	71,867
2022-2026	36,054	61,159
2027-2031	51,287	45,925
2032-2036	74,430	24,430
2037-2038	27,929	1,627
	<u>\$ 233,113</u>	<u>\$ 285,800</u>

At June 30, 2011, the following general obligation bonds were authorized and unissued.

Approved by Voters on	Purpose	Authorized
November 2, 2010	Road Bonds	\$ 12,000,000
November 2, 2010	Storm Drain	6,400,000
November 2, 2010	Public Safety	500,000
November 2, 2010	Parks and Recreation	2,300,000
November 2, 2010	Library	1,500,000
November 2, 2010	Facility Improvement	2,300,000
Total		<u>\$ 25,000,000</u>

Prior Refunding. In prior years, the County defeased certain general obligation and gross receipts tax revenue bonds by placing cash in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At June 30, 2011, \$3,420,000 of general obligation bonds outstanding is considered defeased.

**COUNTY OF BERNALILLO, NEW MEXICO
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2011**

G. Short-term debt

Tax and Revenue Anticipation Notes

On August 4, 2010, and December 15, 2010 the County issued tax and revenue anticipation notes (TRANS) in the amount of \$30,000,000, and \$20,000,000 respectively. The County issues TRANS in advance of property tax collections, depositing the proceeds in its general fund. These notes are used to finance current expenditures pending receipt of tax payments in May and November.

Short-term debt activity for the year ended was as follows:

	Balance June 30, 2010	Additions	Deletions	Balance June 30, 2011
Governmental Activities:				
Bonds and notes payable:				
Tax anticipation notes	\$ -	\$ 50,000,000	\$ (30,000,000)	\$ 20,000,000

H. Special assessment bonds

The County, acting as the agent for the property owners, issued Special Assessment District Improvement Bonds to finance street and road improvements. The bonds are payable from and secured by a pledge of district special assessments. For redemption purposes, the bonds are numbered consecutively. All or any part of the bonds are subject to redemption in numerical order at the option of the County on any interest payment date prior to maturity, at a price equal to the principal amount thereof plus accrued interest to the redemption. The bonds bear interest from their issue date and are paid semiannually thereafter until paid. The bonds are not a debt of the County, and the County did not pledge its full faith and credit for payment of the bonds. The payment of the bonds is not secured by any encumbrance, mortgage, or other pledge of property of the County except for district special assessments. No property of the County, subject to foregoing exception, shall be liable to be forfeited or taken in payment of the bonds.

The activities relating to the collection of special assessments and the payments on special assessment bonds are included in the agency fund accounts.

**COUNTY OF BERNALILLO, NEW MEXICO
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The following is a summary of Special Assessment Bonds payable as of June 30, 2011:

Improvement Bonds	Interest Rate	Date Issued	Date Series Matures	Amount of Original Issue	Bonds Outstanding June 30, 2011
Comanche Griegos BC-83-1A	7.25%	12/03	12/15/23	\$1,390,000	\$240,000
Comanche Griegos BC-83-1B	6.25%	12/03	12/15/23	\$2,085,000	\$1,365,000

At June 30, 2011, the Second Street, East Mountain, Paradise Hills, South Valley, and Heatherland Hills special assessment bonds had been fully paid. The remaining potential assets were as follows:

Second Street BC-85-3	East Mountain BC-85-4	Paradise Hills BC-84-2	South Valley BC-84-1	Heatherland Hills BC-85-5
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Accounts receivable:

Billed, but uncollected	\$ 1,804	\$ 10,120	\$ 15,073	\$ 55,475	\$ 959
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In accordance with State Statute Section 4-55A-28, NMSA, 1978 Compilation, the Board of County Commissioners may transfer to the general fund money obtained from the levy of an assessment for an improvement district if:

1. Bonds or assignable certificates were issued to finance the improvement; and
2. The funds obtained by the bonds or assignable certificates were spent for the improvement; and
3. The assessments were levied and collected for the payment of the bonds or assignable certificates; and
4. Either the bondholders or assignable certificate holders are barred by the statute of limitations or a court judgment or decree from collecting the indebtedness; or
5. The bonded indebtedness or assignable certificates have been paid.

I. Conduit debt

The County has acted from time to time as the issuer of conduit bonds, the proceeds of which have been immediately loaned to a private borrower. The County will require a complete analysis by an independent consultant at the expense of any and all applicants. The County signed its rights with respect to such bonds to various trustees that monitor amounts due and

COUNTY OF BERNALILLO, NEW MEXICO
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payable by the borrower pursuant to a lease, loan or other agreement. Neither the County, the State of New Mexico, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

Industrial Revenue Bonds

In fiscal year 2011, the County issued one new Industrial Revenue Bond. As of June 30, 2011, there were eleven series of Industrial Revenue Bonds outstanding with an original issue amount cost of \$69,496,000. The remaining principal balance outstanding as of June 30, 2011 is \$36,519,982.

Multifamily Housing Revenue Bonds

From time to time, the County has issued Multifamily Housing Revenue Bonds to provide financial assistance to private sector entities for the acquisition, construction and rehabilitation of 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 the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County, the State of New Mexico, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2011, there were six series of project revenue bonds with an original issue amount of \$43,335,000. The remaining outstanding principal balance as of June 30, 2011 is \$40,691,138.

New Mexico Non-profit Corporation Project Revenue Bond

In fiscal year 2011 the County issued one new project revenue bond for the YMCA of New Mexico Project with an issue amount of \$6,385,449. The remaining principal balance as of June 30, 2011 is \$6,090,192.

J. Fund balance reservations

The New Mexico Department of Finance and Administration (DFA) requires that 3/12 of the FY12 budgeted expenditures in the general fund be restricted as subsequent-year expenditures to maintain an adequate cash flow until the next significant property tax collection. The DFA required reserve balance for FY11 is \$67,669,164. Another portion of the general fund balance is assigned for subsequent years' expenditures in the amount \$80,444,554 which includes \$53,037,298 assigned for unencumbered carryover, \$7,000,000 assigned for GO debt service reserve, \$5,000,000 assigned for land acquisition, \$3,000,000 assigned for economic development, \$4,353,275 assigned for encumbrances, \$3,795,797 assigned for infrastructure, and \$4,258,184 for buildings. In addition, \$34,085,866 is classified as unassigned to comply with the County's minimum fund balance policy of 2/12 of the prior year operating expenditures to be used for cash flow and emergency contingencies. The remainder of the general fund balance is classified as nonspendable, restricted, or committed for other expenditures.

COUNTY OF BERNALILLO, NEW MEXICO
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K. Fund balance purpose

The detail information for nonspendable, restricted, committed, assigned and unassigned fund balances are disclosed below:

	General	Series 2008A Debt Service	TRAN Debt Service	Construction Fund	Other Funds	Total Funds
Nonspendable						
Notes receivable	\$ 201,381	\$ -	\$ -	\$ -	\$ -	\$ 201,381
Advances to other funds	1,497,000	-	-	-	1,590,000	3,087,000
Inventory	710,067	-	-	-	11,484	721,551
Debt service - restricted	-	-	-	-	11,747,530	11,747,530
Restricted						
Reserve requirement	67,669,164	-	-	-	-	67,669,164
Grant match funds	1,132,106	-	-	-	-	1,132,106
Debt service	-	185,776	413,696	-	3,205,543	3,805,015
Public safety						
Bonds	-	-	-	4,121,583	-	4,121,583
Fire protection	-	-	-	-	387,885	387,885
Sheriffs	-	-	-	-	948,911	948,911
Law enforcement	-	-	-	-	47,738	47,738
2009 GRT Series	-	-	-	4,656,753	-	4,656,753
Healthcare	-	-	-	-	16,869,931	16,869,931
Environmental services	-	-	-	-	2,784,311	2,784,311
Infrastructure	-	-	-	-	4,714,392	4,714,392
Open space	-	-	-	-	7,298,550	7,298,550
Valuation	-	-	-	-	10,987,604	10,987,604
Housing services	-	-	-	-	3,642,664	3,642,664
Other purposes	-	-	-	2,078,937	29,771	2,108,708
Clerks - recording	-	-	-	-	888,148	888,148
Committed						
Fire expansion	1,189,430	-	-	-	-	1,189,430
Assigned						
Subsequent years expenditures	53,037,298	-	-	-	-	53,037,298
GO debt service reserve	7,000,000	-	-	-	-	7,000,000
Land acquisition	5,000,000	-	-	-	-	5,000,000
Economic development	3,000,000	-	-	-	-	3,000,000
Encumbrances	4,353,275	-	-	-	-	4,353,275
Infrastructure	3,795,797	-	-	-	-	3,795,797
Road	-	-	-	8,431,162	-	8,431,162
Storm drain	-	-	-	4,739,673	-	4,739,673
Water, wastewater projects	-	-	-	12,458,180	-	12,458,180
Buildings	4,258,184	-	-	-	5,372,155	9,630,339
Other purposes	-	-	-	3,174,867	-	3,174,867
Unassigned						
Minimum fund balance policy	34,085,866	-	-	-	-	34,085,866
Unassigned balance	-	-	-	-	(33,854)	(33,854)
	<u>\$ 186,929,568</u>	<u>\$ 185,776</u>	<u>\$ 413,696</u>	<u>\$ 39,661,155</u>	<u>\$ 70,492,763</u>	<u>\$ 297,682,958</u>

**COUNTY OF BERNALILLO, NEW MEXICO
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L. Significant Encumbrances

Encumbrances are no longer disclosed in the financials as required by GASB 54. Encumbrances which include construction and significant commitments for the fiscal year ended June 30, 2011 were \$16,014,734. Listed below are the significant encumbrances that were greater than \$300,000.

<u>Vendor</u>	<u>Purpose</u>	<u>Amount</u>
Longhorn Construction Inc.	Bachechi open space	\$ 1,014,705
City of Albuquerque	Crime lab, animals care, aging, radio maint.	372,951
DKG and Associates Inc.	Re-roof MDC	577,722
Radio Satellite Integrators	GPS units for vehicles	318,150
AIC General Contractors	SE Heights Children Facility	502,428
Bohannon Huston Inc.	Codero Mesa Trans Line & Pump Station	353,620
First American Insurance	Standford Health Clinic-Land/ROW	352,714
Franklin Earthmoving	Eubank Blvd	1,231,188
Albuquerque Asphalt	Various roads	1,205,778
Longhorn Construction	James McGrane Jr. Public Safety Center	893,732
New Mexico Underground	SV Drinking Water Project	1,779,636
Parsons Brinkerhoff Quade	Eubank Blvd	728,894
HDR Engineering Inc.	SV Drinking Water Project	408,253
Westwind Landscape Const.	NV Bike Park, various landscape projects	427,018
		<u>\$ 10,166,789</u>

M. Net assets restricted by enabling legislation

The government-wide statement of net assets reports \$137,871,142 of restricted net assets, of which \$19,386,587 is restricted by enabling legislation.

N. Financial data schedule reconciliation

The Section 8 Housing-Voucher Special Revenue Fund was presented in the Financial Data Schedule (FDS) in accordance with generally accepted accounting standards as applied to governmental funds. The net assets reconcile to the financial statements. The FDS equity balance was adjusted to include the effects of compensated absences that are not reflected in the governmental fund presentation as follows:

<u>Net Assets</u>	<u>Amount</u>
Net Assets - Housing Choice Vouchers 14.871	\$ 3,430,729
Compensated Absences	211,935
Fund balance - Section 8 Housing - Vouchers	<u>\$ 3,642,664</u>

COUNTY OF BERNALILLO, NEW MEXICO
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The Housing Authority Enterprise Fund was presented in two columns on the Financial Data Schedule (FDS) in accordance with generally accepted accounting standards as applied to enterprise funds. The net assets reconcile to the financial statements. The FDS equity balance was adjusted to include the effects of compensated absences that are reflected in the business-type activities enterprise fund presentation as follows:

<u>Net Assets</u>	<u>Amount</u>
Net Assets – Central Office	\$ 2,842,282
Net Assets – Home Rehabilitation	73,041
Net Assets – Housing Authority	<u>2,915,323</u>
Compensated Absences	(211,935)
Fund balance – Housing Authority	<u>\$ 2,703,388</u>

V. Other information

A. Risk management

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees, and natural disasters. The County joined with other county governments to form a Workers' Compensation Pool in July 1987 and joined a Multi-line Pool in January 1989 and the Law Enforcement Pool in 1995. These public entity risk pools operate as a common risk management and insurance program for workers' compensation, property and casualty, and law enforcement liability coverage. The County pays an annual premium to the pools for general insurance coverage.

The pools are authorized by joint powers agreements entered into by each county as a separate and independent governmental and legal entity pursuant to the provisions of NMSA 1978 Sections 11-1-1 et seq. The agreements for formation of the pools provide that the pools be self-sustaining through member premiums and reinsure through commercial companies for claims in excess of \$750,000 (workers' compensation), \$500,000 (multi-line), and \$500,000 (law enforcement), for each insured event. The insurance pools are funded entirely by member premiums and are administered by the New Mexico County Insurance Authority.

The Workers' Compensation Pool provides workers' compensation coverage for every County employee. There are 31 counties in this pool, which for the fiscal years that ended June 30, 2011, 2010, and 2009 contributed a total of \$7,678,065, \$7,632,534 and \$7,556,997 respectively. The premium that each county pays depends upon the payroll total and the loss experience specific to that county. Bernalillo County has a self-insurance retention of \$400,000 (maximum amount paid for each insured event before using insurance) and

COUNTY OF BERNALILLO, NEW MEXICO
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\$1,750,000 annual aggregate limit, thus dramatically reducing Bernalillo County's annual pool contribution. For the fiscal years that ended June 30, 2011, 2010 and 2009, the County contributed \$613,354, 633,180 and \$545,140 respectively. In addition to premiums, Bernalillo County maintains a reserve fund for each fiscal year to service open claims that are less than the self-insured retention limit.

The Multi-line Pool provides property and casualty coverage for 28 counties. The coverage includes buildings and contents, automobile physical damage and liability, general liability, personal injury, employee benefits liability, public officials' errors and omissions, crime, fuel storage tanks, and boiler and machine coverage. Premiums for the Multi-line Pool are paid for the calendar year. For calendar years 2011, 2010, and 2009, participating counties contributed a total of \$7,080,611, \$6,987,022 and \$7,865,658 respectively. For calendar years 2011, 2010, and 2009, Bernalillo County contributed \$1,611,393, \$1,334,130, and \$1,574,410 respectively. Those contributions were reduced due to equity distributions received in amounts of \$240,283 and \$77,486. For each calendar year, a reserve fund is kept to pay deductibles for open multi-line claims.

The self-insured retention level for this pool during the period of coverage January 1, 2010 through December 31, 2010 is \$150,000 for property and \$250,000 for liability per occurrence (that is the maximum amount of coverage for each insured event before obtaining reinsurance). The pool has reinsurance coverage for losses above that amount from the County Reinsurance Limited, to a policy limit of \$2,000,000. Additionally, the pool has purchased another excess liability policy in the amount of \$3,000,000.

The Law Enforcement Pool provides coverage for law enforcement activities and liabilities, which includes the Sheriff's Department, the Metropolitan Detention Center, and the Youth Services Center. Currently, the pool provides coverage for 28 members. For calendar years 2011, 2010, and 2009, participating counties contributed a total of \$8,999,962, \$8,431,282, and \$7,376,926 respectively. For calendar years 2011, 2010, and 2009, Bernalillo County contributed \$2,228,552, \$1,937,871, and \$1,588,419 respectively. For each calendar year, a reserve fund is kept to pay deductibles for law enforcement liability claims.

The pooling agreements require the pools to be self-sustaining; it is not possible to estimate the range of contingent losses to be borne by the County. The Pool Boards retain one year's budget in surplus prior to considering an equity distribution to the participating counties. The pools retain the risk of loss to be shared proportionately by pool participants. The County does not retain the sole risk of losses incurred by the County. There were no payments in excess of insurance coverage for the years ended June 30, 2011, 2010, and 2009.

The New Mexico County Insurance Authority has published its own financial reports for the fiscal year ended June 30, 2011, which can be obtained from the New Mexico Association of Counties, 613 Old Santa Fe Trail, Santa Fe, New Mexico, 87501.

COUNTY OF BERNALILLO, NEW MEXICO
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Bernalillo County carries commercial insurance for all other risks of loss not covered by pool insurance such as medical professional liability, law enforcement aviation operations, and accident and sickness for sheriff reserve officers.

B. Contingencies

Litigation. The County is a defendant in various lawsuits. The outcome of these lawsuits are not presently determinable and the County is not able to make an estimate for possible losses at this time. Insurance deductibles related to outstanding claims are \$10,000 per claim. Occasionally, the County or its elected officials are named as parties to suits that are not covered by any insurance policy and the County's Attorney's Office provides representation for such claims. At present there are pending two claims that are not covered by insurance, both asserting a claim based on contract and both seeking damage amounts less than \$60,000. In one other case, a settlement agreement has been entered following a judgment in a class action case against the County in the amount of \$3,005,696.40. The settlement agreement provides that any amounts unclaimed by putative class members after a prescribed period will revert back to the County. It is reasonably expected that approximately \$1,000,000 will be left unclaimed.

Grant Compliance. The County receives significant financial assistance from the U.S. government. Entitlement to the resources is generally based on compliance with terms and conditions of the grant agreements and applicable federal regulations, including the expenditure of the resources for eligible purposes. Substantially all grants are subject to financial and compliance audits by the grantor. As of June 30, 2010, management estimates that no material liabilities will result from such audits.

County Medicaid 1/16 Gross Receipts Tax Equivalent. Under State Statute Section 27-10-4, NMSA 1978 Compilation, a county which does not enact an ordinance imposing a county health care gross receipts tax pursuant to State Statute Section 7-20E-18, NMSA 1978 Compilation is required to dedicate to the county-supported Medicaid fund "an amount equal to a gross receipts tax rate of 1/16 of one percent applied to the taxable gross receipts tax reported during the prior fiscal year by persons engaging in business in the county." To comply with the statute, the County imposed a 1/16 percent increase in gross receipts tax during the second half of FY07 and will continue to impose the tax in FY12 which will generate approximately \$10 million annually.

C. Joint ventures

Regional Juvenile Detention Center. Through a Joint Powers Agreement established between Bernalillo County and Sandoval County on June 26, 2007, Bernalillo County operates the Regional Juvenile Detention Facility (RJDC) located at the Bernalillo County Youth Services Center. Sandoval County contributes 100 percent of the operation costs of the RJDC. For FY11, Sandoval County paid \$1,062,222 million to Bernalillo County for the

COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011

operation of the RJDC. Sandoval County receives 70% and Bernalillo County receives 30% of all cost of care revenues generated from housing juveniles in the RJDC from other counties and pueblos. The total cost of care revenues billed in FY11 was \$478,160 and \$407,599 of this amount has been received to date which includes \$8,674 for medical costs. Bernalillo County receives 100% of all medical costs billed under these cost of care agreements.

Torrance County/Bernalillo County Regional Landfill. The County and the Torrance County Solid Waste Authority (TCSWA) entered into a joint powers agreement on April 21, 1998 for the construction and operation of a regional landfill. The County contributed \$633,000 toward the initial costs of acquiring, constructing, designing, developing, and equipping the facility, which constitutes its total equity interest. The County's ownership interest is commensurate with the proportion of funds it provided. It is the intent of the parties to establish tipping fees in an amount sufficient to recover all of the operating costs of the landfill.

Upon termination of the agreement, assets and surplus funds will be distributed pro rata between the parties in accordance with their then existing ownership interests.

TCSWA will operate the facility and is designated as the fiscal agent. The financial report of the Torrance County/Bernalillo County Regional Landfill can be obtained from the Torrance County Solid Waste Authority, 515 Allen Street, Estancia, New Mexico 87016.

D. Post-Employment Benefits - Retiree Health Care Plan

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

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

**COUNTY OF BERNALILLO, NEW MEXICO
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2011**

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

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

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. During the fiscal year ended June 30, 2011, the statute required each participating employer to contribute 1.666% of each participating employee's annual salary; each participating employee is required to contribute .8333% of their salary. In the fiscal years ending June 30, 2012 and June 2013 the contributions rates for employees and employers will rise as follows:

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

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY12	1.834%	.917%
FY13	2.000%	1.000%

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

**COUNTY OF BERNALILLO, NEW MEXICO
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2011**

<u>Fiscal Year</u>	<u>Employer Contribution Rate</u>	<u>Employee Contribution Rate</u>
FY12	2.292%	1.146%
FY13	2.500%	1.250%

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

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

The Bernalillo County's contributions to the RHCA for the years ended June 30, 2011, 2010 and 2009 were \$1,723,830, \$1,184,196 and \$1,137,097, respectively, which equal the required contributions for each year.

E. Pension Plan – Public Employees Retirement Association

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

Funding Policy. Plan members are required to contribute 9.15-16.65% of their gross salary. The County is required to contribute 9.15-21.25% depending upon the division of the gross covered salary. The contribution requirements of plan members and the County are established state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by acts of the legislature. The County’s contributions to PERA for the years ending June 30, 2011, 2010, and 2009 were \$12,882,327, \$12,347,340 and \$11,787,960, respectively, which equal the amount of the required contributions for each year. In accordance with Chapter 10, Article 11, Section 5 NMSA 1978, the County has elected to make contributions of seventy-five percent of its employees’ member contributions under the General-management, blue collar, white collar, sheriff, fire and detention plans. The following table outlines the divisions the County participates in and the contributions for the year ending June 30, 2011.

**COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2011**

Covered Division	<u>Employee</u>		<u>Employer</u>	
	Percent	Dollars	Percent	Dollars
General-management, blue collar and white collar	13.15%	\$6,590,193	9.15%	\$4,585,571
General-other	9.15	16,972	9.15	16,972
Sheriff	16.30	2,302,867	18.50	2,613,683
Fire	16.20	1,426,884	21.25	1,871,684
Detention	16.65	2,896,234	16.65	2,896,234
Retired employees			9.15-21.25%	898,169

F. Significant effects of subsequent events

On October 5, 2011 the County sold \$4,200,000 of general obligation bonds that were approved by voters on November 2, 2010. The bonds mature in serial amounts from December 1, 2012 through December 1, 2019. Interest rate coupons range from 2.25 percent through 4 percent.

G. Fund balance – Change in fund structure

The County’s implementation of GASB 54 resulted in the reclassification of the Community Service Fund and the Industrial Revenue Bonds Funds. The funds did not meet the revised definition of a special revenue fund. The two funds were combined with the general fund resulting in the General Fund beginning balance increasing from \$194,118,410 to 195,228,151, a \$1,109,741 increase in beginning fund balance.



COUNTY OF BERNALILLO, NEW MEXICO

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The authority for the creation of the special revenue funds is by state statute, executive order, or specific authority.

Recreation. To account for recreational funds. Financing is provided by cigarette taxes. The fund was created by authority of state statute (see Section 7-12-15, NMSA 1978 Compilation).

Environmental Health. To account for the 1/8 cent gross receipts tax set aside for the purpose of financing environmental health concerns within the County of Bernalillo. The fund was created by authority of state statute (see Section 7-20E-17, NMSA 1978 Compilation).

Health Care Gross Receipts Tax. To account for the enactment of a 1/16th gross receipts tax in accordance with state statute (7-20E-18, NMSA 1978). This legislation allows the County to implement and dedicate up to 2/16% gross receipts tax for health care related costs.

Valuation. To account for fees collected from “revenue recipients” pursuant to Section 7-38-38.1, NMSA 1978 Compilation. Expenditures from the county property valuation fund may be made pursuant to a property valuation program presented by the county assessor and approved by the majority of the County Commissioners.

Fire Districts No. 1 through 11 and 13. To account for the operations and maintenance (excluding salaries and benefits) of the 11 fire districts. Funding is provided by allotments from the New Mexico State Fire Marshal’s Office. The funds were created under the authority of state statute (see Section 59A-53-5, NMSA 1978 Compilation).

Emergency Medical Services. To account for grants from the State of New Mexico Department of Health to be utilized for equipment, supplies, and training for emergency medical service purposes. This fund was created by the authority of state statute (see Section 24-10A-6, NMSA 1978 Compilation).

Regional Correction Center. To account for monies received from the U.S. Marshall Service through a Cooperative Agreement Program and Intergovernmental Agreement for the lease of a County owned jail facility under the authority of Section 33-3-27 NMSA, 1978.

Sheriff’s Investigative Fund. To account for monies received from the sale of evidence, unclaimed cash, seizures, and forfeitures and expenditures of such for law enforcement purposes. The fund was created by authority of state statute Controlled Substances Act 30-31-35 NMSA 1978.

Law Enforcement Protection. To account for a state grant restricted to equipment purchases and training programs to enhance law enforcement effectiveness. The fund was created under the authority of state statute (see Section 29-13-4, NMSA 1978 Compilation).

COUNTY OF BERNALILLO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS (CONTINUED)

Farm and Range. To account for soil conservation, predator control, and secondary road activities within the County. Financing is provided by the Taylor Grazing Act. Expenditures may be made only for the purposes specified in the grant. The fund was created by authority of state statute (see Section 6-11-6, NMSA 1978 Compilation).

County Indigent. To account for the 1/8 of one percent portion of the county gross receipts tax adopted through County Ordinance 86-17, expenditure of which is restricted to indigent care. An agreement was signed with several providers for the provision of health and dental services to indigent patients. The fund was created by authority of state statute (see Section 7-20E-9, NMSA 1978 Compilation).

Clerk's Recording & Filing. To account for fees authorized to Class A counties to charge up to an additional \$2.00 per document as an equipment recording fee. The fees collected may only be used for the purchase of equipment associated with the recording, filing, maintaining, or reproducing of documents in the Office of the County Clerk. This fund was created by authority of state statute (see Section 14-8-12.2, NMSA 1978 Compilation).

Section 8 Housing Vouchers Fund. To account for Department of Housing and Urban Development (HUD) Section 8 existing housing and vouchers programs including housing assistance payments. The funds were created to account for grant activity under HUD contract, ACC Part I, Number FW-5325.

Department of Substance Abuse. To account for liquor excise tax revenue received from the state for DWI services and programs in accordance with Section 11-6A-3, NMSA 1978 Compilation. Grant funding from the state transportation department and other sources for the provision of substance abuse related services also is included in this fund.

COUNTY OF BERNALILLO, NEW MEXICO

NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

General Obligation. To account for the accumulation of resources and payment of general obligation bond principal and interest from County resources.

Revenue Bonds. To account for the accumulation of resources and payment of revenue bond principal and interest from pledged County gross receipts tax revenues for the following bond issues:

- Series 1996B – Public Buildings
- Series 1997 – Public Facilities
- Refunding Series 1998 – Courthouse
- Series 2010A – Public Facilities
- Refunding Series 2005 – Public Facilities
- Refunding Series 2010B – Public Buildings

Revenue Bond Reserves. To account for debt service reserves established pursuant to the bond ordinance for the following bond issues:

- Series 1996B – Public Buildings
- Series 1997 – Public Facilities
- Refunding Series 1998 – Courthouse

CAPITAL PROJECTS FUNDS

Impact Fees. To account for the fees received from developers that are restricted for use in infrastructure improvements in the service area from which the fees were collected. This fund was created by authority of Bernalillo County Ordinance 95-16.

Open Space. To account for the financing and acquisition of open space. Financing is provided by a six-year .25 property tax mill levy by County voters on November 30, 2000.



**COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2011**

	Special Revenue						
	<u>Recreation</u>	<u>Environmental Health</u>	<u>Health Care GRT</u>	<u>Valuation</u>	<u>Fire Districts</u>	<u>Emergency Medical Services</u>	<u>Regional Correction Center</u>
ASSETS							
Cash and investments	\$ 5,647	\$ 2,377,056	\$ 15,825,187	\$11,078,396	\$ 705,966	\$ 27,279	\$ 5,372,155
Accounts receivable, net	-	576,731	2,028,299	-	-	-	677,271
Accrued interest receivable	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Cash-restricted	-	-	-	-	-	-	-
Inventory	-	-	-	-	11,382	-	-
Advances to other funds	-	-	-	-	-	-	-
Total assets	<u>5,647</u>	<u>\$ 2,953,787</u>	<u>\$ 17,853,486</u>	<u>\$11,078,396</u>	<u>\$ 717,348</u>	<u>\$ 27,279</u>	<u>\$ 6,049,426</u>
LIABILITIES							
Accounts payable	\$ -	\$ 86,422	\$ 948,336	\$ 30,279	\$ 317,979	\$ 3,421	\$ 677,271
Accrued payroll	-	-	14,999	60,513	-	-	-
Unearned revenue	-	83,054	293,522	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>169,476</u>	<u>1,256,857</u>	<u>90,792</u>	<u>317,979</u>	<u>3,421</u>	<u>677,271</u>
FUND BALANCES							
Nonspendable	-	-	-	-	11,382	-	-
Restricted	5,647	2,784,311	16,596,629	10,987,604	387,987	23,858	-
Assigned	-	-	-	-	-	-	5,372,155
Unassigned	-	-	-	-	-	-	-
Total fund balances (deficit)	<u>5,647</u>	<u>2,784,311</u>	<u>16,596,629</u>	<u>10,987,604</u>	<u>399,369</u>	<u>23,858</u>	<u>5,372,155</u>
Total liabilities and fund balances	<u>\$ 5,647</u>	<u>\$ 2,953,787</u>	<u>\$ 17,853,486</u>	<u>\$11,078,396</u>	<u>\$ 717,348</u>	<u>\$ 27,279</u>	<u>\$ 6,049,426</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2011**

Special Revenue

	Sheriff's Investigative Fund	Law Enforcement Protection	Farm and Range	County Indigent	Clerk's Recording & Filing	Section 8 Housing- Voucher	Department of Substance Abuse	Special Revenue Total
ASSETS								
Cash and investments	\$ 948,911	\$ 59,722	\$ 266	\$ 244,312	\$ 1,036,036	\$ 4,121,353	\$ -	\$41,802,286
Accounts receivable, net	-	-	-	1,901,443	-	84,082	-	5,267,826
Accrued interest receivable	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	173,240	-	173,240
Cash-restricted	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	11,382
Advances to other funds	-	-	-	-	-	-	-	-
Total assets	\$ 948,911	\$ 59,722	\$ 266	\$ 2,145,755	\$ 1,036,036	\$ 4,378,675	\$ -	\$47,254,734
LIABILITIES								
Accounts payable	\$ -	\$ 11,984	\$ -	\$ 1,872,453	\$ 147,888	\$ 377,936	\$ 27,476	\$ 4,501,445
Accrued payroll	-	-	-	-	-	41,659	2,988	120,159
Unearned revenue	-	-	-	-	-	-	-	376,576
Due to other funds	-	-	-	-	-	316,416	3,390	319,806
Total liabilities	-	11,984	-	1,872,453	147,888	736,011	33,854	5,317,986
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	11,382
Restricted	948,911	47,738	266	273,302	888,148	3,642,664	-	36,587,065
Assigned	-	-	-	-	-	-	-	5,372,155
Unassigned	-	-	-	-	-	-	(33,854)	(33,854)
Total fund balances (deficit)	948,911	47,738	266	273,302	888,148	3,642,664	(33,854)	41,936,748
Total liabilities and fund balances	\$ 948,911	\$ 59,722	\$ 266	\$ 2,145,755	\$ 1,036,036	\$ 4,378,675	\$ -	\$47,254,734

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2011

not linked

Debt Service

	General Obligation Bond Debt Service	Series 1996B Debt Service	Series 1996B Reserve	Series 1997 Debt Service	Series 1997 Reserve	Refunding Series 1998 Debt Service	Refunding Series 1998 Reserve	Series 2010A Service	Refunding Series 2005 Debt Service
ASSETS									
Cash and investments	\$ 669	\$ 1,304,449	\$ -	\$ 338,769	\$ -	\$ 432,214	\$ -	\$ 382,558	\$ 442,042
Bond receivable	-	-	-	-	-	-	-	-	-
Accounts receivable, net	992,604	-	-	-	-	-	-	-	-
Accrued interest receivable	7,783	91,150	-	24,361	-	71,609	-	2,400	2,783
Notes receivable	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-
Due from grantor	-	-	-	-	-	-	-	-	-
Cash-restricted	-	-	5,438,448	-	1,693,500	-	4,615,582	-	-
Inventory	-	-	-	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-	-	-
Total assets	\$ 1,001,056	\$ 1,395,599	\$ 5,438,448	\$ 363,130	\$ 1,693,500	\$ 503,823	\$ 4,615,582	\$ 384,958	\$ 444,825
LIABILITIES									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	-	-	-	-	-	-	-	-	-
TRAN payable	-	-	-	-	-	-	-	-	-
Acrued payroll	-	-	-	-	-	-	-	-	-
Unearned revenue	887,848	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-
Total liabilities	887,848	-	-	-	-	-	-	-	-
FUND BALANCES									
Nonspendable	-	-	5,438,448	-	1,693,500	-	4,615,582	-	-
Restricted	113,208	1,395,599	-	363,130	-	503,823	-	384,958	444,825
Assigned	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total fund balances (deficit)	113,208	1,395,599	5,438,448	363,130	1,693,500	503,823	4,615,582	384,958	444,825
Total liabilities and fund balances	\$ 1,001,056	\$ 1,395,599	\$ 5,438,448	\$ 363,130	\$ 1,693,500	\$ 503,823	\$ 4,615,582	\$ 384,958	\$ 444,825

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 June 30, 2011

	Debt Service		Capital Projects			Total Nonmajor Governmental Funds
	Refunding Series 2010B Debt Service	Debt Service Total	Impact Fees	Open Space	Capital Projects Total	
ASSETS						
Cash and investments	\$ -	\$ 2,900,701	\$ 4,841,521	\$ 7,927,418	\$ 12,768,939	\$ 57,471,926
Accounts receivable, net	-	992,604	-	111,023	111,023	6,371,453
Accrued interest receivable	-	200,086	30,852	-	30,852	230,938
Due from other funds	-	-	-	-	-	173,240
Cash-restricted	-	11,747,530	-	-	-	11,747,530
Inventory	-	-	-	-	-	11,382
Advances to other funds	1,590,000	1,590,000	-	-	-	1,590,000
Total assets	\$ 1,590,000	\$ 17,430,921	\$ 4,872,373	\$ 8,038,441	\$ 12,910,814	\$ 77,596,469
LIABILITIES						
Accounts payable	\$ -	\$ -	\$ 157,981	\$ 631,661	\$ 789,642	\$ 5,291,087
Accrued payroll	-	-	-	13,474	13,474	133,633
Unearned revenue	-	887,848	-	94,756	94,756	1,359,180
Due to other funds	-	-	-	-	-	319,806
Total liabilities	-	887,848	157,981	739,891	897,872	7,103,706
FUND BALANCES						
Nonspendable	1,590,000	13,337,530	-	-	-	13,348,912
Restricted	-	3,205,543	4,714,392	7,298,550	12,012,942	51,805,550
Assigned	-	-	-	-	-	5,372,155
Unassigned	-	-	-	-	-	(33,854)
Total fund balances (deficit)	1,590,000	16,543,073	4,714,392	7,298,550	12,012,942	70,492,763
Total liabilities and fund balances	\$ 1,590,000	\$ 17,430,921	\$ 4,872,373	\$ 8,038,441	\$ 12,910,814	\$ 77,596,469

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2011

Special Revenue								
	Recreation	Environmental Health	Health Care GRT	Valuation	Industrial Revenue Bonds	Fire Districts	Emergency Medical Services	Regional Correction Center
REVENUES								
Taxes:								
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	2,804,907	9,939,803	-	-	-	-	-
Intergovernmental	-	-	-	-	-	1,484,005	178,055	-
Licenses and permits	-	-	-	-	-	-	-	-
Fees for services	-	-	-	5,370,167	-	-	-	10,571,166
Investment income	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	1,482,010
Total revenues	<u>-</u>	<u>2,804,907</u>	<u>9,939,803</u>	<u>5,370,167</u>	<u>-</u>	<u>1,484,005</u>	<u>178,055</u>	<u>12,053,176</u>
EXPENDITURES								
Current:								
General government	-	-	-	3,019,588	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Public safety	-	-	67,724	-	-	1,265,968	162,813	10,746,713
Health and welfare	-	638,712	6,850,254	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	189,672	851,442	10,535	-	312,122	-	-
Capital outlay - other entities	-	212,665	-	-	-	-	-	-
Debt service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total expenditures	<u>-</u>	<u>1,041,049</u>	<u>7,769,420</u>	<u>3,030,123</u>	<u>-</u>	<u>1,578,090</u>	<u>162,813</u>	<u>10,746,713</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>1,763,858</u>	<u>2,170,383</u>	<u>2,340,044</u>	<u>-</u>	<u>(94,085)</u>	<u>15,242</u>	<u>1,306,463</u>
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	(1,893,809)	(1,199,000)	(351,918)	-	-	-	(1,610,833)
Total other financing sources (uses)	<u>-</u>	<u>(1,893,809)</u>	<u>(1,199,000)</u>	<u>(351,918)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,610,833)</u>
Net changes in fund balances	-	(129,951)	971,383	1,988,126	-	(94,085)	15,242	(304,370)
Fund balances (deficit) - beginning	5,647	2,914,262	15,625,246	8,999,478	857,204	493,454	8,616	5,676,525
Change in fund structure	-	-	-	-	(857,204)	-	-	-
Fund balance as restated	5,647	2,914,262	15,625,246	8,999,478	-	493,454	8,616	5,676,525
Fund balances (deficit) - ending	<u>\$ 5,647</u>	<u>\$ 2,784,311</u>	<u>\$ 16,596,629</u>	<u>\$ 10,987,604</u>	<u>\$ -</u>	<u>\$ 399,369</u>	<u>\$ 23,858</u>	<u>\$ 5,372,155</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2011

Special Revenue

	Sheriff's Investigative Fund	Law Enforcement Protection	Community Service	Farm and Range	County Indigent	Clerk's Recording & Filing	Section 8 Housing- Voucher	Department of Substance Abuse	Special Revenue Total
REVENUES									
Taxes:									
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-	10,939,802	-	-	-	23,684,512
Intergovernmental	-	206,420	-	183	-	-	13,228,099	-	15,096,762
Licenses and permits	-	-	-	-	-	-	-	-	-
Fees for services	-	-	-	-	-	486,615	-	-	16,427,948
Investment income	-	-	-	-	-	-	2,981	-	2,981
Miscellaneous	334,140	-	-	-	-	-	306,382	539,382	2,661,914
Total revenues	<u>334,140</u>	<u>206,420</u>	<u>-</u>	<u>183</u>	<u>10,939,802</u>	<u>486,615</u>	<u>13,537,462</u>	<u>539,382</u>	<u>57,874,117</u>
EXPENDITURES									
Current:									
General government	-	-	-	-	-	673,690	-	-	3,693,278
Public works	-	-	-	-	-	-	-	-	-
Public safety	289,946	195,118	-	-	-	-	-	1,354,046	14,082,328
Health and welfare	-	-	-	-	10,875,804	-	12,474,889	-	30,839,659
Culture and recreation	-	-	-	-	-	-	-	-	-
Capital outlay	-	42,614	-	-	-	-	-	-	1,406,385
Capital outlay - other entities	-	-	-	-	-	-	-	-	212,665
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	<u>289,946</u>	<u>237,732</u>	<u>-</u>	<u>-</u>	<u>10,875,804</u>	<u>673,690</u>	<u>12,474,889</u>	<u>1,354,046</u>	<u>50,234,315</u>
Excess (deficiency) of revenues over (under) expenditures	<u>44,194</u>	<u>(31,312)</u>	<u>-</u>	<u>183</u>	<u>63,998</u>	<u>(187,075)</u>	<u>1,062,573</u>	<u>(814,664)</u>	<u>7,639,802</u>
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	-	-	-	300,000	300,000
Transfers out	-	-	-	-	-	-	-	-	(5,055,560)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>300,000</u>	<u>(4,755,560)</u>
Net changes in fund balances	44,194	(31,312)	-	183	63,998	(187,075)	1,062,573	(514,664)	2,884,242
Fund balances (deficit) - beginning	904,717	79,050	252,537	83	209,304	1,075,223	2,580,091	480,810	40,162,247
Change in fund structure	-	-	(252,537)	-	-	-	-	-	(1,109,741)
Fund balance as restated	904,717	79,050	-	83	209,304	1,075,223	2,580,091	480,810	39,052,506
Fund balances (deficit)- ending	<u>\$ 948,911</u>	<u>\$ 47,738</u>	<u>\$ -</u>	<u>\$ 266</u>	<u>\$ 273,302</u>	<u>\$ 888,148</u>	<u>\$ 3,642,664</u>	<u>\$ (33,854)</u>	<u>\$ 41,936,748</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2011

	Debt Service								
	General Obligation Bond Debt Service	Series 1996B Debt Service	Series 1996B Reserve	Series 1997 Debt Service	Series 1997 Reserve	Refunding Series 1998 Debt Service	Refunding Series 1998 Reserve	Series 2010A Debt Service	Refunding Series 2005 Debt Service
REVENUES									
Taxes:									
Property	\$ 7,919,382	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Fees for services	-	-	-	-	-	-	-	-	-
Investment income	19,054	359,224	-	94,926	-	285,974	-	7,779	11,572
Miscellaneous	-	-	-	-	-	-	-	-	-
Total revenues	<u>7,938,436</u>	<u>359,224</u>	<u>-</u>	<u>94,926</u>	<u>-</u>	<u>285,974</u>	<u>-</u>	<u>7,779</u>	<u>11,572</u>
EXPENDITURES									
Current:									
General government	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
Capital outlay - other entities	-	-	-	-	-	-	-	-	-
Debt service:									
Principal	7,840,000	2,000,000	-	1,000,000	-	1,770,000	-	940,000	1,615,000
Interest	3,959,608	2,769,328	-	464,750	-	2,226,589	-	256,125	2,172,619
Total expenditures	<u>11,799,608</u>	<u>4,769,328</u>	<u>-</u>	<u>1,464,750</u>	<u>-</u>	<u>3,996,589</u>	<u>-</u>	<u>1,196,125</u>	<u>3,787,619</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,861,172)</u>	<u>(4,410,104)</u>	<u>-</u>	<u>(1,369,824)</u>	<u>-</u>	<u>(3,710,615)</u>	<u>-</u>	<u>(1,188,346)</u>	<u>(3,776,047)</u>
OTHER FINANCING SOURCES (USES)									
Transfers in	1,669,813	4,983,546	-	1,481,209	-	3,719,203	-	1,199,000	3,787,619
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>1,669,813</u>	<u>4,983,546</u>	<u>-</u>	<u>1,481,209</u>	<u>-</u>	<u>3,719,203</u>	<u>-</u>	<u>1,199,000</u>	<u>3,787,619</u>
Net changes in fund balances	(2,191,359)	573,442	-	111,385	-	8,588	-	10,654	11,572
Fund balances (deficit) - beginning	2,304,567	822,157	5,438,448	251,745	1,693,500	495,235	4,615,582	374,304	433,253
Change in fund structure	-	-	-	-	-	-	-	-	-
Fund balance as restated	2,304,567	822,157	5,438,448	251,745	1,693,500	495,235	4,615,582	374,304	433,253
Fund balances (deficit) - ending	<u>\$ 113,208</u>	<u>\$ 1,395,599</u>	<u>\$ 5,438,448</u>	<u>\$ 363,130</u>	<u>\$ 1,693,500</u>	<u>\$ 503,823</u>	<u>\$ 4,615,582</u>	<u>\$ 384,958</u>	<u>\$ 444,825</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF BERNALILLO, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
Year Ended June 30, 2011**

	Debt Service			Capital Projects			Total Nonmajor Governmental Funds
	Refunding		Debt Service Total	Impact Fees	Open Space	Capital Projects Total	
	Series 2009A Debt Service	Series 2010B Debt Service					
REVENUES							
Taxes:							
Property	\$ -	\$ -	\$ 7,919,382	\$ -	\$ 1,398,949	\$ 1,398,949	\$ 9,318,331
Sales	-	-	-	-	-	-	23,684,512
Intergovernmental	-	-	-	-	-	-	15,096,762
Licenses and permits	-	-	-	1,287	-	1,287	1,287
Fees for services	-	-	-	565,574	-	565,574	16,993,522
Investment income	-	-	778,529	148,936	-	148,936	930,446
Miscellaneous	-	59,038	59,038	-	1,170	1,170	2,722,122
Total revenues	-	59,038	8,756,949	715,797	1,400,119	2,115,916	68,746,982
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	3,693,278
Public works	-	-	-	12,012	374,299	386,311	386,311
Public safety	-	-	-	-	-	-	14,082,328
Health and welfare	-	-	-	-	-	-	30,839,659
Culture and recreation	-	-	-	186	96,995	97,181	97,181
Capital outlay	-	-	-	1,516,100	3,949,895	5,465,995	6,872,380
Capital outlay - other entities	-	-	-	435,163	100,000	535,163	747,828
Debt service:							
Principal	4,250,000	60,000	19,475,000	-	-	-	19,475,000
Interest	206,250	59,038	12,114,307	-	-	-	12,114,307
Total expenditures	4,456,250	119,038	31,589,307	1,963,461	4,521,189	6,484,650	88,308,272
Excess (deficiency) of revenues over (under) expenditures	(4,456,250)	(60,000)	(22,832,358)	(1,247,664)	(3,121,070)	(4,368,734)	(19,561,290)
OTHER FINANCING SOURCES (USES)							
Transfers in	4,456,250	-	21,296,640	-	-	-	21,596,640
Transfers out	-	-	-	-	-	-	(5,055,560)
Total other financing sources (uses)	4,456,250	-	21,296,640	-	-	-	16,541,080
Net changes in fund balances	-	(60,000)	(1,535,718)	(1,247,664)	(3,121,070)	(4,368,734)	(3,020,210)
Fund balances (deficit) - beginning	-	1,650,000	18,078,791	5,962,056	10,419,620	16,381,676	74,622,714
Change in fund structure	-	-	-	-	-	-	(1,109,741)
Fund balance as restated	-	1,650,000	18,078,791	5,962,056	10,419,620	16,381,676	73,512,973
Fund balances (deficit) - ending	\$ -	\$ 1,590,000	\$ 16,543,073	\$ 4,714,392	\$ 7,298,550	\$ 12,012,942	\$ 70,492,763

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
RECREATION
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 1,700	\$ -	\$ 352	\$ 352
Prior year cash balance budget	<u>1,700</u>	<u>6,995</u>		
Total budget	<u>3,400</u>	<u>6,995</u>		
Expenditures:				
Culture and recreation:				
Parks and recreation	<u>3,400</u>	<u>6,995</u>	<u>-</u>	<u>6,995</u>
Excess of revenues over expenditures			<u>\$ 352</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 352	
Increase (decrease) in assets:				
Accounts receivable			<u>(352)</u>	
Net changes in fund balance - GAAP basis			<u>\$ -</u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
ENVIRONMENTAL HEALTH
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 2,250,000	\$ 2,250,000	\$ 2,801,831	\$ 551,831
Prior year cash balance budget	<u>2,528,718</u>	<u>2,528,718</u>		
Total budget	<u>4,778,718</u>	<u>4,778,718</u>		
Expenditures:				
Health and welfare:				
Solid waste	932,248	746,781	244,760	502,021
Planning and geo resources	949,297	950,319	395,732	554,587
Zoning, building and environmen	715,440	669,741	-	669,741
Capital outlay	287,924	518,068	189,672	328,396
Capital outlay for others	-	-	212,665	(212,665)
Total expenditures	<u>2,884,909</u>	<u>2,884,909</u>	<u>1,042,829</u>	<u>1,842,080</u>
Other financing uses:				
Transfers out	<u>1,893,809</u>	<u>1,893,809</u>	<u>1,893,809</u>	<u>-</u>
Total expenditures and other financing uses	<u>4,778,718</u>	<u>4,778,718</u>	<u>2,936,638</u>	<u>1,842,080</u>
Deficiency of revenues over expenditures and other financing uses			<u>\$ (134,807)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (134,807)	
Increase (decrease) in assets:				
Accounts receivable			6,267	
(Increase) decrease in liabilities:				
Accounts payable			1,781	
Deferred revenue			<u>(3,192)</u>	
Net changes in fund balance - GAAP basis			<u>\$ (129,951)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
1/16 HEALTH CARE GRT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES BUDGET AND ACTUAL
Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 8,750,000	\$ 8,750,000	\$ 9,962,420	\$ 1,212,420
Prior year cash balance budget	<u>13,822,517</u>	<u>13,822,517</u>		
Total budget	<u>22,572,517</u>	<u>22,572,517</u>		
Expenditures:				
Health and welfare:				
Operating expenses	16,975,578	16,583,780	6,405,195	10,178,585
Public safety:				
Operating expenses	108,483	232,769	124,286	108,483
Capital outlay	<u>4,289,456</u>	<u>4,556,968</u>	<u>377,233</u>	<u>4,179,735</u>
	21,373,517	21,373,517	6,906,714	14,466,803
Other financing uses				
Operating transfers out	<u>1,199,000</u>	<u>1,199,000</u>	<u>1,199,000</u>	<u>-</u>
Total expenditures and other financing uses	<u>22,572,517</u>	<u>22,572,517</u>	<u>8,105,714</u>	<u>14,466,803</u>
Excess of revenues over expenditures and other financing uses			<u>\$ 1,856,706</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 1,856,706	
Increase (decrease) in assets:				
Accounts receivable			1,149	
(Increase) decrease in liabilities:				
Accounts payable			(853,187)	
Deferred revenue			(23,765)	
Accrued payroll			<u>(9,520)</u>	
Net changes in fund balance - GAAP basis			<u>\$ 971,383</u>	

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
VALUATION
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 6,100,000	\$ 6,100,000	\$ 5,370,167	\$ (729,833)
Prior year cash balance budget	483,925	483,925		
Total budget	<u>6,583,925</u>	<u>6,583,925</u>		
Expenditures:				
General government:				
Operating expenditures	5,744,607	5,734,072	3,000,022	2,734,050
Capital outlay	-	10,535	10,535	-
Principal	253,418	253,418	-	253,418
Total expenditures	<u>5,998,025</u>	<u>5,998,025</u>	<u>3,010,557</u>	<u>2,987,468</u>
Other financing uses:				
Transfers out	585,900	585,900	351,918	233,982
Total expenditures and other financing uses	<u>6,583,925</u>	<u>6,583,925</u>	<u>3,362,475</u>	<u>3,221,450</u>
Excess of revenues over expenditures and other financing uses			<u>\$ 2,007,692</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 2,007,692	
(Increase) decrease in liabilities:				
Accounts payable			(15,681)	
Accrued payroll			<u>(3,885)</u>	
Net changes in fund balance - GAAP basis			<u>\$ 1,988,126</u>	

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
FIRE DISTRICTS
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental:				
Fire District #1	\$ 61,667	\$ 61,667	\$ 83,442	\$ 21,775
Fire District #2	84,279	183,279	214,229	30,950
Fire District #3	61,667	61,667	83,442	21,775
Fire District #4	61,667	61,667	83,442	21,775
Fire District #5	84,279	84,279	115,229	30,950
Fire District #6	106,891	106,891	147,016	40,125
Fire District #7	61,667	61,667	83,442	21,775
Fire District #8	84,279	84,279	115,229	30,950
Fire District #9	61,667	61,667	83,442	21,775
Fire District #10	61,667	61,667	83,442	21,775
Fire District #11	84,279	84,279	115,229	30,950
Fire District #12	-	109,537	109,537	-
Fire District #13	61,667	399,792	83,442	(316,350)
Fire administration	61,667	61,667	83,442	21,775
Total revenues	<u>937,343</u>	<u>1,484,005</u>	<u>1,484,005</u>	<u>-</u>
Prior year cash balance budget	<u>587,727</u>	<u>587,727</u>		
Total budget	<u>1,525,070</u>	<u>2,071,732</u>		
Expenditures:				
Public safety:				
Fire District #1	61,667	123,705	119,392	4,313
Fire District #2	150,895	434,353	209,251	225,102
Fire District #3	91,667	41,447	41,396	51
Fire District #4	71,795	55,274	52,858	2,416
Fire District #5	84,640	58,927	50,333	8,594
Fire District #6	194,111	182,423	167,986	14,437
Fire District #7	61,667	57,666	18,405	39,261
Fire District #8	94,544	131,678	107,009	24,669
Fire District #9	63,953	61,104	58,509	2,595
Fire District #10	62,803	74,022	62,994	11,028
Fire District #11	84,301	84,189	53,972	30,217
Fire District #12	13,873	113,943	4,973	108,970
Fire District #13	79,091	96,539	95,848	691
Fire administration	65,170	86,946	82,695	4,251
Capital Outlay	344,893	469,516	312,122	157,394
Total expenditures	<u>1,525,070</u>	<u>2,071,732</u>	<u>1,437,743</u>	<u>633,989</u>
Excess of revenues over expenditures			<u>\$ 46,262</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 46,262	
(Increase) decrease in liabilities:				
Accounts payable			<u>(140,347)</u>	
Net changes in fund balance - GAAP basis			<u>\$ (94,085)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
EMERGENCY MEDICAL SERVICES
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 106,736	\$ 178,055	\$ 178,055	\$ -
Prior year cash balance budgeted	4,445	4,445		
Total budget	<u>111,181</u>	<u>182,500</u>		
Expenditures:				
Public safety:				
Fire District #1	20,120	20,120	20,120	-
Fire District #2	-	-	-	-
Fire District #3	-	-	-	-
Fire District #4	-	-	-	-
Fire District #5	-	-	-	-
Fire District #6	-	-	-	-
Fire District #8	-	-	-	-
Fire District #9	-	-	-	-
Fire District #12	70	1,656	1,587	69
Fire District #13	-	-	-	-
Administration	-	-	-	-
Superior Ambulance	20,005	7,005	6,998	7
Canoncito Ambulance	10,113	22,090	20,599	1,491
Lifeguard Ambulance	11,716	8,375	3,670	4,705
Isleta Pueblo Ambulance	12,768	20,318	19,910	408
Med-Flight Air Ambulance	9,386	16,565	16,451	114
Albuquerque Ambulance	20,000	38,006	38,006	-
Aircare I International	7,003	20,000	19,454	546
Capital outlay	-	28,365	13,196	15,169
Total expenditures	<u>111,181</u>	<u>182,500</u>	<u>159,991</u>	<u>22,509</u>
Excess of revenues over expenditures			<u>\$ 18,064</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 18,064	
(Increase) decrease in liabilities:				
Accounts payable			<u>(2,822)</u>	
Net changes in fund balance - GAAP basis			<u>\$ 15,242</u>	

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
REGIONAL CORRECTION CENTER
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 14,673,000	\$ 18,000,000	\$ 10,571,166	\$ (7,428,834)
Miscellaneous	1,693,196	1,710,611	1,482,010	(228,601)
Total revenues	<u>16,366,196</u>	<u>19,710,611</u>	<u>12,053,176</u>	<u>(7,657,435)</u>
Prior year cash balance budget	-	6,090,836		
Total budget	<u>16,366,196</u>	<u>25,801,447</u>		
Expenditures:				
Public safety:				
Operating expenditures	<u>14,755,363</u>	<u>18,349,778</u>	<u>16,533,179</u>	<u>1,816,599</u>
Other financing uses				
Transfer out	<u>1,610,833</u>	<u>1,610,833</u>	<u>1,610,833</u>	-
Total expenditures	<u>16,366,196</u>	<u>19,960,611</u>	<u>18,144,012</u>	<u>1,816,599</u>
Deficiency of revenues over expenditures and other financing uses			<u>\$ (6,090,836)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (6,090,836)	
(Increase) decrease in liabilities:				
Accounts payable			<u>5,786,466</u>	
Net changes in fund balance - GAAP basis			<u>\$ (304,370)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
LAW ENFORCEMENT PROTECTION
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 195,000	\$ 195,000	\$ 206,420	\$ 11,420
Prior year cash balance budget	89,011	89,011		
Total budget	<u>284,011</u>	<u>284,011</u>		
Expenditures:				
Public safety:				
Operating expenditures	271,336	241,397	218,598	22,799
Capital outlay	12,675	42,614	42,614	-
Total expenditures	<u>284,011</u>	<u>284,011</u>	<u>261,212</u>	<u>22,799</u>
Deficiency of revenues over expenditures			<u>\$ (54,792)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (54,792)	
(Increase) decrease in liabilities:				
Accounts payable			<u>23,480</u>	
Net changes in fund balance - GAAP basis			<u>\$ (31,312)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
FARM AND RANGE
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 100	\$ 100	\$ 183	\$ 83
Expenditures:				
Public works:				
Operating expenditures	100	100	-	100
Excess of revenues over expenditures			<u>\$ 183</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 183	
Increase (decrease) in assets:			-	
(Increase) decrease in liabilities:			<u>-</u>	
Net changes in fund balance - GAAP basis			<u>\$ 183</u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
COUNTY INDIGENT
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ -
Prior year cash balance budget	209,032	209,032		
Total budget	<u>1,209,032</u>	<u>1,209,032</u>		
Expenditures:				
Health and welfare:				
Operating expenditures	<u>1,209,032</u>	<u>1,209,032</u>	<u>1,000,861</u>	<u>208,171</u>
Deficiency of revenues over expenditures			<u>\$ (861)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (861)	
Increase (decrease) in assets:				
Accounts receivable			(22,616)	
(Increase) decrease in liabilities:				
Accounts payable			<u>87,475</u>	
Net changes in fund balance - GAAP basis			<u>\$ 63,998</u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
COUNTY CLERK RECORDING AND FILING FEES
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 540,980	\$ 540,980	<u>\$ 486,615</u>	<u>\$ (54,365)</u>
Prior year cash balance budget	<u>701,367</u>	<u>701,367</u>		
Total budget	<u>1,242,347</u>	<u>1,242,347</u>		
Expenditures:				
General government:				
Operating expenditures	1,060,040	1,242,347	586,973	655,374
Capital outlay	<u>182,307</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>1,242,347</u>	<u>1,242,347</u>	<u>586,973</u>	<u>655,374</u>
Deficiency of revenues over expenditures			<u><u>\$ (100,358)</u></u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (100,358)	
Increase (decrease) in assets:				
(Increase) decrease in liabilities:				
Accounts payable			<u>(86,717)</u>	
Net changes in fund balance - GAAP basis			<u><u>\$ (187,075)</u></u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
DEPARTMENT OF SUBSTANCE ABUSE
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES BUDGET AND ACTUAL
Year Ended June 30, 2011**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Miscellaneous	\$ 1,819,758	\$ 1,819,758	\$ 539,382	\$ (1,280,376)
Other financing sources:				
Transfers in	-	300,000	300,000	-
Total revenues and other financing sources	<u>1,819,758</u>	<u>2,119,758</u>	<u>839,382</u>	<u>(1,280,376)</u>
Prior year cash balance budget	<u>532,361</u>	<u>610,304</u>		
Total Budget	<u>2,352,119</u>	<u>2,730,062</u>		
Expenditures:				
Public safety:				
Operating expenditures	<u>2,352,119</u>	<u>2,352,119</u>	<u>1,449,686</u>	<u>902,433</u>
Deficiency of revenues and other financing sources over expenditures			<u>\$ (610,304)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (610,304)	
(Increase) decrease in liabilities:				
Accounts payable			98,628	
Accrued payroll			<u>(2,988)</u>	
Net changes in fund balance - GAAP basis			<u>\$ (514,664)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
GENERAL OBLIGATION BONDS DEBT SERVICE
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 11,872,042	\$ 8,049,735	\$ 7,934,456	\$ (115,279)
Investment income	-	-	27,852	27,852
Total revenues	<u>11,872,042</u>	<u>8,049,735</u>	<u>7,962,308</u>	<u>(87,427)</u>
Other financing sources:				
Transfers in	-	1,669,813	1,669,813	-
Total revenues and other financing sources	<u>11,872,042</u>	<u>9,719,548</u>	<u>9,632,121</u>	<u>(87,427)</u>
Prior year cash balance budget	-	2,167,487		
Total budget	<u>11,872,042</u>	<u>11,887,035</u>		
Expenditures:				
Debt service:				
Principal	7,595,000	7,595,000	7,840,000	(245,000)
Interest	<u>4,277,042</u>	<u>4,277,042</u>	<u>3,959,608</u>	<u>317,434</u>
Total expenditures	<u>11,872,042</u>	<u>11,872,042</u>	<u>11,799,608</u>	<u>72,434</u>
Deficiency of revenues and other financing sources over expenditures			<u>\$ (2,167,487)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (2,167,487)	
Increase (decrease) in assets:				
Property taxes receivable			(113,732)	
Interest receivable			(8,797)	
(Increase) decrease in liabilities:				
Deferred revenue			<u>98,657</u>	
Net changes in fund balance - GAAP basis			<u>\$ (2,191,359)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
SERIES 1996B
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ 336,554	\$ 336,554	\$ 354,393	\$ 17,839
Other financing sources:				
Transfers in	4,983,546	4,983,546	4,983,546	-
Total revenues and other financing sources	<u>5,320,100</u>	<u>5,320,100</u>	<u>5,337,939</u>	<u>17,839</u>
Expenditures:				
Debt service:				
Principal	2,000,000	2,000,000	2,000,000	-
Interest	<u>2,769,328</u>	<u>2,769,328</u>	<u>2,769,328</u>	<u>-</u>
Total expenditures	<u>4,769,328</u>	<u>4,769,328</u>	<u>4,769,328</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 568,611</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 568,611	
Increase (decrease) in assets:				
Interest receivable			<u>4,831</u>	
Net changes in fund balance - GAAP basis			<u>\$ 573,442</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
SERIES 1997
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ 91,332	\$ 91,332	\$ 93,843	\$ 2,511
Other financing sources:				
Transfers in	1,715,191	1,715,191	1,481,209	(233,982)
Total revenues and other financing sources	<u>1,806,523</u>	<u>1,806,523</u>	<u>1,575,052</u>	<u>(231,471)</u>
Expenditures:				
Debt service:				
Principal	1,000,000	1,000,000	1,000,000	-
Interest	464,750	464,750	464,750	-
Total expenditures	<u>1,464,750</u>	<u>1,464,750</u>	<u>1,464,750</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 110,302</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 110,302	
Increase (decrease) in assets:				
Interest receivable			<u>1,083</u>	
Net changes in fund balance - GAAP basis			<u>\$ 111,385</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
REFUNDING SERIES 1998
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ 277,386	\$ 277,386	\$ 285,203	\$ 7,817
Other financing sources:				
Transfers in	3,719,203	3,719,203	3,719,203	-
Total revenues and other financing sources	<u>3,996,589</u>	<u>3,996,589</u>	<u>4,004,406</u>	<u>7,817</u>
Expenditures:				
Debt service:				
Principal	1,770,000	1,770,000	1,770,000	-
Interest	<u>2,226,589</u>	<u>2,226,589</u>	<u>2,226,589</u>	<u>-</u>
Total expenditures	<u>3,996,589</u>	<u>3,996,589</u>	<u>3,996,589</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 7,817</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 7,817	
Increase (decrease) in assets:				
Interest receivable			<u>771</u>	
Net changes in fund balance - GAAP basis			<u>\$ 8,588</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
SERIES 2010A
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 9,252	\$ 9,252
Other financing sources:				
Transfers in	1,199,000	1,199,000	1,199,000	-
Total revenues and other financing sources	<u>1,199,000</u>	<u>1,199,000</u>	<u>1,208,252</u>	<u>9,252</u>
Prior year cash balance budget	-	(2,875)		
Total budget	<u>1,199,000</u>	<u>1,196,125</u>		
Expenditures:				
Debt service:				
Principal	940,000	940,000	940,000	-
Interest	259,000	256,125	256,125	-
Total expenditures	<u>1,199,000</u>	<u>1,196,125</u>	<u>1,196,125</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 12,127</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 12,127	
Increase (decrease) in assets:				
Interest receivable			<u>(1,473)</u>	
Net changes in fund balance - GAAP basis			<u>\$ 10,654</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
REFUNDING SERIES 2005
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 10,772	\$ 10,772
Other financing sources:				
Transfers in	3,787,619	3,787,619	3,787,619	-
Total revenues and other financing sources	<u>3,787,619</u>	<u>3,787,619</u>	<u>3,798,391</u>	<u>10,772</u>
Expenditures:				
Debt service:				
Principal	1,615,000	1,615,000	1,615,000	-
Interest	<u>2,172,619</u>	<u>2,172,619</u>	<u>2,172,619</u>	<u>-</u>
Total expenditures	<u>3,787,619</u>	<u>3,787,619</u>	<u>3,787,619</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 10,772</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 10,772	
Increase (decrease) in assets:				
Interest receivable			<u>800</u>	
Net changes in fund balance - GAAP basis			<u>\$ 11,572</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
SERIES 2009A
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Other financing sources:				
Transfers in	\$ 4,456,250	\$ 4,456,250	\$ 4,456,250	\$ -
Expenditures:				
Debt service:				
Principal	4,250,000	4,250,000	4,250,000	-
Interest	<u>206,250</u>	<u>206,250</u>	<u>206,250</u>	<u>-</u>
Total expenditures	<u>4,456,250</u>	<u>4,456,250</u>	<u>4,456,250</u>	<u>-</u>
Other financing sources equal expenditures			<u>\$ -</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ -	
Increase (decrease) in assets:			-	
(Increase) decrease in liabilities:			<u>-</u>	
Net changes in fund balance - GAAP basis			<u>\$ -</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
REFUNDING SERIES 2010B
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Miscellaneous	\$ -	\$ -	\$ 59,038	\$ 59,038
Other financing sources:				
Transfers in	-	119,038	-	(119,038)
Total revenues and other financing sources	<u>-</u>	<u>119,038</u>	<u>59,038</u>	<u>(60,000)</u>
Prior year cash balance budget	-	60,000		
Total budget	<u>-</u>	<u>179,038</u>		
Expenditures:				
Debt service:				
Principal	-	60,000	60,000	-
Interest	-	59,038	59,038	-
Total expenditures	<u>-</u>	<u>119,038</u>	<u>119,038</u>	<u>-</u>
Deficiency of revenues and other financing sources over expenditures			<u>\$ (60,000)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (60,000)	
Increase (decrease) in assets:			-	
(Increase) decrease in liabilities:			<u>-</u>	
Net changes in fund balance - GAAP basis			<u>\$ (60,000)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
SERIES 2008A
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 6,951	\$ 6,951
Other financing sources:				
Transfers in	43,044,000	43,044,000	42,491,382	(552,618)
Total revenues and other financing sources	<u>43,044,000</u>	<u>43,044,000</u>	<u>42,498,333</u>	<u>(545,667)</u>
Prior year cash balance budget	545,667	545,667		
Total budget	<u>43,589,667</u>	<u>43,589,667</u>		
Expenditures:				
Debt service:				
Principal	42,200,000	42,200,000	42,200,000	-
Interest	844,000	844,000	844,000	-
Total expenditures	<u>43,044,000</u>	<u>43,044,000</u>	<u>43,044,000</u>	<u>-</u>
Deficiency of revenues and other financing sources over expenditures			<u>\$ (545,667)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ (545,667)	
Increase (decrease) in assets:				
Interest receivable			<u>(2,195)</u>	
Net changes in fund balance - GAAP basis			<u>\$ (547,862)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
TRAN DEBT SERVICE
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Other financing sources:				
Transfers in	\$ -	\$ 900,000	\$ 843,333	\$ (56,667)
Total other financing sources	<u>-</u>	<u>900,000</u>	<u>843,333</u>	<u>(56,667)</u>
 Expenditures:				
Debt service:				
Interest	-	900,000	543,333	356,667
Total expenditures	<u>-</u>	<u>900,000</u>	<u>543,333</u>	<u>356,667</u>
 Excess of other financing sources over expenditures			<u>\$ 300,000</u>	
 Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in fund balance - budget to actual			\$ 300,000	
Increase (decrease) in assets:			-	
(Increase) decrease in liabilities:			<u>-</u>	
Net changes in fund balance - GAAP basis			<u>\$ 300,000</u>	

COUNTY OF BERNALILLO, NEW MEXICO

DESCRIPTION OF FIDUCIARY FUNDS

AGENCY FUNDS

Agency funds are used to account for assets held by the County as an agent for individuals, private organizations, other governmental units and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Treasurer Funds. To account for the collection and payment to the County and other recipient entities of property taxes billed and collected by the County on their behalf. The Treasurer's funds are as follows:

Children's Trust Fund. To record \$15 of each \$25 fee for issuing and recording a marriage license. The money is remitted to the State of New Mexico for use in projects for the treatment and prevention of child abuse. This fund was created by authority of Section 40-1-11, NMSA 1978 Compilation

Refund Overpayments. Serves as a clearing account for refunds arising from overpayment of property taxes or other fees.

Valuation Problems. Consists of two accounts by authority of Section 7-38-46, NMSA 1978 Compilation:

Valuation Problems Account. Used to collect estimated tax on a forthcoming tax bill correction resulting from a valuation protest.

Research Items Account. Holds receipted monies when a multi-year discrepancy is being resolved; it is also used to hold monies while a taxpayer problem is being researched.

Partial Payments (Over/Under Tax Payments). Consists of four accounts by authority of Section 7-38-42, NMSA 1978 Compilation:

Underpayments. To record payments which are less than the total due because of penalty and interest charges. The property tax revenue is held in this account until a notice requesting penalty and interest is responded to by payment.

Partial Payments. To hold overpayments until a refund is requested or sent out, and to hold underpayments until the deficiency is corrected.

Overpayments. Overpayments in excess of \$.99 are held in the account until a refund request is received or a date after June 30.

Bankruptcy. Used to record cash receipts for property taxes when the tax liability has been identified through the bankruptcy process. The County disburses money out of this account when enough has accumulated to distribute the taxes (½ or full year bill).

COUNTY OF BERNALILLO, NEW MEXICO

DESCRIPTION OF FIDUCIARY FUNDS

AGENCY FUNDS (CONTINUED)

Taxes Paid in Advance. Consists of two accounts:

Omit Payment. Used to record the revenue collected from mobile home property taxes where the assessor has determined that the property had been omitted from the property tax rolls.

Mobile Homes Prepaid. Used to record the monies received as a condition of a property owner obtaining a tax release during the period January 1 to September 30. Taxes collected during October are recorded to the tax omit payment account and taxes collected during November and December are recorded to the undistributed taxes account.

Claim for Refund IOI. To account for interest earned on collected taxes when the valuation of the subject property is under formal protest.

Undistributed Taxes. To account for property tax payments and interest and penalty on tax payments received prior to distribution to various government entities. See Section 7-38-42 & 7-38-43, NMSA 1978 Compilation.

NSF Applies. Used to hold that portion of the tax payment which has cleared the bank until such time as remainder is paid.

Claim for Refund. To account for property taxes collected when the valuation of the subject property is under formal protest

Trust and Escrow (Judgment Auto Pay). To account for monies collected on a corrected tax bill until either a balance due payment is submitted or the amount is transferred to the Undistributed Tax Account.

Court Services Fund. To account for the receipts and disbursements related to process servers.

County Sheriff. To account for the collection and payment to the County of charges for services provided and to account for the collection and disbursement of evidence and awards in civil suits on behalf of the plaintiffs involved.

Inmate MDC. To provide a place of safekeeping for funds an offender may have access to but not physical control of during their confinement.

Resident JDYSC. To account for monies collected from juveniles upon their admittance to the detention facility and which are remitted back to them upon their release.

Regional Transit Fund. To account for the one-eighth of one percent gross receipts tax approved by voters in the 2008 general election in accordance with Section 7-20E-23, NMSA 1978 Compilation. Statute requires all proceeds from this tax be transferred to the Rio Metro Regional Transit District for the operation of the district and the commuter train system known as the New Mexico Rail Runner Express.

Special Assessment Districts. To account for the collection of special assessment liens and the subsequent payment of special assessment bonds for the following districts:

- Special Assessment District 83-1
- Special Assessment District 83-1B

COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS
 June 30, 2011

	Treasurer Funds										
	Children's Trust Fund	Refund Over- payments	Valuation Problems	Partial Payments	Taxes Paid in Advance	Claim for Refund IOI	Undistributed Taxes	NSF Applies	Claim for Refund	Trust and Escrow	Total Treasurer
ASSETS											
Cash and investments	\$ -	\$ 2,348,408	\$ 8,401	\$ 58,175	\$ 126,075	\$ 275,974	\$ 6,457,741	\$ 3,291	\$7,933,164	\$2,859	\$ 17,214,088
Receivables, net:											
Property taxes	-	-	-	-	-	-	41,281,006	-	-	-	41,281,006
Other	-	-	-	-	-	50,293	-	-	-	-	50,293
Total assets	<u>\$ -</u>	<u>\$ 2,348,408</u>	<u>\$ 8,401</u>	<u>\$ 58,175</u>	<u>\$ 126,075</u>	<u>\$ 326,267</u>	<u>\$ 47,738,747</u>	<u>\$ 3,291</u>	<u>\$7,933,164</u>	<u>\$2,859</u>	<u>\$ 58,545,387</u>
LIABILITIES											
Deposits held in trust for others	\$ (2,659)	\$ 2,348,408	\$ 8,401	\$ 58,175	\$ 126,075	\$ 326,267	\$ 6,457,741	\$ 3,291	\$7,933,164	\$2,859	\$ 17,261,722
Other	2,659	-	-	-	-	-	-	-	-	-	2,659
Future taxes collectable	-	-	-	-	-	-	41,281,006	-	-	-	41,281,006
	<u>\$ -</u>	<u>\$ 2,348,408</u>	<u>\$ 8,401</u>	<u>\$ 58,175</u>	<u>\$ 126,075</u>	<u>\$ 326,267</u>	<u>\$ 47,738,747</u>	<u>\$ 3,291</u>	<u>\$7,933,164</u>	<u>\$2,859</u>	<u>\$ 58,545,387</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
 AGENCY FUNDS
 June 30, 2011

	<u>Court Services Fund</u>	<u>County Sheriff</u>	<u>Inmate MDC</u>	<u>Resident JDYSC</u>	<u>Regional Transit Fund</u>	<u>Special Assessment District 83-1</u>	<u>Special Assessment District 83-1B</u>	<u>Total Agency Fund</u>
ASSETS								
Cash and investments	\$ 1,684	\$ 520,754	\$ 445,189	\$ 15,178	\$ -	\$ 667,320	\$ 37,838	\$ 18,902,051
Receivables, net:								
Property taxes	-	-	-	-	-	-	1,365,000	42,646,006
Other	-	-	-	-	3,641,449	143,719	-	3,835,461
Total assets	<u>\$ 1,684</u>	<u>\$ 520,754</u>	<u>\$ 445,189</u>	<u>\$ 15,178</u>	<u>\$ 3,641,449</u>	<u>\$ 811,039</u>	<u>\$ 1,402,838</u>	<u>\$ 65,383,518</u>
LIABILITIES								
Deposits held in trust for others	\$ 1,684	\$ 520,754	\$ 445,189	\$ 15,178	\$ -	\$ 811,039	\$ 37,838	\$ 19,093,404
Other	-	-	-	-	-	-	-	2,659
Future taxes collectable	-	-	-	-	3,641,449	-	1,365,000	46,287,455
Total liabilities	<u>\$ 1,684</u>	<u>\$ 520,754</u>	<u>\$ 445,189</u>	<u>\$ 15,178</u>	<u>\$ 3,641,449</u>	<u>\$ 811,039</u>	<u>\$ 1,402,838</u>	<u>\$ 65,383,518</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2011

	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
TREASURER				
CHILDREN'S TRUST FUND				
ASSETS				
Cash and investments	\$ -	\$ 143,209	\$ 143,209	\$ -
Total assets	<u>-</u>	<u>143,209</u>	<u>143,209</u>	<u>-</u>
LIABILITIES				
Other Liabilities	2,584	2,659	2,584	2,659
Deposits held in trust for others	(2,584)	140,550	140,625	(2,659)
Total liabilities	<u>-</u>	<u>143,209</u>	<u>143,209</u>	<u>-</u>
TREASURER				
REFUND OVERPAYMENTS FUND				
ASSETS				
Cash and investments	3,683,800	4,540,842	5,876,234	2,348,408
Total assets	<u>3,683,800</u>	<u>4,540,842</u>	<u>5,876,234</u>	<u>2,348,408</u>
LIABILITIES				
Deposits held in trust for others	3,683,800	4,540,842	5,876,234	2,348,408
Total liabilities	<u>3,683,800</u>	<u>4,540,842</u>	<u>5,876,234</u>	<u>2,348,408</u>
TREASURER				
VALUATION PROBLEMS FUND				
ASSETS				
Cash and investments	8,401	-	-	8,401
Total assets	<u>8,401</u>	<u>-</u>	<u>-</u>	<u>8,401</u>
LIABILITIES				
Deposits held in trust for others	8,401	-	-	8,401
Total liabilities	<u>8,401</u>	<u>-</u>	<u>-</u>	<u>8,401</u>
TREASURER				
PARTIAL PAYMENTS FUND				
ASSETS				
Cash and investments	58,175	-	-	58,175
Total assets	<u>58,175</u>	<u>-</u>	<u>-</u>	<u>58,175</u>
LIABILITIES				
Deposits held in trust for others	58,175	-	-	58,175
Total liabilities	<u>58,175</u>	<u>-</u>	<u>-</u>	<u>58,175</u>
TREASURER				
TAXES PAID IN ADVANCE FUND				
ASSETS				
Cash and investments	128,902	123,297	126,124	126,075
Total assets	<u>128,902</u>	<u>123,297</u>	<u>126,124</u>	<u>126,075</u>
LIABILITIES				
Deposits held in trust for others	128,902	123,297	126,124	126,075
Total liabilities	<u>128,902</u>	<u>123,297</u>	<u>126,124</u>	<u>126,075</u>
TREASURER				
CLAIM FOR REFUND IOI FUND				
ASSETS				
Cash and investments	98,374	278,772	101,172	275,974
Receivables - other	32,398	50,293	32,398	50,293
Total assets	<u>130,772</u>	<u>329,065</u>	<u>133,570</u>	<u>326,267</u>
LIABILITIES				
Deposits held in trust for others	130,772	329,065	133,570	326,267
Total liabilities	<u>\$ 130,772</u>	<u>\$ 329,065</u>	<u>\$ 133,570</u>	<u>\$ 326,267</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO
 AGENCY FUNDS
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 Year Ended June 30, 2011

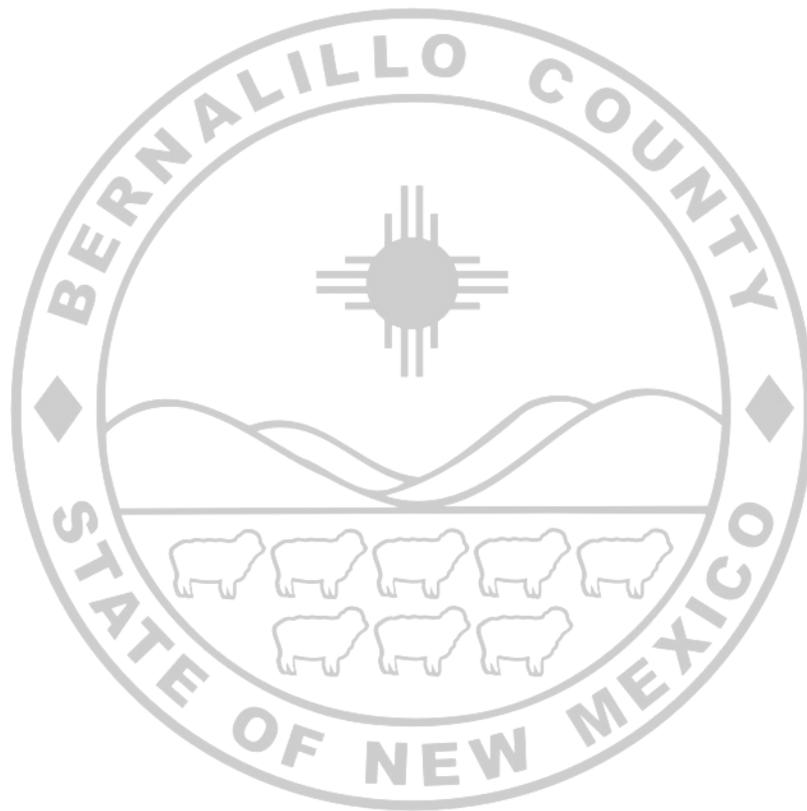
	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
TREASURER				
UNDISTRIBUTED TAXES				
ASSETS				
Cash and investments	\$ 6,754,858	\$ 1,273,040,037	\$ 1,273,337,154	\$ 6,457,741
Receivables - Property taxes	39,782,402	41,281,006	39,782,402	41,281,006
Total assets	<u>46,537,260</u>	<u>1,314,321,043</u>	<u>1,313,119,556</u>	<u>47,738,747</u>
LIABILITIES				
Deposits held in trust for others	6,754,858	1,273,040,037	1,273,337,154	6,457,741
Future taxes collectible	39,782,402	41,281,006	39,782,402	41,281,006
Total liabilities	<u>46,537,260</u>	<u>1,314,321,043</u>	<u>1,313,119,556</u>	<u>47,738,747</u>
TREASURER				
NSF APPLIES FUND				
ASSETS				
Cash and investments	3,291	-	-	3,291
Total assets	<u>3,291</u>	<u>-</u>	<u>-</u>	<u>3,291</u>
LIABILITIES				
Deposits held in trust for others	3,291	-	-	3,291
Total liabilities	<u>3,291</u>	<u>-</u>	<u>-</u>	<u>3,291</u>
TREASURER				
CLAIM FOR REFUND FUND				
ASSETS				
Cash and investments	7,052,203	2,011,736	1,130,775	7,933,164
Total assets	<u>7,052,203</u>	<u>2,011,736</u>	<u>1,130,775</u>	<u>7,933,164</u>
LIABILITIES				
Deposits held in trust for others	7,052,203	2,011,736	1,130,775	7,933,164
Total liabilities	<u>7,052,203</u>	<u>2,011,736</u>	<u>1,130,775</u>	<u>7,933,164</u>
TREASURER				
TRUST AND ESCROW FUND				
ASSETS				
Cash and investments	2,859	-	-	2,859
Total assets	<u>2,859</u>	<u>-</u>	<u>-</u>	<u>2,859</u>
LIABILITIES				
Deposits held in trust for others	2,859	-	-	2,859
Total liabilities	<u>2,859</u>	<u>-</u>	<u>-</u>	<u>2,859</u>
TOTAL - TREASURER				
TREASURER				
ASSETS				
Cash and investments	17,790,863	1,280,137,893	1,280,714,668	17,214,088
Receivables - Property taxes	39,782,402	41,281,006	39,782,402	41,281,006
Receivables - other	32,398	50,293	32,398	50,293
Total assets	<u>57,605,663</u>	<u>1,321,469,192</u>	<u>1,320,529,468</u>	<u>58,545,387</u>
LIABILITIES				
Deposits held in trust for others	17,820,677	1,280,185,527	1,280,744,482	17,261,722
Other Liabilities	2,584	2,659	2,584	2,659
Future taxes collectible	39,782,402	41,281,006	39,782,402	41,281,006
Total liabilities	<u>57,605,663</u>	<u>1,321,469,192</u>	<u>1,320,529,468</u>	<u>58,545,387</u>
COURT SERVICES FUNDS				
ASSETS				
Cash and investments	2,166	129,990	130,473	1,684
Total assets	<u>2,166</u>	<u>129,990</u>	<u>130,473</u>	<u>1,684</u>
LIABILITIES				
Deposits held in trust for others	2,166	129,990	130,473	1,684
Total liabilities	<u>\$ 2,166</u>	<u>\$ 129,990</u>	<u>\$ 130,473</u>	<u>\$ 1,684</u>

The Notes to Financial Statements are an integral part of these statements.

COUNTY OF BERNALILLO, NEW MEXICO
AGENCY FUNDS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2011

	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
COUNTY SHERIFF FUND				
ASSETS				
Cash and investments	\$ 527,964	\$ 45,206	\$ 52,416	\$ 520,754
Total assets	<u>527,964</u>	<u>45,206</u>	<u>52,416</u>	<u>520,754</u>
LIABILITIES				
Deposits held in trust for others	527,964	45,206	52,416	520,754
Total liabilities	<u>527,964</u>	<u>45,206</u>	<u>52,416</u>	<u>520,754</u>
Inmate MDC				
ASSETS				
Cash and investments	340,567	3,604,773	3,500,151	445,189
Total assets	<u>340,567</u>	<u>3,604,773</u>	<u>3,500,151</u>	<u>445,189</u>
LIABILITIES				
Deposit held in trust for others	340,567	3,604,773	3,500,151	445,189
Total liabilities	<u>340,567</u>	<u>3,604,773</u>	<u>3,500,151</u>	<u>445,189</u>
Resident JDYSC				
ASSETS				
Cash and investments	10,536	26,271	21,629	15,178
Total assets	<u>10,536</u>	<u>26,271</u>	<u>21,629</u>	<u>15,178</u>
LIABILITIES				
Deposit held in trust for others	10,536	26,271	21,629	15,178
Total liabilities	<u>10,536</u>	<u>26,271</u>	<u>21,629</u>	<u>15,178</u>
Regional Transit Fund				
ASSETS				
Cash and investments	-	23,933,903	23,933,903	-
Receivables -other	3,527,870	3,641,449	3,527,870	3,641,449
Total assets	<u>3,527,870</u>	<u>27,575,352</u>	<u>27,461,773</u>	<u>3,641,449</u>
LIABILITIES				
Deposit held in trust for others	-	23,933,903	23,933,903	-
Future taxes collectible	3,527,870	3,641,449	3,527,870	3,641,449
Total liabilities	<u>3,527,870</u>	<u>27,575,352</u>	<u>27,461,773</u>	<u>3,641,449</u>
SPECIAL ASSESSMENTS				
DISTRICT 83-1A				
ASSETS				
Cash and investments	677,537	7,183	17,400	667,320
Receivables-other	135,135	15,767	7,183	143,719
Total assets	<u>812,672</u>	<u>22,950</u>	<u>24,583</u>	<u>811,039</u>
LIABILITIES				
Deposits held in trust for others	812,672	22,950	24,583	811,039
Total liabilities	<u>812,672</u>	<u>22,950</u>	<u>24,583</u>	<u>811,039</u>
SPECIAL ASSESSMENTS				
DISTRICT 83-1B				
ASSETS				
Cash and investments	46,432	185,000	193,594	37,838
Receivables - Property taxes	1,470,000	1,365,000	1,470,000	1,365,000
Total assets	<u>1,516,432</u>	<u>1,550,000</u>	<u>1,663,594</u>	<u>1,402,838</u>
LIABILITIES				
Deposits held in trust for others	46,432	185,000	193,594	37,838
Future taxes collectible	1,470,000	1,365,000	1,470,000	1,365,000
Total liabilities	<u>1,516,432</u>	<u>1,550,000</u>	<u>1,663,594</u>	<u>1,402,838</u>
TOTAL AGENCY FUNDS				
ASSETS				
Cash and investments	19,396,065	1,308,070,219	1,308,564,234	18,902,051
Receivables - Property taxes	41,252,402	42,646,006	41,252,402	42,646,006
Receivables - other	3,695,403	3,707,509	3,567,451	3,835,461
Total assets	<u>64,343,870</u>	<u>1,354,423,734</u>	<u>1,353,384,087</u>	<u>65,383,518</u>
LIABILITIES				
Deposits held in trust for others	19,561,014	1,308,133,620	1,308,601,231	19,093,404
Other Liabilities	2,584	2,659	2,584	2,659
Future taxes collectible	44,780,272	46,287,455	44,780,272	46,287,455
Total liabilities	<u>\$ 64,343,870</u>	<u>\$ 1,354,423,734</u>	<u>\$ 1,353,384,087</u>	<u>\$ 65,383,518</u>

The Notes to Financial Statements are an integral part of these statements.



COUNTY OF BERNALILLO, NEW MEXICO

NONMAJOR PROPRIETARY FUNDS

ENTERPRISE FUNDS

Enterprise funds are used to account for operations (1) that are financial and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing services on a continuing basis be financed or recovered primarily through user charges; and (2) when the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Solid Waste. To account for the operations of the Solid Waste Program. All activities necessary to operate the program are accounted for in this fund, including, but not limited to, administration, operations, and financing.

The *Bernalillo County Housing Authority* accounts for the provision of administrative services to the County's HUD Section 8 Annual Contribution Contract, No. FW-5325; property management services to the Bernalillo County Housing and Redevelopment Corporation; and for the costs of contracting for the future construction of other housing projects of the County. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, rental contract negotiation, and collection.

Seybold Village 21 Units - Handicapped. To account for the construction and operations of Seybold Village 21 Units Handicapped Housing Project. All activities necessary to construct and operate the project are accounted for in this fund, including but not limited to, administration, operations, maintenance, financing, and construction.

Regional Juvenile Detention Center. To account for the operations of the Regional Juvenile Detention Center. All activities necessary to operate the program are accounted for in this fund, including, but not limited to, administration, operations, and financing.

El Centro Familiar. To account for the operations of the El Centro Familiar housing project. All activities necessary to operate the project are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing, and related debt service.

COUNTY OF BERNALILLO, NEW MEXICO
COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS
June 30, 2011

	<u>Solid Waste</u>	<u>Bernalillo County Housing Authority</u>	<u>Seybold Village Handicapped Project</u>	<u>Regional Juvenile Detention Center</u>	<u>El Centro Familiar</u>	<u>Totals</u>
ASSETS						
Current assets:						
Cash and investments	\$ 527,086	\$ 2,334,620	\$ 204,929	\$ 221,858	\$ 698,138	\$ 3,986,631
Accounts receivable, net	1,514,474	263,500	3,914	33,921	5,375	1,821,184
Due from other funds	-	341,043	273,947	-	-	614,990
Inventory	-	-	7,601	-	4,219	11,820
Held for sale	-	373,000	-	-	-	373,000
	<u>2,041,560</u>	<u>3,312,163</u>	<u>490,391</u>	<u>255,779</u>	<u>707,732</u>	<u>6,807,625</u>
Total current assets						
Noncurrent assets:						
Capital assets:						
Land	34,000	199,365	205,500	-	36,852	475,717
Land Improvements	-	-	44,559	-	-	44,559
Buildings	681,791	1,130,952	2,009,447	-	2,556,175	6,378,365
Equipment, machinery, and furniture	1,595,685	266,053	32,561	-	5,130	1,899,429
Less accumulated depreciation	(1,868,391)	(680,108)	(1,602,927)	-	(1,174,931)	(5,326,357)
	<u>443,085</u>	<u>916,262</u>	<u>689,140</u>	<u>-</u>	<u>1,423,226</u>	<u>3,471,713</u>
Total noncurrent assets	<u>443,085</u>	<u>916,262</u>	<u>689,140</u>	<u>-</u>	<u>1,423,226</u>	<u>3,471,713</u>
Total assets	<u>\$ 2,484,645</u>	<u>\$ 4,228,425</u>	<u>\$ 1,179,531</u>	<u>\$ 255,779</u>	<u>\$ 2,130,958</u>	<u>\$ 10,279,338</u>
LIABILITIES						
Current liabilities:						
Accounts payable and other current liabilities	\$ 664,172	\$ 201,964	\$ 1,890	\$ 104,946	\$ 3,773	\$ 976,745
Compensated absences	9,205	23,678	2,264	6,001	3,309	44,457
Accrued payroll	19,784	4,052	3,395	26,749	6,217	60,197
Due to other funds	-	447,187	8,185	7,239	16,442	479,053
Due to grantor	-	373,000	-	-	4,338	377,338
Unearned revenue	1,215,670	-	6,775	-	-	1,222,445
Note payable	-	3,115	-	-	-	3,115
	<u>1,908,831</u>	<u>1,052,996</u>	<u>22,509</u>	<u>144,935</u>	<u>34,079</u>	<u>3,163,350</u>
Total current liabilities	<u>1,908,831</u>	<u>1,052,996</u>	<u>22,509</u>	<u>144,935</u>	<u>34,079</u>	<u>3,163,350</u>
Noncurrent liabilities:						
Compensated absences	93,074	239,407	22,887	60,672	33,461	449,501
Deposits held in trust for others	-	2,636	-	-	10,547	13,183
Advance from other funds	-	-	-	-	1,590,000	1,590,000
Note payable	-	229,998	-	-	-	229,998
	<u>93,074</u>	<u>472,041</u>	<u>22,887</u>	<u>60,672</u>	<u>1,634,008</u>	<u>2,282,682</u>
Total noncurrent liabilities	<u>93,074</u>	<u>472,041</u>	<u>22,887</u>	<u>60,672</u>	<u>1,634,008</u>	<u>2,282,682</u>
Total liabilities	<u>2,001,905</u>	<u>1,525,037</u>	<u>45,396</u>	<u>205,607</u>	<u>1,668,087</u>	<u>5,446,032</u>
NET ASSETS						
Invested in capital assets, net of related debt	443,085	683,149	689,140	-	1,423,226	3,238,600
Unrestricted (deficit)	39,655	2,020,239	444,995	50,172	(960,355)	1,594,706
Total net assets	<u>\$ 482,740</u>	<u>\$ 2,703,388</u>	<u>\$ 1,134,135</u>	<u>\$ 50,172</u>	<u>\$ 462,871</u>	<u>\$ 4,833,306</u>

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS
For the Year Ended June 30, 2011

	<u>Solid Waste</u>	<u>Bernalillo County Housing Authority</u>	<u>Seybold Village Handicapped Project</u>	<u>Regional Juvenile Detention Center</u>	<u>El Centro Familiar</u>	<u>Totals</u>
Operating revenues:						
Administrative and service fees	\$ 4,709,898	\$ 542,460	\$ -	\$ 1,062,222	\$ -	\$ 6,314,580
Rental income						
Tenants	-	16,193	41,742	-	141,547	199,482
Other income	136,640	215,523	114,448	-	124,332	590,943
Total operating revenues	<u>4,846,538</u>	<u>774,176</u>	<u>156,190</u>	<u>1,062,222</u>	<u>265,879</u>	<u>7,105,005</u>
Operating expenses:						
Salaries and wages	480,461	467,624	89,621	802,062	172,379	2,012,147
Contractual services	3,904,070	905,572	3,697	128,257	11,888	4,953,484
Materials and supplies	17,195	-	770	104,270	1,746	123,981
Other services and charges	189,404	46,543	28,136	44,969	51,448	360,500
Miscellaneous expense	-	-	-	-	61,398	61,398
Depreciation	92,872	60,418	219,369	-	98,842	471,501
Total operating expenses	<u>4,684,002</u>	<u>1,480,157</u>	<u>341,593</u>	<u>1,079,558</u>	<u>397,701</u>	<u>7,983,011</u>
Operating income (loss)	<u>162,536</u>	<u>(705,981)</u>	<u>(185,403)</u>	<u>(17,336)</u>	<u>(131,822)</u>	<u>(878,006)</u>
Non-operating revenues (expenses):						
Interest income	-	5,452	360	-	644	6,456
Interest expense	-	(22,176)	-	-	-	(22,176)
Loss on sale of capital assets	-	(20,091)	-	-	-	(20,091)
Gain on sale of capital assets	1,486	-	-	-	-	1,486
Grants - subsidies	176,000	-	-	-	160,175	336,175
Other government grant subsidies	-	972,399	-	-	-	972,399
Total nonoperating revenue	<u>177,486</u>	<u>935,584</u>	<u>360</u>	<u>-</u>	<u>160,819</u>	<u>1,274,249</u>
Income (loss) before contributions	340,022	229,603	(185,043)	(17,336)	28,997	396,243
Capital contributions - capital assets	-	5,849	-	-	-	5,849
Total capital contributions	<u>-</u>	<u>5,849</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,849</u>
Change in net assets	<u>340,022</u>	<u>235,452</u>	<u>(185,043)</u>	<u>(17,336)</u>	<u>28,997</u>	<u>402,092</u>
Total net assets - beginning	142,718	2,467,936	1,319,178	67,508	433,874	4,431,214
Total net assets (deficit) - ending	<u>\$ 482,740</u>	<u>\$ 2,703,388</u>	<u>\$ 1,134,135</u>	<u>\$ 50,172</u>	<u>\$ 462,871</u>	<u>\$ 4,833,306</u>

The notes to the financial statements are an integral part of this statement.

**COUNTY OF BERNALILLO, NEW MEXICO
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR PROPRIETARY FUNDS
 For the Year Ended June 30, 2011**

	Business-type Activities Enterprise Funds					Totals
	Solid Waste	Bernalillo County Housing Authority	Seybold Village Handicapped Project	Regional Juvenile Detention Center	El Centro Familiar	
Cash flows from operating activities:						
Receipts from administration and service fees	\$ 4,787,336	\$ 504,005	\$ -	\$ 1,068,572	\$ -	\$ 6,359,913
Receipts from rents	-	145,891	40,206	-	140,301	326,398
Receipts from other funds for goods and services	39,000	1,682,950	-	-	11,938	1,733,888
Payments to employees for services	(320,916)	(408,409)	(84,423)	(554,352)	(163,227)	(1,531,327)
Payments to vendors for goods and services	(4,247,844)	(1,032,010)	(40,487)	(591,675)	(128,844)	(6,040,860)
Payments to other funds for goods and services	-	(1,788,373)	(248,933)	-	(263,615)	(2,300,921)
Miscellaneous cash received	-	211,568	115,187	-	123,177	449,932
Net cash provided (used) by operating activities	<u>257,576</u>	<u>(684,378)</u>	<u>(218,450)</u>	<u>(77,455)</u>	<u>(280,270)</u>	<u>(1,002,977)</u>
Cash flows from noncapital financing activities:						
Operating grants/subsidies received	176,000	972,399.00	-	-	160,175	1,308,574
Contributions to other funds	-	-	-	-	(60,000.00)	(60,000)
Net cash provided by noncapital financing activities	<u>176,000</u>	<u>972,399</u>	<u>-</u>	<u>-</u>	<u>100,175</u>	<u>1,248,574</u>
Cash flows from capital and related financing activities:						
Mortgage paid	-	(110,188)	-	-	-	(110,188)
Interest paid	-	(22,175)	-	-	-	(22,175)
Disposal of capital assets	1,486	49,818	-	-	-	51,304
Acquisition of capital assets	-	-	(12,475)	-	-	(12,475)
Net cash provided (used) by capital and related financing activities	<u>1,486</u>	<u>(82,545)</u>	<u>(12,475)</u>	<u>-</u>	<u>-</u>	<u>(93,534)</u>
Cash flows from investing activities:						
Interest received on investments	-	5,452	360	-	644	6,456
Net cash provided by investing activities	<u>-</u>	<u>5,452</u>	<u>360</u>	<u>-</u>	<u>644</u>	<u>6,456</u>
Net increase (decrease) in cash and cash equivalents	435,062	210,928	(230,565)	(77,455)	(179,451)	158,519
Cash and cash equivalents, beginning of year	92,024	2,123,692	435,494	299,313	877,589	3,828,112
Cash and cash equivalents, end of year	<u>\$ 527,086</u>	<u>\$ 2,334,620</u>	<u>\$ 204,929</u>	<u>\$ 221,858</u>	<u>\$ 698,138</u>	<u>\$ 3,986,631</u>
Reconciliation of operating income (loss) to net cash flows provided/used by operating activities:						
Operating income (loss)	\$ 162,536	\$ (705,981)	\$ (185,403)	\$ (17,336)	\$ (131,822)	\$ (878,006)
Adjustments to reconcile net income to net cash flows:						
Depreciation	92,872	60,418	219,369	-	98,842	471,501
(Increase) decrease in:						
Accounts receivable	(778,514)	91,243	(3,272)	6,351	(5,375)	(689,567)
Allowance for uncollectable accounts	744,120	-	-	-	-	744,120
Inventory	-	-	(7,601)	-	2,028	(5,573)
Due from other funds	39,000	1,525,007	(82,305)	-	11,938	1,493,640
Increase (decrease) in:						
Deferred revenue	(24,808)	-	1,736	-	250	(22,822)
Accounts payable	34,919	78,708	(26)	(41,748)	(1,592)	70,261
Due to other funds	-	(1,788,373)	(166,628)	-	(263,615)	(2,218,616)
Deposits held in trust	-	(3,955)	-	-	-	(3,955)
Tenants payable	-	-	739	-	365	1,104
Accrued compensated absences	(12,549)	58,555	4,941	(24,722)	8,711	34,936
Net cash flows used by operating activities	<u>\$ 257,576</u>	<u>\$ (684,378)</u>	<u>\$ (218,450)</u>	<u>\$ (77,455)</u>	<u>\$ (280,270)</u>	<u>\$ (1,002,977)</u>
Noncash investing, capital, and financing activities:						
Held for sale received	\$ -	\$ 373,000	\$ -	\$ -	\$ -	\$ -
Due to grantor	-	(373,000)	-	-	-	-
Held for sale disposed	-	(228,000)	-	-	-	-
Delivered to grantor	-	228,000	-	-	-	-
Vehicle transfer from governmental activities	-	5,849	-	-	-	-
Vehicle transfer to governmental activities	-	(13,807)	-	-	-	-

The notes to the financial statements are an integral part of this statement.

COUNTY OF BERNALILLO, NEW MEXICO
ENTERPRISE FUND
SOLID WASTE
SCHEDULE OF REVENUES, EXPENSES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Customer billings	\$ 4,057,325	\$ 4,057,325	\$ 4,330,674	\$ 273,349
Transfer station fees	304,466	304,466	298,949	(5,517)
Miscellaneous	518,343	518,343	314,125	(204,218)
Total revenues	<u>4,880,134</u>	<u>4,880,134</u>	<u>4,943,748</u>	<u>63,614</u>
Prior year cash balance budget	91,974	91,974		
Total budget	<u>4,972,108</u>	<u>4,972,108</u>		
Expenses:				
Operating expenses	<u>4,972,108</u>	<u>4,972,108</u>	<u>4,592,602</u>	<u>379,506</u>
Excess of revenues over expenses			<u>\$ 351,146</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in net assets - budget to actual			\$ 351,146	
Increase (decrease) in assets:				
Accounts receivable			55,468	
(Increase) decrease in liabilities:				
Accounts payable			(12,024)	
Deferred revenue			24,808	
Accrued payroll			947	
Depreciation			(92,872)	
Compensated absences			<u>12,549</u>	
Net changes in net assets - GAAP basis			<u>\$ 340,022</u>	

COUNTY OF BERNALILLO, NEW MEXICO
ENTERPRISE FUND
REGIONAL JUVENILE DETENTION CENTER
SCHEDULE OF REVENUES, EXPENSES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 1,062,223	\$ 1,062,223	\$ 1,062,222	\$ (1)
Prior year cash budget	102,926	102,926		
Total Revenues	<u>1,165,149</u>	<u>1,165,149</u>		
Expenses:				
Operating expenses	<u>1,165,149</u>	<u>1,165,149</u>	<u>1,115,273</u>	<u>49,876</u>
Deficiency of revenues over expenses			<u>\$ (53,051)</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in net assets - budget to actual			\$ (53,051)	
(Increase) decrease in liabilities:				
Accounts payable			12,092	
Accrued payroll			(1,099)	
Compensated absences			<u>24,722</u>	
Net changes in net assets - GAAP basis			<u>\$ (17,336)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
INTERNAL SERVICE FUND
RISK MANAGEMENT
SCHEDULE OF REVENUES, EXPENSES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 6,413,024	\$ 6,413,024	\$ 6,377,706	\$ (35,318)
Prior year cash balance budget	<u>3,555,930</u>	<u>3,555,930</u>		
Total budget	<u>9,968,954</u>	<u>9,968,954</u>		
Expenses:				
Operating expenses	<u>9,968,954</u>	<u>9,968,954</u>	<u>6,377,706</u>	<u>3,591,248</u>
Revenues equal expenses			<u>\$ -</u>	
Budgetary compliance - non GAAP financial statement reconciliation:				
Net changes in net assets - budget to actual			\$ -	
Increase (decrease) in assets:				
Prepaid expenses			254,942	
Due from other funds			213,466	
(Increase) decrease in liabilities:				
Accounts payable			(213,466)	
Deferred revenue			<u>(254,942)</u>	
Net changes in net assets - GAAP basis			<u>\$ -</u>	



COUNTY OF BERNALILLO, NEW MEXICO
 FINANCIAL DATA SCHEDULE - AS REQUIRED BY HUD
 YEAR ENDED JUNE 30, 2011

Financial Data Schedule - Balance Sheet

Account Description	Seybold	Housing Choice Vouchers	El Centro	Home Rehabilitation	Central Office	Total
111 Cash - Unrestricted	\$ 182,420	\$ 304,829	\$ 593,512	\$ 34,896	1,379,180	\$ 2,494,837
113 Cash - Other Restricted	-	3,430,723	-	-	151,323	3,582,046
114 Cash - Tenant Security Deposits	5,040	-	10,547	-	1,461	17,048
115 Cash - Restricted for Payment of Current Liabilities	17,469	385,801	94,079	89,848	677,912	1,265,109
100 Total Cash	204,929	4,121,353	698,138	124,744	2,209,876	7,359,040
124 Accounts Receivable - Other Government	-	-	-	39,012	-	39,012
125 Accounts Receivable - Miscellaneous	-	43,431	3,879	-	224,488	271,798
126 Accounts Receivable - Tenants	3,914	127,241	1,496	-	-	132,651
126.1 Allowance for Doubtful Accounts -Tenants	-	(86,590)	-	-	-	(86,590)
120 Total Receivables, Net of Allowances for Doubtful Accounts	3,914	84,082	5,375	39,012	224,488	356,871
143 Inventories	7,601	-	4,219	-	-	11,820
144 Inter Program Due From	273,947	173,240	-	45,679	401,027	893,893
145 Assets Held for Sale	-	-	-	373,000	-	373,000
150 Total Current Assets	490,391	4,378,675	707,732	582,435	2,835,391	8,994,624
161 Land	250,059	-	36,852	-	199,365	486,276
162 Buildings	2,009,447	-	2,556,175	-	1,058,097	5,623,719
163 Furniture, Equipment & Machinery - Dwellings	32,561	-	5,130	-	266,053	303,744
165 Leasehold Improvements	-	-	-	-	72,855	72,855
166 Accumulated Depreciation	(1,602,927)	-	(1,174,931)	-	(680,108)	(3,457,966)
160 Total Capital Assets, Net of Accumulated Depreciation	689,140	-	1,423,226	-	916,262	3,028,628
180 Total Non-Current Assets	689,140	-	1,423,226	-	916,262	3,028,628
190 Total Assets	1,179,531	4,378,675	2,130,958	582,435	3,751,653	12,023,252
312 Accounts Payable <= 90 Days	1,889	8,652	1,413	21,208	180,756	213,918
321 Accrued Wage/Payroll Taxes Payable	3,395	41,659	6,217	4,052	-	55,323
322 Accrued Compensated Absences - Current Portion	2,264	19,074	3,309	4,604	-	29,251
325 Accrued Interest Payable	-	-	2,360	-	-	2,360
341 Tenant Security Deposits	5,040	-	10,547	-	1,461	17,048
342 Deferred Revenues	1,736	-	4,338	-	-	6,074
343 Current Portion of Long-term Debt - Capital Projects/Mortgage	-	-	60,000	-	3,115	63,115
346 Accrued Liabilities - Other	-	-	-	-	1,175	1,175
347 Inter Program - Due To	8,185	316,416	16,442	59,984	492,866	893,893
310 Total Current Liabilities	22,509	385,801	104,626	89,848	679,373	1,282,157
351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue	-	-	1,530,000	-	229,998	1,759,998
353 Non-current Liabilities - Other	-	369,284	-	373,000	-	742,284
354 Accrued Compensated Absences - Non Current	22,887	192,861	33,461	46,546	-	295,755
350 Total Non-Current Liabilities	22,887	562,145	1,563,461	419,546	229,998	2,798,037
300 Total Liabilities	45,396	947,946	1,668,087	509,394	909,371	4,080,194
508.1 Invested In Capital Assets, Net of Related Debt	689,140	-	(166,774)	-	683,149	1,205,515
511.1 Restricted Net Assets	-	3,430,723	-	-	151,323	3,582,046
512.1 Unrestricted Net Assets	444,995	6	629,645	73,041	2,007,810	3,155,497
513 Total Equity/Net Assets	1,134,135	3,430,729	462,871	73,041	2,842,282	7,943,058
600 Total Liabilities and Equity/Net Assets	\$ 1,179,531	\$ 4,378,675	\$ 2,130,958	\$ 582,435	\$ 3,751,653	\$ 12,023,252

COUNTY OF BERNALILLO, NEW MEXICO
 FINANCIAL DATA SCHEDULE - AS REQUIRED BY HUD
 YEAR ENDED JUNE 30, 2011

Financial Data Schedule - Revenue and Expenditures

Account Description	Seybold	Housing Choice Vouchers	El Centro	Home Rehabilitation	Central Office	Total
70300 Net Tenant Rental Revenue	\$ 41,742	-	\$ 141,547	-	\$ 16,193	\$ 199,482
70600 HUD PHA Operating Grants	58,600	12,997,198	160,175	-	-	13,215,973
70800 Other Government Grants	-	-	-	1,057,868	-	1,057,868
71100 Investment Income - Unrestricted	360	25	644	-	5,452	6,481
71400 Fraud Recovery	-	230,902	-	-	-	230,902
71500 Other Revenue	55,848	306,381	124,332	68,424	609,939	1,164,924
71600 Gain or Loss on Sale of Capital Assets	-	-	-	-	(20,091)	(20,091)
72000 Investment Income - Restricted	-	2,956	-	-	-	2,956
70000 Total Revenue	156,550	13,537,462	426,698	1,126,292	611,493	15,858,495
91100 Administrative Salaries	29,455	343,492	48,225	21,728	230,597	673,497
91200 Auditing Fees	1,712	116	-	-	-	1,828
91300 Management Fee	7,567	200,332	5,835	24,529	-	238,263
91400 Advertising and Marketing	322	-	1,333	-	-	1,655
91500 Employee Benefit contributions - Administrative	11,789	105,108	15,060	19,875	82,474	234,306
91600 Office Expenses	115	54,096	1,104	2,960	4,620	62,895
91900 Other	1,045	1,585	2,426	802	-	5,858
91000 Total Operating - Administrative	52,005	704,729	73,983	69,894	317,691	1,218,302
92100 Tenant Services - Salaries	34,631	565,933	78,583	58,675	-	737,822
92300 Employee Benefit Contributions - Tenant Services	9,222	169,771	22,717	20,142	-	221,852
92400 Tenant Services - Other	-	21,848	-	-	-	21,848
92500 Total Tenant Services	43,853	757,552	101,300	78,817	-	981,522
93100 Water	6,229	-	10,576	1,981	449	19,235
93200 Electricity	1,279	-	8,561	456	121	10,417
93300 Gas	2,153	-	9,847	729	625	13,354
93000 Total Utilities	9,661	-	28,984	3,166	1,195	43,006
94200 Ordinary Maintenance and Operations - Materials and Other	4,858	42,259	7,193	4,179	1,678	60,167
94300 Ordinary Maintenance and Operations Contracts	6,627	3,072	16,675	889,894	15,678	931,946
94000 Total Maintenance	11,485	45,331	23,868	894,073	17,356	992,113
96100 Total insurance Premiums	1,158	18,300	2,548	1,158	2,718	25,882
96210 Compensated Absences	4,062	27,396	6,778	6,275	-	44,511
96400 Bad debt - Tenant Rents	-	86,590	-	-	-	86,590
96000 Total Other General Expenses	4,062	113,986	6,778	6,275	-	131,101
96710 Interest of Mortgage (or Bonds) Payable	-	-	61,398	-	22,176	83,574
96900 Total Operating Expenses	122,224	1,639,898	298,859	1,053,383	361,136	3,475,500
97000 Excess of Operating Revenue over Operating Expenses	34,326	11,897,564	127,839	72,909	250,357	12,382,995
97300 Housing Assistance Payments	-	10,862,388	-	-	-	10,862,388
97400 Depreciation Expense	219,369	-	98,842	-	60,418	378,629
90000 Total Expenses	341,593	12,502,286	397,701	1,053,383	421,554	14,716,517
10000 Excess (Deficiency) of Total Revenue Over (Under) Total	\$ (185,043)	\$ 1,035,176	\$ 28,997	\$ 72,909	\$ 189,939	\$ 1,141,978
11020 Required Annual Debt Principal Payments	-	-	60,000	-	3,115	63,115
11030 Beginning Equity	1,319,178	2,395,553	433,874	132	2,652,343	6,801,080
11170 Administrative Fee Equity	-	6	-	-	-	6
11180 Housing Assistance Payments Equity	-	3,430,723	-	-	-	3,430,723
11190 Unit Months Available	252	20,334	648	-	12	21,246
11210 Number of Unit Months Leased	246	20,274	646	-	12	21,178
11270 Excess Cash	452,155	-	-	-	-	452,155
11650 Leasehold Improvements Purchases	12,475	-	-	-	-	12,475

COUNTY OF BERNALILLO, NEW MEXICO
 SCHEDULE OF BANK ACCOUNTS
 YEAR ENDED JUNE 30, 2011

Financial Institution: Account name	Type of Account	Bank Balance	(Checks) Deposits	Book Balance
Wells Fargo Bank				
Treasurer	Checking	\$ 20,929,232	\$ (3,767,805)	\$ 17,161,427
Treasurer	Savings	15,758,868		15,758,868
General	Checking	1,035,364		1,035,364
Housing Authority Accounts:				
Management	Checking	919,119		919,119
Management	Savings	351,704		351,704
Management	Savings	1,351,312	(489,113)	862,199
Management	Checking	50,275		50,275
Management	Investment	151,323		151,323
Seybold Village - 21 Unit Low Rent	Checking	180,853		180,853
Seybold Village - 21 Unit Low Rent	Savings	24,076		24,076
Section 8 Voucher Program	Checking	3,638,084	(21,684)	3,616,400
Section 8 Voucher Program	Savings	116,804		116,804
Section 8 Voucher Program	Escrow	388,150		388,150
Centro Familiar Trust	Checking	46,904		46,904
Centro Familiar	Checking	575,599		575,599
Centro Familiar	Checking	75,634		75,634
Sheriff's Accounts:				
Evidence Fund	Checking	527,129		527,129
Investigative Fund	Checking	33,364		33,364
Federal Narcotics	Checking	919,627	(10,455)	909,172
Trust Accounts:				
JYC Resident Trust	Checking	15,178		15,178
MDC Inmate Trust	Checking	445,189		445,189
Total bank and book balance		<u>47,533,788</u>	<u>(4,289,057)</u>	<u>43,244,731</u>
Bank 1st				
Certificate of Deposit	Investment	250,000	-	250,000
Washington / First Federal Bank				
Certificate of Deposit	Investment	250,000	-	250,000
Guadalupe Credit Union				
Certificate of Deposit	Investment	250,000	-	250,000
New Mexico Bank and Trust				
Certificate of Deposit	Investment	10,000,000	-	10,000,000
New Mexico Central Credit Union				
Certificate of Deposit	Investment	250,000	-	250,000
Peoples Bank				
Certificate of Deposit	Investment	250,000	-	250,000
Rio Grande Credit Union				
Certificate of Deposit	Investment	250,000	-	250,000
State Employees Credit Union				
Certificate of Deposit	Investment	250,000	-	250,000
Sunrise Bank of Albuquerque				
Certificate of Deposit	Investment	250,000	-	250,000
Union Savings Bank				
Certificate of Deposit	Investment	2,000,000	-	2,000,000
Sandoval County				
Sandoval County Revenue Bond	Investment	4,400,000	-	4,400,000
Bank of Albuquerque				
Fannie Mae	Investment	4,856,100	-	4,856,100
Fannie Mae	Investment	4,641,950	-	4,641,950
Fannie Mae	Investment	4,641,950	-	4,641,950
Fannie Mae	Investment	4,932,950	-	4,932,950
Fannie Mae	Investment	4,770,500	-	4,770,500
Fannie Mae	Investment	4,640,550	-	4,640,550
Fannie Mae	Investment	5,096,630	-	5,096,630
Fannie Mae	Investment	4,694,460	-	4,694,460
Fannie Mae	Investment	1,231,000	-	1,231,000
Federal Home Loan Bank	Investment	4,762,300	-	4,762,300
Federal Home Loan Bank	Investment	4,911,950	-	4,911,950
Federal Home Loan Bank	Investment	4,875,850	-	4,875,850
FTN Financial				
Federal Home Loan Bank	Investment	4,883,300	-	4,883,300

COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF BANK ACCOUNTS
YEAR ENDED JUNE 30, 2011

Financial Institution: Account name	Type of Account	Bank Balance	(Checks) Deposits	Book Balance
Jefferies & Co., Inc. Wells Fargo Trust				
Fannie Mae	Investment	4,930,650	-	4,930,650
Fannie Mae	Investment	9,799,700	-	9,799,700
Federal Farm Credit Agency	Investment	4,740,000	-	4,740,000
Federal Farm Credit Agency	Investment	4,695,300	-	4,695,300
Federal Home Loan Bank	Investment	7,454,400	-	7,454,400
Federal Home Loan Bank	Investment	4,958,400	-	4,958,400
Federal Home Loan Bank	Investment	4,707,052	-	4,707,052
Freddie Mac	Investment	7,471,800	-	7,471,800
LF Financial, LLC.				
Fannie Mae	Investment	4,797,050	-	4,797,050
Fannie Mae	Investment	4,826,550	-	4,826,550
Federal Farm Credit Agency	Investment	4,695,300	-	4,695,300
Federal Home Loan Bank	Investment	1,412,116	-	1,412,116
Federal Home Loan Bank	Investment	4,762,300	-	4,762,300
Freddie Mac	Investment	4,907,400	-	4,907,400
Freddie Mac	Investment	5,027,550	-	5,027,550
Multi-Bank Securities				
Fannie Mae	Investment	1,258,453	-	1,258,453
Federal Farm Credit Agency	Investment	4,985,600	-	4,985,600
Freddie Mac	Investment	1,940,520	-	1,940,520
Mutual Securities, Inc.				
Fannie Mae	Investment	4,633,300	-	4,633,300
Federal Farm Credit Agency	Investment	2,889,357	-	2,889,357
Freddie Mac	Investment	9,482,600	-	9,482,600
Freddie Mac	Investment	4,726,050	-	4,726,050
Piper Jaffray & Co,				
Federal Home Loan Bank	Investment	4,741,800	-	4,741,800
Federal Home Loan Bank	Investment	3,762,217	-	3,762,217
Raymond James & Assoc., Inc.				
Fannie Mae	Investment	7,519,328	-	7,519,328
Fannie Mae	Investment	3,974,372	-	3,974,372
Fannie Mae	Investment	4,955,900	-	4,955,900
Federal Home Loan Bank	Investment	6,134,032	-	6,134,032
Freddie Mac	Investment	4,930,250	-	4,930,250
UBS Financial				
Federal Farm Credit Agency	Investment	9,957,200	-	9,957,200
Federal Farm Credit Agency	Investment	4,978,600	-	4,978,600
Federal Farm Credit Agency	Investment	4,748,500	-	4,748,500
Federal Home Loan Bank	Investment	9,571,006	-	9,571,006
Federal Home Loan Bank	Investment	9,483,600	-	9,483,600
Federal Home Loan Bank	Investment	4,879,950	-	4,879,950
Federal Home Loan Bank	Investment	4,474,914	-	4,474,914
Freddie Mac	Investment	4,846,000	-	4,846,000
Vining Sparks				
Fannie Mae	Investment	990,180	-	990,180
Wells Fargo Securities, LLC				
Federal Home Loan Bank	Investment	1,371,506	-	1,371,506
Federal Home Loan Bank	Investment	2,856,060	-	2,856,060
Bayerische Landesbank Girozentrale:				
Flex Repo - Reserve	Investment	1,693,500	-	1,693,500
Bayerische Hypo-und Vereinsbank AG:				
Flex Repo - Reserve	Investment	4,933,749	-	4,933,749
Westdeutsche Landesbank:				
Flex Repo - Reserve	Investment	4,615,582	-	4,615,582
Flex Repo - Reserve	Investment	5,438,448	-	5,438,448
Total Investments		<u>297,297,632</u>		<u>297,297,632</u>
Petty Cash on Hand				<u>1,535</u>
Total cash and investments per Note IVA		<u>\$ 344,831,420</u>		<u>\$ 340,543,898</u>

COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
JUNE 30, 2011

	<u>Cusip No.</u>	<u>Maturity Date</u>	
<u>Wells Fargo</u>			
Checking Accounts			\$ 16,389,506
Savings Accounts			18,063,127
Certificates of Deposit			-
Less FDIC Coverage			(500,000)
Uninsured balance			<u>33,952,633</u>
Collateral requirement at 75%			<u>25,464,475</u>
Collateral held at Wells Fargo Bank Northwest, Ogden, Utah:			
FNA0863	31416H5Z4	01/01/39	(24,345)
FN984366	31415MQT5	05/01/38	(10,861,725)
FN872558	31409JMF4	06/01/36	(6,075,215)
FN940469	31413BJN2	06/01/37	(18,750,857)
FNAH7009	3138A8YF7	03/01/41	(9,889,909)
FNA0839	31416H4Z5	01/01/39	(31,852,308)
FN889579	31410KYJ1	05/01/38	(30,497,111)
GN-II4424	36202E4H9	04/01/39	(587,111)
GN-II4424	36202E4H9	04/01/39	(51,281)
GN-II4424	36202E4H9	04/01/39	(3,710,756)
GN-II4424	36202E4H9	04/01/39	(47,660)
GN-II4424	36202E4H9	04/01/39	(1,378,338)
GN-II4424	36202E4H9	04/01/39	(183,458)
GN-I781113	36225BGW2	11/01/29	(7,615,903)
GN-II4424	36202E4H9	04/01/39	(34,032)
GN-II4424	36202E4H9	04/01/39	(938,020)
GN-II4424	36202E4H9	04/01/39	(119,140)
GN-II4424	36202E4H9	04/01/39	(77,147)
GN-II4424	36202E4H9	04/01/39	(937,502)
GN-II4424	36202E4H9	04/01/39	(358,738)
GN-II4424	36202E4H9	04/01/39	(24,558)
GN-II4424	36202E4H9	04/01/39	(395,914)
			<u>(124,411,028)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
<u>Wells Fargo Trust</u>			
Money Market Account*			<u>\$ 13,047,092</u>
* Wells Fargo Trust Money Market Governmental MM Fund - Institutional carries the explicit guarantee of the US Government.			
<u>Bank 1st</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>Guadalupe Credit Union</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>New Mexico Bank and Trust</u>			
Certificate of Deposit			\$ 10,000,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>9,750,000</u>
Collateralized requirement at 50%			<u>4,875,000</u>
Collateral held at Commerce Bank, St. Louis, MO:			
FNMA Pool	31411AVX0	11/01/36	(732,946)
FHHMLC	31394KNR1	07/15/32	(665,408)
FHMLC	31394KNR1	07/15/32	(2,328,929)
FHLMC	31395PQP0	08/15/33	(1,457,864)
FHLMC	31397HNV6	12/15/21	(632,281)
			<u>(5,817,428)</u>
Uninsured balance			<u>\$ 3,932,572</u>
Uncollateralized balance			<u>\$ -</u>

COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
JUNE 30, 2011

	<u>Cusip No.</u>	<u>Maturity Date</u>	
<u>New Mexico Central Credit Union</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>Peoples Bank</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>Rio Grande Credit Union</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>State Employees Credit Union</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>Sunrise Bank of Albuquerque</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>Union Savings</u>			
Certificate of Deposit			\$ 2,000,000
Less FDIC insurance			(250,000)
Uninsured balance			1,750,000
Collateralized requirement at 102%			1,785,000
Collateral held for Bernalillo County by Federal Home Loan Bank of Dallas:			
899043 seasoned 15 yr	31410VZG8	02/01/22	(685,445)
FNMA	31417YBY2	03/01/24	(672,251)
GNMA	36225C2Y1	12/20/33	(253,800)
FHLMC	3128PNA65	06/01/24	(872,739)
			<u>(2,484,235)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
<u>Washington / First Federal Bank</u>			
Certificate of Deposit			\$ 250,000
Less FDIC insurance			(250,000)
Uninsured balance			<u>\$ -</u>
<u>Bayerische Hypo- und Vereinsbank AG</u>			
Repurchase Agreement			\$ 4,933,749
Uninsured balance			4,933,749
Collateral requirement at 102%			5,032,424
Collateral held at The Bank of New York Mellon, New York, NY as Tri-Party Custodian			
6 bond 26	912810EW4	05/15/26	(5,035,851)
			<u>(5,035,851)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>
<u>Westdeutsche Landsbank Girozentrale</u>			
Repurchase Agreement			\$ 4,615,582
Repurchase Agreement			5,438,448
Uninsured balance			10,054,030
Collateral requirement at 102%			10,255,111
Collateral held at Well Fargo Bank, Minneapolis, MN:			
GNMA	36241KUZ9	09/15/35	(1,061,300)
GNMA	38375QX20	06/16/23	(3,882,746)
National Archives FAC TR	63252FAA7	09/01/29	(5,473,435)
			<u>(10,417,481)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>

**COUNTY OF BERNALILLO, NEW MEXICO
 SCHEDULE OF PLEDGED COLLATERAL
 JUNE 30, 2011**

	<u>Cusip No.</u>	<u>Maturity Date</u>	
<u>Bayerische Landsbank Girozentrale</u>			
Repurchase Agreement			\$ 1,693,500
Collateral requirement at 102%			<u>1,727,370</u>
Collateral held at Wells Fargo Bank, Minneapolis, MN:			
United States Dept Veterans Affairs	911760SL1	12/15/30	<u>(1,894,145)</u>
			(1,894,145)
 Uninsured and uncollateralized balance			 <u>\$ -</u>
 Total uninsured balance			 <u>\$ 3,932,572</u>
Total uncollateralized balance			<u>\$ -</u>

COUNTY OF BERNALILLO, NEW MEXICO
TAX ROLL RECONCILIATION
June 30, 2011

Property tax receivable, beginning of year	\$ 54,738,242
Changes to Tax Roll:	
Net taxes charged to treasurer for fiscal year 2011 (Tax Year 2010)	593,820,703
Adjustments:	
Increase in taxes receivable	493,227
Charge off of taxes receivable	(10,707,835)
Increase in Cost to State	83,666
Increase in interest and penalties to State of NM	469,900
Increase in interest to County	2,994,595
Increase in penalties to County	1,318,133
Increase in interest to MRGCD	76,896
Increase in penalties to MRGCD	30,337
Elimination of tax year 2000	(978,506)
Total receivables prior to collections	642,339,358
Collections for fiscal year ended June 30, 2011 (Tax Years 2001-2010)	(585,781,022)
Collections for fiscal year ended June 30, 2011 (Tax Years 2000)	(5,781)
Property taxes receivable, end of year	<u>\$ 56,552,555</u>

Property Taxes receivable by years:

2001	\$ 1,318,353
2002	957,228
2003	765,129
2004	805,565
2005	894,107
2006	1,024,048
2007	1,804,094
2008	4,784,777
2009	18,573,179
2010	25,626,075
Total taxes receivable	<u>\$ 56,552,555</u>

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2011

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
STATE													
STATE DEBT SERVICE	2001-2009	130,933,178	605,050	130,035,194	-	-	1,299,554	599,010	128,735,640	91,653	897,984	1,299,554	806,331
STATE DEBT SERVICE	2010	21,718,576	20,781,922	20,781,922	-	-	207,750	20,574,172	20,574,172	15,203	936,654	207,750	921,451
TOTAL STATE DEBT SERVICE		152,651,754	21,386,972	150,817,116	-	-	1,507,304	21,173,182	149,309,812	106,856	1,834,638	1,507,304	1,727,782
TOTAL STATE		152,651,754	21,386,972	150,817,116	-	-	1,507,304	21,173,182	149,309,812	106,856	1,834,638	1,507,304	1,727,782
COUNTY													
COUNTY OPERATIONAL	2001-2009	779,650,857	4,239,395	773,400,015	-	-	7,734,001	4,197,001	765,666,015	545,756	6,250,842	7,734,000	5,705,086
COUNTY OPERATIONAL	2010	110,572,878	105,386,552	105,386,552	-	-	1,053,865	104,332,686	104,332,686	77,401	5,186,326	1,053,866	5,108,925
TOTAL COUNTY OPERATIONAL		890,223,735	109,625,947	878,786,567	-	-	8,787,866	108,529,687	869,998,701	623,157	11,437,168	8,787,866	10,814,011
COUNTY DEBT SERVICE	2001-2009	92,493,620	448,385	91,836,050	-	-	918,361	443,901	90,917,689	64,746	657,570	918,361	592,824
COUNTY DEBT SERVICE	2010	7,942,788	7,537,449	7,537,449	-	-	75,375	7,462,074	7,462,074	5,560	405,339	75,375	399,779
TOTAL COUNTY DEBT SERVICE		100,436,408	7,985,834	99,373,499	-	-	993,736	7,905,975	98,379,763	70,306	1,062,909	993,736	992,603
COUNTY OPEN SPACE	2001-2009	17,835,665	52,307	17,771,360	-	-	177,713	51,784	17,593,647	12,485	64,305	177,713	51,820
COUNTY OPEN SPACE	2010	1,418,172	1,357,977	1,357,977	-	-	13,580	1,344,397	1,344,397	993	60,195	13,580	59,202
TOTAL COUNTY OPEN SPACE		19,253,837	1,410,284	19,129,337	-	-	191,293	1,396,181	18,938,044	13,478	124,500	191,293	111,022
COUNTY JUDGEMENT	2001-2009	3,293,010	7,532	3,141,715	-	-	31,415	7,458	3,110,300	2,305	151,295	31,415	148,990
COUNTY JUDGEMENT	2010	141,817	190,126	190,126	-	-	1,901	188,225	188,225	99	(48,309)	1,901	(48,408)
TOTAL COUNTY JUDGEMENT		3,434,827	197,658	3,331,841	-	-	33,316	195,683	3,298,525	2,404	102,986	33,316	100,582
COUNTY REAPPRAISAL FUND	2001-2009	-	-	-	-	-	-	-	37,097,386	-	-	(37,097,386)	-
COUNTY REAPPRAISAL FUND	2010	-	-	-	-	-	-	-	5,156,400	-	-	(5,156,400)	-
TOTAL COUNTY REAPPRAISAL FUND		-	-	-	-	-	-	-	42,253,786	-	-	(42,253,786)	-
TOTAL COUNTY		1,013,348,807	119,219,723	1,000,621,244	-	-	10,006,211	118,027,526	1,032,868,819	709,345	12,727,563	(32,247,575)	12,018,218
ALBUQUERQUE													
ABQ OPERATIONAL	2001-2009	300,577,498	2,106,705	297,855,364	-	-	2,978,554	2,085,637	294,876,811	210,404	2,722,134	2,978,553	2,511,730
ABQ OPERATIONAL	2010	75,494,442	72,464,147	72,464,147	-	-	724,642	71,739,505	71,739,505	52,846	3,030,295	724,642	2,977,449
TOTAL ABQ OPERATIONAL		376,071,940	74,570,852	370,319,511	-	-	3,703,196	73,825,142	366,616,316	263,250	5,752,429	3,703,195	5,489,179
ABQ DEBT SERVICE	2001-2009	642,940,268	2,220,408	639,453,714	-	-	6,394,537	2,198,203	633,059,177	450,058	3,486,554	6,394,537	3,036,496
ABQ DEBT SERVICE	2010	58,434,724	56,050,753	56,050,753	-	-	560,508	55,490,245	55,490,245	40,904	2,383,971	560,508	2,343,067
TOTAL ABQ DEBT SERVICE		701,374,992	58,271,161	695,504,467	-	-	6,955,045	57,688,448	688,549,422	490,962	5,870,525	6,955,045	5,379,563
TOTAL ALBUQUERQUE		1,077,446,932	132,842,013	1,065,823,978	-	-	10,658,241	131,513,590	1,055,165,738	754,212	11,622,954	10,658,240	10,868,742
TIJERAS													
TIJERAS OPERATIONAL	2001-2009	97,926	504	96,025	-	-	960	499	95,065	69	1,901	960	1,832
TIJERAS OPERATIONAL	2010	14,454	13,034	13,034	-	-	130	12,904	12,904	10	1,420	130	1,410
TOTAL TIJERAS OPERATIONAL		112,380	13,538	109,059	-	-	1,090	13,403	107,969	79	3,321	1,090	3,242
TOTAL TIJERAS		112,380	13,538	109,059	-	-	1,090	13,403	107,969	79	3,321	1,090	3,242

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2011

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
CORRALES													
CORRALES OPERATIONAL	2001-2009	210,337	-	210,148	-	-	2,102	-	208,046	147	189	2,102	42
TOTAL CORRALES OPERATIONAL		210,337	-	210,148	-	-	2,102	-	208,046	147	189	2,102	42
CORRALES DEBT SERVICE	2001-2009	58,068	-	57,971	-	-	580	-	57,391	41	97	580	56
TOTAL CORRALES DEBT		58,068	-	57,971	-	-	580	-	57,391	41	97	580	56
TOTAL CORRALES		268,405	-	268,119	-	-	2,682	-	265,437	188	286	2,682	98
RIO RANCHO													
RIO RANCHO OPERATIONAL	2001-2009	231,249	406	230,929	-	-	2,309	402	228,620	162	320	2,309	158
RIO RANCHO OPERATIONAL	2010	30,584	30,375	30,375	-	-	304	30,071	30,071	21	209	304	188
TOTAL RIO RANCHO OPERATIONAL		261,833	30,781	261,304	-	-	2,613	30,473	258,691	183	529	2,613	346
RIO RANCHO DEBT SERVICE	2001-2009	113,758	263	113,434	-	-	1,134	260	112,300	80	324	1,134	244
RIO RANCHO DEBT SERVICE	2010	18,262	18,152	18,152	-	-	182	17,971	17,971	13	110	181	97
TOTAL RIO RANCHO DEBT SERVICE		132,020	18,415	131,586	-	-	1,316	18,231	130,271	93	434	1,315	341
TOTAL RIO RANCHO		393,853	49,196	392,890	-	-	3,929	48,704	388,962	276	963	3,928	687
LOS RANCHOS													
LOS RANCHOS DEBT SERVICE	2001-2009	610,370	8,367	600,050	-	-	6,001	8,283	594,049	427	10,320	6,001	9,893
LOS RANCHOS DEBT SERVICE	2010	215,484	206,675	206,675	-	-	2,067	204,608	204,608	151	8,809	2,067	8,658
TOTAL LOS RANCHOS DEBT SERVICE		825,854	215,042	806,725	-	-	8,068	212,891	798,657	578	19,129	8,068	18,551
TOTAL LOS RANCHOS		825,854	215,042	806,725	-	-	8,068	212,891	798,657	578	19,129	8,068	18,551
SCHOOL APS													
APS OPERATIONAL	2001-2009	32,135,397	183,283	31,863,663	-	-	318,636	181,450	31,545,026	22,495	271,734	318,637	249,239
APS OPERATIONAL	2010	4,626,775	4,363,341	4,363,341	-	-	43,633	4,319,707	4,319,707	3,239	263,434	43,634	260,195
TOTAL APS OPERATIONAL		36,762,172	4,546,624	36,227,004	-	-	362,269	4,501,157	35,864,733	25,734	535,168	362,271	509,434
APS DEBT SERVICE	2001-2009	310,204,060	2,130,872	307,138,836	-	-	3,071,388	2,109,563	304,067,447	217,143	3,065,224	3,071,389	2,848,081
APS DEBT SERVICE	2010	60,915,523	58,262,461	58,262,461	-	-	582,625	57,679,836	57,679,836	42,641	2,653,062	582,625	2,610,421
TOTAL APS DEBT SERVICE		371,119,583	60,393,333	365,401,297	-	-	3,654,013	59,789,399	361,747,283	259,784	5,718,286	3,654,014	5,458,502
APS CAP IMPROVEMENT	2001-2009	185,345,844	1,004,122	183,880,099	-	-	1,838,801	994,081	182,041,298	129,742	1,465,745	1,838,801	1,336,003
APS CAP IMPROVEMENT	2010	28,201,631	26,992,212	26,992,212	-	-	269,922	26,722,290	26,722,290	19,741	1,209,419	269,922	1,189,678
TOTAL APS CAP IMPROVEMENT		213,547,475	27,996,334	210,872,311	-	-	2,108,723	27,716,371	208,763,588	149,483	2,675,164	2,108,723	2,525,681
APS HB33 SCHOOL BLDG	2001-2009	408,641,169	2,054,896	405,844,968	-	-	4,058,450	2,034,347	401,786,518	286,049	2,796,201	4,058,450	2,510,152
APS HB33 SCHOOL BLDG	2010	56,451,382	54,033,450	54,033,450	-	-	540,335	53,493,116	53,493,116	39,516	2,417,932	540,334	2,378,416
TOTAL APS HB33 SCHOOL BLDG		465,092,551	56,088,346	459,878,418	-	-	4,598,785	55,527,463	455,279,634	325,565	5,214,133	4,598,784	4,888,568
TOTAL APS		1,086,521,781	149,024,637	1,072,379,030	-	-	10,723,790	147,534,390	1,061,655,238	760,566	14,142,751	10,723,792	13,382,185

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2011

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
SCHOOL 08													
SD 08 OPERATIONAL	2001-2009	467	-	467	-	-	5	-	462	-	-	5	-
SD 08 OPERATIONAL	2010	47	47	47	-	-	1	47	47	-	-	-	-
TOTAL SD 08 OPERATIONAL		514	47	514	-	-	6	47	509	-	-	5	-
SD 08 DEBT SERVICE	2001-2009	7,562	-	7,562	-	-	76	-	7,486	5	-	76	(5)
SD 08 DEBT SERVICE	2010	850	850	850	-	-	9	842	842	1	-	8	(1)
TOTAL SD 08 DEBT SERVICE		8,412	850	8,412	-	-	85	842	8,328	6	-	84	(6)
SD 08 CAP IMPROVEMENT	2001-2009	1,961	-	1,961	-	-	20	-	1,941	1	-	20	(1)
SD 08 CAP IMPROVEMENT	2010	188	188	188	-	-	2	186	186	-	-	2	-
TOTAL SD 08 CAP IMPROVEMENT		2,149	188	2,149	-	-	22	186	2,127	1	-	22	(1)
TOTAL SCHOOL 08		11,075	1,085	11,075	-	-	113	1,075	10,964	7	-	111	(7)
SCHOOL 24													
SD 24 OPERATIONAL	2001-2009	212,056	1,782	207,187	-	-	2,072	1,764	205,115	148	4,869	2,072	4,721
SD 24 OPERATIONAL	2010	32,350	30,560	30,560	-	-	306	30,254	30,254	23	1,790	306	1,767
TOTAL SD 24 OPERATIONAL		244,406	32,342	237,747	-	-	2,378	32,018	235,369	171	6,659	2,378	6,488
SD 24 DEBT SERVICE	2001-2009	4,507,076	37,549	4,414,502	-	-	44,145	37,173	4,370,357	3,155	92,574	44,145	89,419
SD 24 DEBT SERVICE	2010	769,119	734,282	734,282	-	-	7,343	726,939	726,939	538	34,837	7,343	34,299
TOTAL SD 24 DEBT SERVICE		5,276,195	771,831	5,148,784	-	-	51,488	764,112	5,097,296	3,693	127,411	51,488	123,718
SD 24 CAP IMPROVEMENT	2001-2009	1,139,698	8,764	1,116,665	-	-	11,167	8,676	1,105,498	798	23,033	11,167	22,235
SD 24 CAP IMPROVEMENT	2010	168,925	161,078	161,078	-	-	1,611	159,467	159,467	118	7,847	1,611	7,729
TOTAL SD 24 IMPROVEMENT		1,308,623	169,842	1,277,743	-	-	12,778	168,143	1,264,965	916	30,880	12,778	29,964
TOTAL SD 24		6,829,224	974,015	6,664,274	-	-	66,644	964,273	6,597,630	4,780	164,950	66,644	160,170
CNM													
CNM	2001-2009	267,011,755	1,369,618	264,994,359	-	-	-	1,369,618	264,994,359	186,908	2,017,396	-	1,830,488
CNM	2010	38,353,452	36,656,628	36,656,628	-	-	-	36,656,628	36,656,628	26,847	1,696,824	-	1,669,977
TOTAL CNM		305,365,207	38,026,246	301,650,987	-	-	-	38,026,246	301,650,987	213,755	3,714,220	-	3,500,465
CNM DEBT SERVICE	2001-2009	56,228,845	276,564	55,843,699	-	-	-	276,564	55,843,699	39,360	385,146	-	345,786
CNM DEBT SERVICE	2010	7,753,298	7,422,634	7,422,634	-	-	-	7,422,634	7,422,634	5,427	330,664	-	325,237
TOTAL CNM DEBT SERVICE		63,982,143	7,699,198	63,266,333	-	-	-	7,699,198	63,266,333	44,787	715,810	-	671,023
TOTAL CNM		369,347,350	45,725,444	364,917,320	-	-	-	45,725,444	364,917,320	258,542	4,430,030	-	4,171,488
UNMH													
UNMH	2001-2009	662,827,115	3,255,651	658,039,376	-	-	6,580,394	3,223,094	651,458,983	463,979	4,787,739	6,580,393	4,323,760
UNMH	2010	90,819,291	86,906,376	86,906,376	-	-	869,064	86,037,312	86,037,312	63,574	3,912,915	869,064	3,849,341
TOTAL UNMH		753,646,406	90,162,027	744,945,752	-	-	7,449,458	89,260,406	737,496,295	527,553	8,700,654	7,449,457	8,173,101

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2011

AGENCY	Years	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INT/PEN	MRGCD MRGTX	Re-Appraisal Fee	Distributed in Current Year	Distributed To-Date	Current Amount Deemed Uncollectible	To-Date Amount Uncollected	Undistributed at Year End	County Receivable at Year End
AMAFCA													
AFC OPERATIONAL	2001-2009	25,090,699	152,912	24,873,042	-	-	248,731	151,383	24,624,312	17,564	217,657	248,730	200,093
AFC OPERATIONAL	2010	3,488,921	3,280,920	3,280,920	-	-	32,809	3,248,111	3,248,111	2,442	208,001	32,809	205,559
TOTAL AFC OPERATIONAL		28,579,620	3,433,832	28,153,962	-	-	281,540	3,399,494	27,872,423	20,006	425,658	281,539	405,652
AFC DEBT	2001-2009	66,566,309	327,815	66,086,368	-	-	660,864	324,537	65,425,505	46,596	479,941	660,863	433,345
AFC DEBT	2010	9,158,256	8,793,161	8,793,161	-	-	87,932	8,705,230	8,705,230	6,411	365,095	87,931	358,684
TOTAL AFC DEBT		75,724,565	9,120,976	74,879,529	-	-	748,796	9,029,767	74,130,735	53,007	845,036	748,794	792,029
TOTAL AMAFCA		104,304,185	12,554,808	103,033,491	-	-	1,030,336	12,429,261	102,003,158	73,013	1,270,694	1,030,333	1,197,681
MRGCD													
MRGCD	2001-2009	72,233,946	501,946	71,167,107	788,651	710,702	705,524	579,521	70,539,532	50,564	1,066,839	705,524	1,016,275
MRGCD	2010	8,555,723	8,003,264	8,003,264	18,617	80,033	79,232	7,862,617	7,862,617	5,989	552,459	79,232	546,470
TOTAL MRGCD		80,789,669	8,505,210	79,170,371	807,268	790,735	784,756	8,442,138	78,402,149	56,553	1,619,298	784,756	1,562,745
TOTAL MRGCD		80,789,669	8,505,210	79,170,371	807,268	790,735	784,756	8,442,138	78,402,149	56,553	1,619,298	784,756	1,562,745
EDGE S/W													
ESWCD	2001-2009	998,105	6,246	989,546	-	-	9,896	6,184	979,651	699	8,559	9,895	7,860
ESWCD	2010	134,320	127,542	127,542	-	-	1,275	126,267	126,267	94	6,778	1,275	6,684
TOTAL ESWCD		1,132,425	133,788	1,117,088	-	-	11,171	132,451	1,105,918	793	15,337	11,170	14,544
TOTAL EDGE S/W		1,132,425	133,788	1,117,088	-	-	11,171	132,451	1,105,918	793	15,337	11,170	14,544
GRAND TOTAL		4,647,630,100	580,807,498	4,591,077,532	807,268	790,735	42,253,793	575,478,734	4,591,094,066	3,253,341	56,552,568	-	53,299,227

**COUNTY OF BERNALILLO, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2011**

Participants	Responsible Party	Description	Beginning Date	Ending Date	Project Amount	County Portion	Current Year Contributions	Audit Responsibility
City of Albuquerque Board of Education	Bernalillo County	Rio Grande Swimming Pool - Construction and Maintenance CCN 76-0008	1976	04-06-2051	\$680,000	\$250,000	\$293,734	Bernalillo County
City of Albuquerque	Both Parties	Child Abuse Council CCN 83-0017	1983	90-Day Notice	Not specified	Not specified	Unknown	City of Albuquerque
Village of Tijeras	Bernalillo County	Animal Control Services CCN 84-0043	1984	30-Day Notice	Varies Yearly	Not specified	Unknown	Not specified
City of Albuquerque Village of Los Ranchos Village of Tijeras	City of Albuquerque	Albuquerque/Bernalillo County Board of Aging CCN 84-0099	1984	6-Month Notice	Not specified	Not specified	Unknown	City of Albuquerque
City of Albuquerque	Both Parties	Law Enforcement Center CCN 86-0063 & 88-0161	1986	6-Month Notice	Not specified	Varies yearly	Unknown	Both Parties
New Mexico County Insurance Authority	Board of Directors	Workers Compensation Fund CCN 87-0034	1987	Indefinite	Varies yearly	Prem \$613,355 Claims \$468,029	\$7,678,065	Board of Directors
New Mexico County Insurance Authority	Board of Directors	Multi-line Self-Insurance Fund CCN 92-0424	1989	Indefinite	Varies yearly	\$3,839,945	\$16,080,573	Board of Directors
City of Albuquerque	City of Albuquerque	Motor Vehicle Emissions Inspection Maintenance Program CCN 87-0121	1987	180-Day Notice	Varies yearly	20% of city's yearly project budget	Unknown	Both Parties
City of Albuquerque	City of Albuquerque	Development/Maintenance of A Emergency Response Plan CCN 90-0207	1988	30-Day Notice	Varies yearly	25% of city's annual approved project budget	Unknown	Both Parties
City of Albuquerque	City of Albuquerque	City/County Building CCN 1989-0174 CCN 2006-0693	2006	Indefinite	Not specified	Annual Rent Utilities	Unknown	Both Parties
City of Albuquerque	Both Parties	Emergency Medical Services CCN 1991-0239	1991	180-Day Notice	Varies yearly	Varies yearly	Unknown	Both Parties
NM Energy, Minerals, And Natural Resources Department	Bernalillo County	Administer Federal Land and Water Conservation Fund Act Maintain Park in Tijeras CCN 1992-0178	1992	10-Day Written Notice	\$17,000	Maintain park Property and Buildings.	Unknown	EMNRD, DFA State Auditor

**COUNTY OF BERNALILLO, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2011**

Participants	Responsible Party	Description	Beginnin Date	Ending Date	Project Amount	County Portion	Current Year Contributions	Audit Responsibility
City of Albuquerque Commissioner of Public Lands for NM AMAFCA	Commissioner of Public Lands for New Mexico	South Eubank Landfill Stabilization CCN 93-0367	1993	Silent	Not specified	Not to exceed \$200,000	Unknown	Not specified
Village of Tijeras	Bernalillo County	East Mountain Transfer Station CCN 93-0130	1993	30-Day Notice	Not specified	Maintain Transfer Station In safe Condition	\$0	Both Parties
City of Albuquerque	Both Parties	Flood Damage Prevention CCN 93-0451 & 95-0191	1993	30-Day Notice	Not specified	Half of the costs	Unknown	Both Parties
City of Rio Rancho City of Albuquerque Village of Tijeras Village of Los Ranchos	All Parties	Unified Library System CCN 93-0516 & 2003-0589 & 2006-0421	1993	60-Day Notice	Not specified	Not specified	\$1,138,925	All Parties
City of Bernalillo	Bernalillo County	Summer Lunch Program CCN 95-0215	1995	90-Day Notice	Varies yearly	Administer Program	\$0	Bernalillo County
New Mexico Highway And Transportation Department	Both Parties	Alameda Boulevard Landscaping Maintenance CCN 1995-0531	1995	Indefinite	\$1,250,000	Maintenance services	Unknown	Not specified
City of Albuquerque Village of Los Ranchos, Village of Tijeras	City of Albuquerque	Conduct of Community Programs on Aging CCN 1995-0739	1995	90-Day Notice	Not specified	Not specified	Unknown	City of Albuquerque
City of Albuquerque	Both Parties	Joint Metropolitan Forensic Services Center CCN 1999-0226, 2005-0688	1999	90-Day Notice	\$12,000,000	Varies yearly	\$0	City of Albuquerque
AMAFCA New Mexico State Highway Department	AMAFCA Bernalillo County	2nd Street-Pueblo Solano, Pueblo Luna, and Ortega Drain Outfall CCN 1999-0528	2000	30-Day Notice	Not specified	Maintenance of drainage improvements	Unknown	Not specified
NM Energy, Minerals & Natural Resources Department	Both Parties	Mobilization of Wildland Fire Protection & Resources CCN 2000-0071	2000	30-Day Notice	Not specified	Not specified	Unknown	Both Parties, DFA, State Auditor
New Mexico State Highway & Transportation Department Pueblo of Sandia	Bernalillo County	Traffic Signal at Intersection NM 556 CCN 2001-0114	2000	Indefinite	Not specified	Not specified	Unknown	Not specified

**COUNTY OF BERNALILLO, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2011**

Participants	Responsible Party	Description	Beginning Date	Ending Date	Project Amount	County Portion	Current Year Contributions	Audit Responsibility
NM Regulation & Licensing Department And Construction Industries Division	Bernalillo County	Regulation of Public Buildings Within Geographical Boundary Of NMPS CCN 2001-0164	2001	30-Day Notice	Not specified	Not specified	Unknown	Independent accreditation agency
City of Albuquerque	Both Parties	Metropolitan Criminal Justice Services Coordinating Council MCJJC CCN 2003-0385	1999	90-Day Notice	Not specified	Not specified	Unknown	Both Parties, DFA, State Auditor
City of Albuquerque and Albuquerque-Bernalillo Water Utility Authority	City of Albuquerque	Set forth the procedures for the Issuance of revenue bonds or Other obligations needed to Finance the utility capital needs CCN 2003-0673	02-25-04	By consent of Parties.	Various	None	None	City of Albuquerque
New Mexico Energy, Minerals and Natural Resource	Bernalillo County And EMNRD	Suppression of wildfires on State and non-municipal Private lands CCN 2004-0003 & CCN 2009-0775	12-13-04	30-Day Written Notice	Not specified	Unknown	Unknown	EMNRD
Hubbell House Alliance	Bernalillo County And Hubbell House Alliance	Improvements, maintenance, And education for history Of Hubbell House and Property CCN 2004-0166	04-21-04	60-Day Notice	Not Specified	None	None	Hubbell House Alliance
City of Albuquerque Bernalillo County Water Utility Authority	City of Albuquerque Bernalillo County Water Utility Authority	City, County & Authority Have right-of-way eminent Domain powers CCN2004-0692	09-22-04	Indefinite	Not Specified	Unknown	Unknown	All Parties
City of Albuquerque	Bernalillo County	Effectuate Admin. Efficiency Of Public Buildings CCN 2005-0117	04-12-05	Indefinite	Not Specified	None	Unknown	Bernalillo County
Valencia County	Bernalillo County	Assist Valencia in developing, implementing, and operating a juvenile Community custody program CCN 2007-0430	06-26-07	30 day notice	unknown	unknown	None	All Parties

**COUNTY OF BERNALILLO, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2011**

Participants	Responsible Party	Description	Beginning Date	Ending Date	Project Amount	County Portion	Current Year Contributions	Audit Responsibility
Sandoval County	Bernalillo County	Operation of Regional Juvenile Detention Center CCN 2007-0432	06-27-07	6 month notice	\$1,062,222	Operates Facility	\$1,062,222	Bernalillo County
New Mexico Children, Youth, and Families Department	Bernalillo County	Active collaboration between Parties in supporting and Implementing the Juvenile Detention Alternatives Initiative CCN2007-0560	10-21-07	30-Day Notice	Not Specified	Unknown	\$0	All Parties
New Mexico Dept. of Public Safety/New Mexico State Police	Bernalillo County Communications	Upgrade E911 equipment at DPS and PSAP to handle Wireless calls CCN2007-0608 & CCN 2010-011	12-27-07	60-Day Notice.	\$670,239	Unknown	\$0	Bernalillo County
New Mexico Energy, Minerals and Natural Resources Dept	Bernalillo County Open Space	Provide use of inmate crews To perform natural resource Improvements and vocational Training for inmates CCN2008-0106	03-20-08	10-Day Notice.	Unknown	Unknown	\$0	Bernalillo County
Village of Los Ranchos	Bernalillo County	Residential & commercial construction within the geographical boundaries of the Village CCN2009-0722	11-24-2009	30- Day Written Notice	Unknown	Unknown	\$0	Bernalillo County
Village of Los Ranchos	Bernalillo County	Provision of Fire Protection at the County for the Village of Los Ranchos CCN2009-0669	09/09/2009	60 -day Written Notice	Unknown	None	\$440,000	Bernalillo County
Village of Los Ranchos	Bernalillo County	Share resources and responsibility in public safety issues within the Village of Los Ranchos	06/28/2011	90-Day Written Notice	Unknown	None	\$10,000	Bernalillo county
Hubbell House	Bernalillo County	Use, support and develop the Gutierrez Hubbell House Property CCN 2010-0034	2/26/2010	2/26/2014	Unknown	Unknown	\$0	Bernalillo County

Statistical Section

This part of the County of Bernalillo's comprehensive 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 County's overall financial health.

Contents	Page
Financial Trends These schedules contain trend information to help the reader understand how the County's financial performance and well being have changed over time.	145
Revenue Capacity These schedules present information to help the reader assess the County's most significant local revenue source, the property tax.	157
Debt Capacity These schedules present information to help the reader assess the affordability of the County's current level of outstanding debt and the County's ability to issue additional debt in the future.	161
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	167
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County's provides and the activities it performs.	169

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented Governmental Accounting Standards Board Statement No. 34 in 2002; therefore, schedules presenting government-wide information began in that year.

COUNTY OF BERNALILLO, NEW MEXICO
NET ASSETS BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 344,670,560	\$ 353,608,399	\$ 356,558,834	\$ 308,271,760
Restricted	137,871,142	139,516,367	127,980,308	146,792,506
Unrestricted	114,602,118	109,237,450	85,572,706	94,132,470
Total governmental activities net of related debt	<u>\$ 597,143,820</u>	<u>\$ 602,362,216</u>	<u>\$ 570,111,848</u>	<u>\$ 549,196,736</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 3,238,600	\$ 2,001,499	\$ 2,358,904	\$ 2,839,330
Unrestricted	1,594,706	2,429,715	1,999,241	2,108,949
Total business-type activities	<u>\$ 4,833,306</u>	<u>\$ 4,431,214</u>	<u>\$ 4,358,145</u>	<u>\$ 4,948,279</u>
Primary government				
Invested in capital assets, net of related debt	\$ 347,909,160	\$ 355,609,898	\$ 358,917,738	\$ 311,111,090
Restricted	137,871,142	139,516,367	127,980,308	146,792,506
Unrestricted	116,196,824	111,667,165	87,571,947	96,241,419
Total primary government net assets	<u>\$ 601,977,126</u>	<u>\$ 606,793,430</u>	<u>\$ 574,469,993</u>	<u>\$ 554,145,015</u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 299,526,749	\$ 259,799,155	\$ 256,203,651	\$ 262,781,593	\$ 258,269,827	\$ 241,476,055
106,094,221	43,396,414	49,216,804	47,164,322	23,926,773	17,190,302
70,097,399	83,841,598	59,844,194	36,256,788	42,837,998	16,565,534
<u>\$ 475,718,369</u>	<u>\$ 387,037,167</u>	<u>\$ 365,264,649</u>	<u>\$ 346,202,703</u>	<u>\$ 325,034,598</u>	<u>\$ 275,231,891</u>
\$ 3,196,311	\$ 4,204,373	\$ 3,602,601	\$ 3,159,453	\$ 3,229,267	\$ 2,085,987
1,340,312	589,684	1,572,789	1,524,239	1,388,372	2,363,509
<u>\$ 4,536,623</u>	<u>\$ 4,794,057</u>	<u>\$ 5,175,390</u>	<u>\$ 4,683,692</u>	<u>\$ 4,617,639</u>	<u>\$ 4,449,496</u>
\$ 302,723,060	\$ 264,003,528	\$ 259,806,252	\$ 265,941,046	\$ 261,499,094	\$ 243,562,042
106,094,221	43,396,414	49,216,804	47,164,322	23,926,773	17,190,302
71,437,711	84,431,282	61,416,983	37,781,027	44,226,370	18,929,043
<u>\$ 480,254,992</u>	<u>\$ 391,831,224</u>	<u>\$ 370,440,039</u>	<u>\$ 350,886,395</u>	<u>\$ 329,652,237</u>	<u>\$ 279,681,387</u>

COUNTY OF BERNALILLO, NEW MEXICO
CHANGES IN NET ASSETS
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Expenses	2011	2010	2009	2008
Governmental activities:				
General government	\$ 69,096,613	\$ 64,791,762	\$ 69,898,098	\$ 45,609,786
Public works	43,729,571	42,122,694	50,092,431	52,518,685
Public safety	145,727,403	154,622,588	156,911,320	143,867,733
Culture and recreation	13,347,421	11,957,736	11,426,758	12,637,946
Health and welfare	41,952,311	36,053,345	31,911,866	28,083,075
Interest on long-term debt	12,420,667	14,530,276	15,591,011	15,585,987
Total government activities expenses	<u>326,273,986</u>	<u>324,078,401</u>	<u>335,831,484</u>	<u>298,303,212</u>
Business-type activities:				
Solid waste	4,684,002	4,817,057	5,215,029	4,910,418
Housing Authority	1,480,157	1,083,960	1,576,798	860,653
Seybold Village Handicapped Project	341,593	349,467	320,744	235,027
Regional Juvenile Detention Center	1,079,558	1,084,886	960,180	923,826
El Centro Familiar	397,701	646,387	450,958	426,170
Total business-type activities expenses	<u>7,983,011</u>	<u>7,981,757</u>	<u>8,523,709</u>	<u>7,356,094</u>
Total primary government expenses	<u>\$ 334,256,997</u>	<u>\$ 332,060,158</u>	<u>\$ 344,355,193</u>	<u>\$ 305,659,306</u>
Program Revenues				
Government activities:				
Charges for services:				
General government	\$ 9,435,442	\$ 27,821,557	\$ 29,818,073	\$ 36,526,187
Public works	2,010,807	-	-	-
Public Safety	12,936,840	-	-	-
Culture and recreation	926,712	-	-	138
Health and Welfare	101,650	-	-	-
Operating grants and contributions:				
General government	-	-	346,608	232,986
Public Works	463,860	-	9,931	-
Public Safety	11,174,899	11,692,990	10,654,921	12,688,872
Culture and recreation	602,955	743,584	557,640	743,616
Health and Welfare	13,216,902	12,924,689	13,182,226	14,475,407
Capital Grants and contributions				
General government	3,316,133	-	10,087,748	-
Public Works	9,549,331	17,963,627	20,927,024	27,882,786
Public Safety	511,563	637,977	809,420	5,063,696
Culture and recreation	2,981,532	8,490,772	3,150,736	6,124,856
Health and Welfare	-	1,021,325	2,909,854	2,921,570
Total government activities program revenue	<u>67,228,626</u>	<u>81,296,521</u>	<u>92,454,181</u>	<u>106,660,114</u>
Business-type activities				
Charges for services:				
Solid Waste	4,709,898	4,617,890	4,495,377	4,373,905
Housing Authority	558,653	293,063	575,634	537,282
Seybold Village Handicapped Project	41,742	43,074	42,446	41,392
Regional Juvenile Detention Center	1,062,222	1,062,223	1,058,848	859,131
El Centro Familiar	141,547	398,596	160,089	170,909
Operating grants and contributions:				
Solid Waste	176,000	176,000	176,000	165,001
Housing Authority	972,399	451,043	-	123,696
Seybold Village Handicapped Project	-	-	-	56,546
El Centro Familiar	160,175	153,544	151,781	153,239
Capital grants and contributions:				
Housing Authority	-	-	406,227	395,128
Seybold Village Handicapped Project	-	107,712	75,952	38,853
Total business-type activities program revenues	<u>7,822,636</u>	<u>7,303,145</u>	<u>7,142,354</u>	<u>6,915,082</u>
Total primary government program revenues	<u>\$ 75,051,262</u>	<u>\$ 88,599,666</u>	<u>\$ 99,596,535</u>	<u>\$ 113,575,196</u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 47,569,157	\$ 46,477,713	\$ 45,288,911	\$ 37,501,192	\$ 35,401,110	\$ 43,255,078
32,604,280	45,618,719	34,986,816	32,294,831	17,430,834	14,924,680
129,957,959	108,438,819	89,268,696	82,328,864	70,268,870	62,911,948
15,337,172	14,202,035	11,411,012	11,409,199	10,970,249	10,538,867
25,862,321	19,199,026	19,266,114	18,785,416	18,236,535	19,152,007
15,221,474	14,318,226	15,077,459	14,651,079	13,877,535	13,223,301
<u>266,552,363</u>	<u>248,254,538</u>	<u>215,299,008</u>	<u>196,970,581</u>	<u>166,185,133</u>	<u>164,005,881</u>
4,483,095	4,257,715	3,255,586	3,353,335	3,256,760	2,906,417
847,572	469,038	1,036,213	2,065,228	2,011,925	1,849,089
172,947	168,763	145,955	126,954	135,129	122,065
1,158,479	1,273,084	1,330,647	1,275,350	1,190,085	989,458
354,557	404,069	382,877	392,493	379,777	242,262
<u>7,016,650</u>	<u>6,572,669</u>	<u>6,151,278</u>	<u>7,213,360</u>	<u>6,973,676</u>	<u>6,109,291</u>
<u>\$ 273,569,013</u>	<u>\$ 254,827,207</u>	<u>\$ 221,450,286</u>	<u>\$ 204,183,941</u>	<u>\$ 173,158,809</u>	<u>\$ 170,115,172</u>
\$ 47,003,455	\$ 30,856,985	\$ 21,395,970	\$ 16,687,785	\$ 15,426,336	\$ 11,556,799
-	-	-	-	-	2,110,599
-	-	-	-	-	-
48,720	151	60	97	114	121
-	-	-	-	-	-
442,797	280,737	1,008,250	504,723	72,137	32,348
17,536	-	2,357	356,530	-	-
5,207,981	8,267,824	7,427,307	8,503,339	4,170,033	3,431,778
260,933	887,767	852,589	841,768	639,390	456,954
15,807,842	12,511,372	12,535,023	11,509,565	10,732,435	9,791,814
129,563	11,152	-	6,355	-	-
36,292,565	17,551,403	13,038,508	21,216,205	11,921,830	8,086,014
844,478	161,551	39,915	103,493	250	232,394
4,741,191	1,355,935	1,106,620	1,644,695	339,709	859,015
3,758,832	177,626	874,397	873,929	1,275	171,859
<u>114,555,893</u>	<u>72,062,503</u>	<u>58,280,996</u>	<u>62,248,484</u>	<u>43,303,509</u>	<u>36,729,695</u>
3,646,753	4,022,140	3,050,320	3,054,698	2,942,500	2,753,246
191,210	79,889	479,823	1,625,769	1,334,139	1,270,662
30,942	40,163	31,905	31,563	32,069	33,251
1,171,934	1,245,626	1,245,191	1,331,114	1,160,748	1,109,598
110,664	107,485	95,764	97,643	101,140	98,379
314,140	196,975	139,226	148,490	292,097	280,517
-	-	-	-	-	-
54,556	-	-	-	-	-
214,296	-	-	-	-	-
452,903	-	-	-	-	-
29,691	-	-	-	-	-
<u>6,217,089</u>	<u>5,692,278</u>	<u>5,042,229</u>	<u>6,289,277</u>	<u>5,862,693</u>	<u>5,545,653</u>
<u>\$ 120,772,982</u>	<u>\$ 77,754,781</u>	<u>\$ 63,323,225</u>	<u>\$ 68,537,761</u>	<u>\$ 49,166,202</u>	<u>\$ 42,275,348</u>

COUNTY OF BERNALILLO, NEW MEXICO
CHANGES IN NET ASSETS (Continued)
LAST TEN FISCAL YEARS
(accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Net (expenses)/revenue				
Governmental activities	(259,045,360)	(242,781,880)	(243,377,303)	(191,643,098)
Business-type activities	(160,375)	(678,612)	(1,381,355)	(441,012)
Total primary governmental net expenses	<u><u>\$(259,205,735)</u></u>	<u><u>\$(243,460,492)</u></u>	<u><u>\$(244,758,658)</u></u>	<u><u>\$(192,084,110)</u></u>
General Revenue and Other Changes in Net Assets				
Governmental activities:				
Taxes				
Property taxes	\$ 122,275,071	\$ 127,201,067	\$ 120,069,963	\$ 113,789,778
Gross receipts taxes	113,354,187	112,555,113	114,116,141	120,264,324
Motor vehicle taxes	3,694,000	3,788,238	3,582,607	4,301,323
Cigarette taxes	-	5,230	6,758	6,077
Gas taxes	1,719,921	1,808,628	2,037,969	1,572,980
Investment income	2,244,107	15,249,566	10,865,039	16,046,244
Gain on sale of capital assets	-	48,972	296,236	-
Miscellaneous	10,539,678	14,375,434	13,317,702	9,525,633
Transfers	-	-	-	(384,894)
Total governmental activities	<u>253,826,964</u>	<u>275,032,248</u>	<u>264,292,415</u>	<u>265,121,465</u>
Business-type activities:				
Investment income	6,456	124,819	45,191	83,879
Operating grants	-	-	-	-
Gain on sale of capital assets	-	4,100	33,858	-
Miscellaneous	550,162	614,416	712,172	383,895
Transfers	-	-	-	384,894
Capital contributions - capital assets	5,849	8,346	-	-
Total business-type activities	<u>562,467</u>	<u>751,681</u>	<u>791,221</u>	<u>852,668</u>
Total primary government	<u><u>254,389,431</u></u>	<u><u>275,783,929</u></u>	<u><u>265,083,636</u></u>	<u><u>265,974,133</u></u>
Change in Net Assets				
Governmental activities	(5,218,396)	32,250,368	20,915,112	73,478,367
Business-type activities	402,092	73,069	(590,134)	411,656
Total before prior period adjustment	<u>(4,816,304)</u>	<u>32,323,437</u>	<u>20,324,978</u>	<u>73,890,023</u>
Prior period adjustment	-	-	-	-
Total primary government	<u><u>\$ (4,816,304)</u></u>	<u><u>\$ 32,323,437</u></u>	<u><u>\$ 20,324,978</u></u>	<u><u>\$ 73,890,023</u></u>

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
(151,996,470)	(176,192,035)	(157,018,012)	(134,722,097)	(122,881,624)	(127,276,186)
(799,561)	(880,391)	(1,109,049)	(629,233)	(832,346)	(419,755)
<u><u>\$ (152,796,031)</u></u>	<u><u>\$ (177,072,426)</u></u>	<u><u>\$ (158,127,061)</u></u>	<u><u>\$ (135,351,330)</u></u>	<u><u>\$ (123,713,970)</u></u>	<u><u>\$ (127,695,941)</u></u>
\$ 101,617,379	\$ 95,070,478	\$ 97,468,762	\$ 94,043,897	\$ 81,442,677	\$ 79,991,210
107,167,291	74,565,522	55,548,897	38,725,557	36,663,056	34,486,698
3,788,667	4,132,542	3,608,463	3,547,419	3,373,650	3,506,553
6,454	5,707	5,511	6,477	5,343	4,567
1,636,764	1,964,503	1,680,496	1,553,716	1,560,909	1,531,929
13,833,232	9,043,065	6,952,564	5,184,585	6,067,056	6,218,519
-	-	-	-	-	-
12,949,329	13,182,736	10,845,578	11,332,291	3,488,475	4,115,041
(321,444)	-	200,000	200,000	-	-
<u>240,677,672</u>	<u>197,964,553</u>	<u>176,310,271</u>	<u>154,593,942</u>	<u>132,601,166</u>	<u>129,854,517</u>
103,533	50,653	9,022	7,713	10,410	9,457
-	534,517	558,439	939,530	889,331	824,500
-	-	-	-	-	-
117,150	107,233	119,688	119,379	100,748	85,924
321,444	-	(200,000)	(200,000)	-	-
-	16,688	1,113,598	-	-	-
<u>542,127</u>	<u>709,091</u>	<u>1,600,747</u>	<u>866,622</u>	<u>1,000,489</u>	<u>919,881</u>
<u>241,219,799</u>	<u>198,673,644</u>	<u>177,911,018</u>	<u>155,460,564</u>	<u>133,601,655</u>	<u>130,774,398</u>
88,681,202	21,772,518	19,292,259	19,871,845	9,719,542	2,578,331
(257,434)	(171,300)	491,698	237,389	168,143	500,126
<u>88,423,768</u>	<u>21,601,218</u>	<u>19,783,957</u>	<u>20,109,234</u>	<u>9,887,685</u>	<u>3,078,457</u>
-	(210,033)	394,070	1,124,924	40,083,165	-
<u><u>\$ 88,423,768</u></u>	<u><u>\$ 21,391,185</u></u>	<u><u>\$ 20,178,027</u></u>	<u><u>\$ 21,234,158</u></u>	<u><u>\$ 49,970,850</u></u>	<u><u>\$ 3,078,457</u></u>

COUNTY OF BERNALILLO, NEW MEXICO
GOVERNMENTAL ACTIVITIES TAX REVENUE BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)

Fiscal Year	Property Tax	Gross Receipts Tax	Motor Vehicle Tax	Cigarette Tax	Gas Tax	Total
2011	\$ 122,275,071	\$ 113,354,187	\$ 3,694,000	\$ - (1)	\$ 1,719,921	\$ 241,043,179
2010	127,201,067	112,555,113	3,788,238	5,230	1,808,628	245,358,276
2009	120,069,963	114,116,141	3,582,607	6,758	2,037,969	239,813,438
2008	113,789,778	120,264,324	4,301,323	6,077	1,572,980	239,934,482
2007	101,617,379	107,167,291	3,788,667	6,454	1,636,764	214,216,555
2006	95,070,478	74,565,522	4,132,542	5,707	1,964,503	175,738,752
2005	97,468,762	55,548,897	3,608,463	5,511	1,680,496	158,312,129
2004	94,043,897	38,725,557	3,547,419	6,477	1,553,716	137,877,066
2003	81,442,677	36,663,056	3,373,650	5,343	1,560,909	123,045,635
2002	\$ 79,991,210	\$ 34,486,698	\$ 3,506,553	\$ 4,567	\$ 1,531,929	\$ 119,520,957

(1) Cigarette tax collections were reduced by state legislative actions

COUNTY OF BERNALILLO, NEW MEXICO
GOVERNMENTAL ACTIVITIES- GROSS RECEIPTS TAX REVENUE BY SOURCE
LAST SEVEN FISCAL YEARS
(accrual basis of accounting)

Business Sector	2011	2010	2009	2008	2007	2006	2005
Utilities	\$ 4,228,110	\$ 4,220,817	\$ 3,822,891	\$ 3,728,194	\$ 3,643,688	\$ 2,460,662	\$ 1,666,467
Construction	8,535,570	8,936,876	11,388,791	12,026,432	13,610,246	9,000,059	5,554,890
Manufacturing	2,856,526	2,611,279	2,579,025	2,405,286	2,464,848	1,640,441	1,166,527
Wholesale trade	4,228,111	4,119,517	4,655,939	4,810,573	5,358,365	4,399,366	2,777,445
Retail trade	28,633,268	29,455,673	29,019,735	31,268,724	26,791,823	18,193,987	14,442,713
Information and cultural industries	5,565,691	4,896,147	3,035,489	2,405,286	2,143,346	1,267,614	555,489
Real estate, rental and leasing	1,484,940	1,361,917	1,380,805	1,803,965	1,714,677	969,352	555,489
Professional, scientific and technical services	20,358,412	20,304,942	20,244,203	18,761,235	17,682,603	13,794,622	10,554,290
Health care and social assistance	5,475,007	5,413,901	5,009,699	4,930,837	4,286,692	2,460,662	2,499,700
Accommodation and food services	9,510,416	9,094,453	8,581,534	9,019,824	7,501,710	4,473,931	3,455,141
Other services (except public admin.)	11,267,406	11,368,066	12,427,248	12,748,018	10,716,729	7,456,552	5,721,536
Unclassified establishments	340,063	461,476	707,520	1,082,379	857,338	1,491,310	1,555,369
State food distribution	6,223,145	6,044,210	7,018,143	7,696,917	4,286,692	3,728,276	2,666,347
State medical distribution	2,969,880	2,847,644	3,035,489	3,006,608	2,143,346	969,352	888,782
Other business activity*	1,677,642	1,418,195	1,209,630	4,570,046	3,965,188	2,259,336	1,488,712
Gross receipts taxes received**	<u>\$113,354,187</u>	<u>\$112,555,113</u>	<u>\$114,116,141</u>	<u>\$120,264,324</u>	<u>\$107,167,291</u>	<u>\$ 74,565,522</u>	<u>\$ 55,548,897</u>

* Other Business Activity are industries that generate less than 2% of gross receipts tax individually. Those industries include the following business classifications using the North American Industry Classification System (NAICS): Finance and Insurance; Transportation and Warehousing; Administration and Support, Waste Management and Remediation; Educational Services; Arts, Entertainment and Recreation; Management of Companies and Enterprises; Agriculture, Forestry, Fishing and Hunting; Public Administration; Mining and Oil and Gas Extraction.

** FY 10 was the first year of the Regional Transit Gross Receipts Tax. This 1/8 cent tax is collected by Bernalillo County but remitted to the Mid Region Council of Governments for operation of the Rail Runner train system.

Source: State of New Mexico Taxation and Revenue Department and Bernalillo County records.

COUNTY OF BERNALILLO, NEW MEXICO
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
General Fund				
Nonspendable	\$ 2,408,448	\$ 2,350,306	\$ 2,319,196	\$ 2,407,630
Restricted	68,801,270	65,240,072	66,297,457	64,204,173
Committed	1,189,430	-	-	-
Assigned	80,444,554	92,042,596	74,009,419	77,021,708
Unassigned	34,085,866	34,485,436	33,032,083	28,253,300
Total general fund	<u>\$ 186,929,568</u>	<u>\$ 194,118,410</u>	<u>\$ 175,658,155</u>	<u>\$ 171,886,811</u>
All other governmental funds				
Nonspendable	\$ 13,348,912	\$ 11,759,014	\$ 16,701,584	\$ 16,783,967
Restricted	63,262,295	167,493,607	155,920,591	105,642,788
Assigned	34,176,037	-	-	-
Unassigned	(33,854)	-	-	-
Total all other governmental funds	<u>\$ 110,753,390</u>	<u>\$ 179,252,621</u>	<u>\$ 172,622,175</u>	<u>\$ 122,426,755</u>
Total Fund Balance	\$ 297,682,958	\$ 373,371,031	\$ 348,280,330	\$ 294,313,566

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 2,053,682	\$ 1,946,763	\$ 1,813,923	\$ 1,664,982	\$ 1,694,066	\$ 2,425,705
62,116,232	47,880,110	38,279,946	31,815,165	29,833,177	26,088,410
-	-	-	-	-	-
58,151,165	25,910,114	12,251,801	14,452,804	10,451,773	10,880,754
24,383,704	21,726,308	19,963,013	-	-	-
<u>\$ 146,704,783</u>	<u>\$ 97,463,295</u>	<u>\$ 72,308,683</u>	<u>\$ 47,932,951</u>	<u>\$ 41,979,016</u>	<u>\$ 39,394,869</u>
\$ 16,880,650	\$ 16,918,477	\$ 17,569,634	\$ 17,823,175	\$ 17,922,858	\$ 18,117,612
74,569,367	69,406,327	69,776,034	82,415,510	46,573,842	44,991,956
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 91,450,017</u>	<u>\$ 86,324,804</u>	<u>\$ 87,345,668</u>	<u>\$ 100,238,685</u>	<u>\$ 64,496,700</u>	<u>\$ 63,109,568</u>
\$ 238,154,800	\$ 183,788,099	\$ 159,654,351	\$ 148,171,636	\$ 106,475,716	\$ 102,504,437

COUNTY OF BERNALILLO, NEW MEXICO
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(modified accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Revenues				
Taxes:				
Property	\$ 122,366,390	\$ 124,742,271	\$ 118,118,204	\$ 113,368,730
Sales	113,354,187	112,555,113	114,116,141	120,264,324
Motor vehicle	3,694,000	3,788,238	3,582,607	4,301,323
Cigarette	-	5,230	6,758	6,077
Gas	1,719,921	1,808,628	2,037,969	1,572,980
Intergovernmental	42,023,595	57,592,844	62,866,884	70,287,188
Licenses and permits	2,900,502	2,362,344	3,189,293	3,479,107
Fees for services	22,510,949	25,459,213	26,628,780	32,893,819
Investment income	2,244,107	15,249,566	10,865,039	16,046,244
Miscellaneous	9,132,778	7,822,907	9,992,381	9,525,633
Total revenues	<u>319,946,429</u>	<u>351,386,354</u>	<u>351,404,056</u>	<u>371,745,425</u>
Expenditures				
General government	61,469,403	54,424,762	56,284,520	42,291,899
Public works	27,719,002	23,649,763	23,906,123	23,093,549
Public safety	135,303,143	144,820,182	140,201,023	131,859,726
Health and welfare	39,895,716	34,446,947	30,470,414	27,109,801
Culture and recreation	10,523,395	9,622,045	9,445,054	11,205,752
Capital outlay	35,475,847	37,648,304	35,466,502	52,168,492
Capital outlay-other entities	10,246,755	13,117,251	23,752,233	14,209,243
Debt service:				
Principal	61,675,000	23,555,000	25,019,717	13,987,345
Interest	13,501,640	15,728,867	15,873,887	15,658,380
Bond issuance cost	-	366,847	451,511	409,433
Total expenditures	<u>395,809,901</u>	<u>357,379,968</u>	<u>360,870,984</u>	<u>331,993,620</u>
Excess (deficiency) of revenues over expenditures	<u>(75,863,472)</u>	<u>(5,993,614)</u>	<u>(9,466,928)</u>	<u>39,751,805</u>
Other financing sources (uses)				
Transfers in	64,988,019	20,471,330	22,792,106	17,872,263
Transfers out	(64,988,019)	(20,471,330)	(22,792,106)	(18,257,157)
Long-term note issued	-	-	-	-
Bonds issued	-	28,750,000	62,200,000	21,500,000
Refunding bonds issued	-	16,755,000	-	11,000,000
Payment to refunding bond escrow agent	-	(15,689,300)	-	(16,547,758)
Discount on bonds issued	-	(169,883)	-	(53,000)
Premium on bonds issued	-	1,366,406	660,254	734,178
Sale of capital assets	175,399	72,092	573,438	158,435
Total other financing sources (uses)	<u>175,399</u>	<u>31,084,315</u>	<u>63,433,692</u>	<u>16,406,961</u>
Net change in fund balances	<u>\$ (75,688,073)</u>	<u>\$ 25,090,701</u>	<u>\$ 53,966,764</u>	<u>\$ 56,158,766</u>
Debt service as a percentage of noncapital expenditures	20.93% ⁽¹⁾	12.32%	12.59%	10.42%

(1) This percentage is calculated using a capital outlay amount adjusted for internal labor included in operating expenses as detailed in the footnotes to the financial statements. The increase in this percentage from fy10 to fy11 is due to GRT bond proceeds being used to payoff a 46.9 million debt that was not used for its intended purpose.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 101,471,408	\$ 94,942,222	\$ 97,608,049	\$ 93,534,299	\$ 80,964,409	\$ 80,247,802
107,167,291	74,565,522	55,548,897	38,725,557	36,663,056	34,486,698
3,788,667	4,132,542	3,608,463	3,547,419	3,373,650	3,506,553
6,454	5,707	5,511	6,477	5,343	4,567
1,636,764	1,964,503	1,680,496	1,553,716	1,560,909	1,531,929
67,552,438	41,366,969	36,931,650	45,643,875	27,886,595	25,177,230
3,555,566	4,838,500	4,174,138	5,104,429	4,761,522	3,069,578
43,447,889	25,857,034	17,175,208	11,500,180	10,655,392	8,482,887
13,833,232	9,043,065	6,952,564	5,184,585	6,067,056	6,218,519
10,477,726	13,182,736	10,845,578	11,090,075	3,527,306	4,162,361
<u>352,937,435</u>	<u>269,898,800</u>	<u>234,530,554</u>	<u>215,890,612</u>	<u>175,465,238</u>	<u>166,888,124</u>
49,893,135	40,984,541	42,217,400	35,748,909	36,742,351	40,379,744
23,608,319	26,839,945	17,673,512	15,907,897	10,810,538	8,293,762
119,780,354	96,369,043	79,712,958	72,075,141	63,439,842	57,119,239
24,904,668	18,253,158	18,393,227	18,016,551	17,521,345	18,389,976
14,012,941	11,742,718	10,444,279	10,508,127	10,160,201	9,675,464
48,317,057	38,355,698	33,022,775	19,836,585	23,787,171	39,783,062
-	-	-	-	-	-
12,594,320	11,632,060	9,562,282	11,167,181	11,364,557	16,267,720
15,460,278	14,831,868	14,928,663	14,294,518	14,055,522	13,246,615
75,948	643,458	68,712	329,926	201,479	-
<u>308,647,020</u>	<u>259,652,489</u>	<u>226,023,808</u>	<u>197,884,835</u>	<u>188,083,006</u>	<u>203,155,582</u>
44,290,415	10,246,311	8,506,746	18,005,777	(12,617,768)	(36,267,458)
18,764,786	27,045,866	17,554,672	35,274,967	13,156,077	12,203,169
(18,764,786)	(27,045,866)	(17,354,672)	(35,074,967)	(13,156,077)	(12,203,169)
-	7,401,160	-	-	-	-
10,000,000	6,466,000	3,029,000	22,210,000	16,400,000	4,600,000
-	56,425,000	-	-	11,290,000	-
-	(60,879,651)	-	-	(11,125,802)	-
(60,633)	(413,689)	(22,718)	(16,117)	-	-
-	4,888,617	-	-	24,849	-
136,919	-	-	-	-	-
<u>10,076,286</u>	<u>13,887,437</u>	<u>3,206,282</u>	<u>22,393,883</u>	<u>16,589,047</u>	<u>4,600,000</u>
<u>\$ 54,366,701</u>	<u>\$ 24,133,748</u>	<u>\$ 11,713,028</u>	<u>\$ 40,399,660</u>	<u>\$ 3,971,279</u>	<u>\$ (31,667,458)</u>
11.04%	11.05%	12.29%	14.39%	15.49%	18.07%

**COUNTY OF BERNALILLO, NEW MEXICO
 ASSESSED VALUE AND ESTIMATED ACTUAL OF PROPERTY
 LAST TEN FISCAL YEARS**

Fiscal Year Ended June 30,	Real Property		Personal Property		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Centrally Assessed	Livestock				
2002	\$ 6,290,127,716	\$ 2,386,326,792	\$ 456,590,691	\$ 1,276,628	\$ 9,134,321,827	8.593	\$ 12,712,295,203	71.85%
2003	6,580,549,243	2,309,396,776	460,213,785	1,251,252	9,351,411,056	8.465	12,469,603,322	74.99%
2004	6,843,151,309	2,385,170,939	431,315,470	1,178,093	9,660,815,811	9.489	13,100,007,455	73.75%
2005	7,269,453,586	2,429,391,192	402,552,650	1,239,423	10,102,636,851	9.479	13,632,488,946	74.11%
2006	7,743,446,079	3,095,290,965	420,417,136	1,278,523	11,260,432,703	8.369	14,202,608,812	79.28%
2007	8,442,782,935	2,978,241,211	446,277,809	1,371,876	11,868,673,831	8.491	14,824,548,909	80.06%
2008	9,333,295,563	3,380,218,205	476,185,795	1,412,868	13,191,112,431	8.493	16,455,304,512	80.16%
2009	10,050,550,836	3,445,172,418	479,076,818	1,291,931	13,976,092,003	8.425	17,337,910,632	80.61%
2010	10,533,197,821	3,867,180,680	421,489,847	1,236,328	14,823,104,676	8.500	18,328,312,117	80.88%
2011	\$ 10,315,485,048	\$ 3,580,630,435	\$ 487,472,638	\$ 1,140,685	\$ 14,384,728,806	8.438	\$ 17,961,398,881	80.09%

The levies are requested by the County Commission and set by the Department of Finance and Administration, State of New Mexico.

The County Treasurer levies and collects the taxes and distributes to all taxing jurisdictions.

Source: County Assessor's Office and State Department of Finance and Administration

**COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX RATES
DIRECT AND OVERLAPPING
(PER \$1,000 OF ASSESSED VALUATION)
LAST TEN FISCAL YEARS**

	2011	2010	2009	2008	2007	2006	2005	2004	2003	2002
Bernalillo County										
Operating	7.769	7.505	7.430	7.489	7.393	7.220	8.310	8.342	7.265	7.266
Debt service	0.555	0.880	0.880	0.888	0.830	0.830	0.830	0.830	0.950	1.254
Open space	0.100	0.100	0.100	0.100	0.250	0.250	0.250	0.250	0.250	0.073
Judgment	0.014	0.015	0.015	0.016	0.018	0.069	0.089	0.067	N/A	N/A
Total direct rate	8.438	8.500	8.425	8.493	8.491	8.369	9.479	9.489	8.465	8.593
City of Albuquerque										
Operating	6.433	6.203	4.134	3.136	3.166	3.104	3.171	3.176	2.172	2.382
Debt Service	4.976	4.976	6.976	7.976	7.976	7.976	7.976	7.976	8.976	8.976
Albuquerque Public Schools										
Operating	0.315	0.304	0.303	0.304	0.302	0.299	0.301	0.304	0.307	0.312
Debt Service	4.317	4.316	4.304	4.308	2.167	2.162	2.166	2.162	2.160	2.160
Capital Improvement	2.000	2.000	1.999	2.000	1.995	1.958	2.000	2.000	-	2.000
Building	3.988	3.985	3.944	3.947	3.975	3.996	3.988	4.068	3.996	4.004
Hospitals	6.400	6.400	6.429	6.428	6.487	6.317	6.500	6.500	6.500	6.500
Village of Tijeras										
Operating	1.316	1.271	1.283	1.265	1.253	1.176	1.240	1.430	1.509	1.403
Village of Corrales (1)										
Operating	-	2.699	2.143	2.950	3.662	3.395	1.919	2.015	2.962	2.84
Debt Service	-	0.594	1.125	1.349	1.020	1.373	NA	1.070	0.639	1.247
Torrance Schools										
Operating	0.370	0.381	0.378	0.364	0.372	0.373	0.369	0.362	0.372	0.357
Debt Service	8.841	8.964	8.217	7.159	7.214	8.254	8.219	7.729	7.976	6.452
Capital Improvement	1.954	2.000	2.000	2.000	2.000	2.000	2.000	2.000	2.000	2.000
Rio Rancho										
Operating	3.447	3.084	2.624	2.484	5.236	5.007	5.349	5.140	4.810	4.519
Debt Service	2.060	2.067	2.060	2.060	1.826	2.067	2.067	2.074	2.000	1.140
Rio Grande Conservancy District	4.244	4.238	4.246	4.250	4.635	4.963	5.330	5.320	5.376	5.425
Edgewood Soil & Water Conservancy District	1.000	1.000	0.939	0.935	0.956	0.969	1.000	1.000	1.000	1.000
State of New Mexico	1.530	1.150	1.250	1.291	1.291	1.234	1.028	1.520	1.123	1.765
Central NM Community College (fka TVI)										
Operating	2.717	2.632	2.596	2.584	2.625	2.569	2.618	2.617	2.624	2.613
Debt Service	0.550	0.550	0.550	0.550	0.550	0.550	0.550	0.550	0.550	0.550
Albuquerque Flood Control	0.926	0.927	0.923	0.919	0.931	0.920	0.931	0.933	0.933	0.940

(1) Village of Corrales is no longer in the Bernalillo County taxation district

Source: County Assessor's Office, County Treasurer's Office and State Department of Finance and Administration

**COUNTY OF BERNALILLO, NEW MEXICO
 PRINCIPAL PROPERTY TAXPAYERS
 CURRENT YEAR AND TEN YEARS AGO**

Taxpayer	2011			2002		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Public Service Company of New Mexico - Electric Services	\$ 134,567,473	1	0.935%	\$ 110,891,634	2	1.230%
Qwest Corp (fka) U.S. West Communication Inc.	94,618,360	2	0.658%	111,573,576	1	1.240%
New Mexico Gas Company (formerly PNM - Gas Services) (1)	42,399,070	3	0.295%	28,946,061	3	0.320%
Southwest Airlines	26,783,830	4	0.186%	20,889,660	5	0.230%
Verizon Wireless	19,074,009	5	0.133%	-	-	-
GCC Rio Grande Inc.	18,533,080	6	0.129%	-	-	-
Simon Property Group, Ltd (Cottonwood Mall)	15,960,737	7	0.111%	20,997,900	4	0.230%
Hunt Uptown Development LLC	15,025,331	8	0.104%	-	-	-
HUB Albuquerque LLC	14,615,771	9	0.102%	-	-	-
Coronado Center LLC	14,611,718	10	0.102%	-	-	-
Heitman Properties of NM	-	-	-	18,672,633	6	0.210%
Crescent Real Estate (Hyatt Hotel)	-	-	-	15,782,623	9	0.180%
Rio Grande Portland Cement	-	-	-	16,052,380	7	0.180%
Time Warner Telecom/GST Comm	-	-	-	15,926,730	8	0.180%
AT&T Communications	-	-	-	13,905,877	10	0.150%
Total	\$ 396,189,379		2.755%	\$ 373,639,074		4.150%

Source: County Treasurer's Office

(1) PNM Gas Services became the new company, New Mexico Gas Company, in tax year 2010

Note:

Total taxable value including real and personal property for tax year 2010 (fiscal year 2011) is \$ 14,384,728,806
 Total taxable value including real and personal property for tax year 2001 (fiscal year 2002) is \$ 9,134,321,827

**COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

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
2002	\$ 77,927,470	\$ 73,466,035	94.27%	\$ 4,090,780	\$ 77,556,815	99.52%
2003	79,352,646	75,242,762	94.82%	3,856,699	79,099,461	99.68%
2004	91,822,433	87,599,841	95.41%	3,886,107	91,485,948	99.63%
2005	96,145,652	91,795,950	95.47%	3,991,021	95,786,971	99.63%
2006	93,906,198	90,013,460	95.85%	3,632,816	93,646,276	99.72%
2007	101,082,171	97,157,620	96.12%	3,371,249	100,528,869	99.45%
2008	112,113,596	107,467,225	95.86%	3,891,118	111,358,343	99.33%
2009	117,508,912	112,092,669	95.39%	4,123,826	116,216,495	98.90%
2010	124,708,278	117,443,009	94.17%	3,026,954	120,469,963	96.60%
2011	\$ 120,075,839	\$ 114,472,104	95.33%	\$ -	\$ -	-

The levies are requested by the County Commission and set by the Department of Finance and Administration, State of New Mexico

The County Treasurer levies and collects the taxes and distributes to all taxing jurisdictions.

Source: County Treasurer's Office

**COUNTY OF BERNALILLO, NEW MEXICO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities				Business Type Activities		Total Primary Government	Percentage of Personal Income ^(a)	Per Capita ^(a)
	General Obligation Bonds	Special Revenue Bonds	Capital Leases	Note Payable	Revenue Bonds	Note Payable			
2002	\$ 65,675,000	\$ 188,990,000	\$ 1,193,991	\$ -	\$ 1,915,000	\$ -	\$ 257,773,991	1.49%	449.30
2003	77,155,000	184,910,378	1,577,949	-	1,885,000	-	265,528,327	1.48%	455.46
2004	83,915,000	192,225,000	1,774,674	-	1,850,000	-	279,764,674	1.48%	470.47
2005	82,479,000	187,340,000	1,562,392	-	1,815,000	-	273,196,392	1.35%	449.47
2006	83,475,000	181,510,000	1,350,110	5,586,382	1,780,000	867,305	274,568,797	1.26%	443.22
2007	88,580,000	175,500,000	1,350,110	3,897,062	1,740,000	1,157,651	272,224,823	1.20%	432.91
2008	98,835,000	170,005,000	1,350,110	1,504,717	1,700,000	994,675	274,389,502	1.16%	431.81
2009	102,080,000	205,445,000	-	-	1,655,000	668,153	309,848,153	1.31%	482.23
2010	105,675,000	208,955,000	-	-	-	343,300	314,973,300	1.33%	475.39
2011	\$ 97,835,000	\$ 155,120,000	\$ -	\$ -	\$ -	\$ 233,113	\$ 253,188,113	1.07%	382.13

Sources: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(a) See Demographic and Economic Statistics Schedule for personal income and population data.

Note: These ratios are calculated using personal income and population for the prior calendar year.

**COUNTY OF BERNALILLO, NEW MEXICO
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value⁽¹⁾ of Property	Per Capita⁽²⁾
2002	65,675,000	975,375	64,699,625	0.51%	112.77
2003	77,155,000	1,027,287	76,127,713	0.61%	130.58
2004	83,915,000	1,884,093	82,030,907	0.63%	137.95
2005	82,479,000	1,867,853	80,611,147	0.59%	132.62
2006	83,475,000	2,988,578	80,486,422	0.57%	129.92
2007	88,580,000	4,277,694	84,302,306	0.57%	134.06
2008	98,835,000	693,851	98,141,149	0.60%	154.45
2009	102,080,000	1,528,284	100,551,716	0.58%	156.49
2010	105,675,000	2,304,567	103,370,433	0.56%	156.02
2011	\$ 97,835,000	\$ 113,208	\$ 97,721,792	0.54%	147.49

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Sources:

1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

2) Population data can be found in the Schedule of Demographic and Economic Statistics

**COUNTY OF BERNALILLO, NEW MEXICO
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF JUNE 30, 2011**

	<u>General Obligation Debt Outstanding</u>	<u>Applicable to Bernalillo County</u>	<u>County Share of Debt</u>
Bernalillo County	\$ 97,835,000	100.00%	\$ 97,835,000
Subtotal Bernalillo County Direct Debt			<u>97,835,000</u>
City of Albuquerque	323,805,000	100.00%	323,805,000
Albuquerque Public Schools	574,467,019	97.47%	559,933,003
Moriarty/Edgewood Schools	29,392,964	18.25%	5,364,216
Albuquerque Metropolitan Flood Control Authority	35,475,000	99.67%	35,357,933
Central New Mexico Community College	42,075,000	86.94%	36,580,005
State of New Mexico	355,500,000	28.18%	100,179,900
Subtotal Overlapping Debt			<u>1,061,220,057</u>
Total Direct and Overlapping Debt			<u><u>\$ 1,159,055,057</u></u>

Ratios:

Total direct and overlapping debt to assessed valuation	8.28%
Total direct and overlapping debt to actual valuation	2.09%
Direct and overlapping debt per capita	\$ 1,749.35

Source: Debt outstanding data provided by each governmental unit.

Note: Percentage of overlap based on most current assessed property valuation.

**COUNTY OF BERNALILLO, NEW MEXICO
 PLEDGED-REVENUE COVERAGE
 LAST TEN FISCAL YEARS**

Fiscal Year	Gross Receipts Revenues	Debt Service		Coverage
		Principal	Interest	
2002	31,057,599	4,245,000	9,950,704	2.19
2003	33,186,967	4,210,000	9,781,254	2.37
2004	35,315,021	4,685,000	9,534,286	2.48
2005	51,732,791	4,885,000	9,857,666	3.51
2006	70,751,581	4,785,000	9,460,490	4.97
2007	100,136,138	6,010,000	9,242,817	6.57
2008	95,787,912	16,495,000	8,784,582	3.79
2009	91,746,733	16,760,000	9,463,039	3.50
2010	89,096,909	16,140,000	9,954,561	3.41
2011	\$ 89,669,675	\$ 53,835,000	\$ 8,998,698	1.43 (1)

Source: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1)

The low percentage of coverage does not take into account payoff of a 46.9 million debt from bond proceeds rather than from gross receipts revenues.

**COUNTY OF BERNALILLO, NEW MEXICO
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Debt Limit	\$ 360,010,737	\$ 371,365,192	\$ 385,352,321	\$ 404,105,474
Total net debt applicable to limit	<u>65,675,000</u>	<u>77,155,000</u>	<u>83,914,999</u>	<u>82,479,000</u>
Legal debt margin	<u>\$ 294,335,737</u>	<u>\$ 294,210,192</u>	<u>\$ 301,437,322</u>	<u>\$ 321,626,474</u>
Total net debt applicable to the limit as a percentage of debt limit	18.24%	20.78%	21.78%	20.41%

Sources: Details regarding the County's outstanding debt can be found in the notes to the financial statements.
 County Assessor's Office

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 450,417,308	\$ 474,746,953	\$ 527,644,497	\$ 559,043,680	\$ 592,924,187	\$ 575,389,152
<u>83,475,000</u>	<u>88,580,000</u>	<u>98,835,000</u>	<u>102,080,000</u>	<u>105,675,000</u>	<u>97,835,000</u>
<u>\$ 366,942,308</u>	<u>\$ 386,166,953</u>	<u>\$ 428,809,497</u>	<u>\$ 456,963,680</u>	<u>\$ 487,249,187</u>	<u>\$ 477,554,152</u>
18.53%	18.66%	18.73%	18.26%	17.82%	17.00%

Legal Debt Margin Calculation for Fiscal Year 2011

Assessed Value	<u>\$ 14,384,728,806</u>
Debt limit (4% of total assessed value)	575,389,152
Debt applicable to limit	<u>97,835,000</u>
Legal debt margin	<u>\$ 477,554,152</u>

**COUNTY OF BERNALILLO, NEW MEXICO
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS**

Fiscal Year	Population (1)	Personal Income (amounts expressed in thousands) (1)	Per Capita Personal Income	Unemployment Rate (3)
2002	573,726	17,335,742	30,216	4.90%
2003	582,986	17,888,882	30,685	5.30%
2004	594,644	18,938,152	31,848	5.20%
2005	607,825	20,223,896	33,273	4.70%
2006	619,490	21,796,170	35,184	3.80%
2007	628,825	22,754,553	36,186	3.30%
2008	635,444	23,660,565	37,235	4.40%
2009	642,527	23,660,814	36,825	7.00%
2010	662,564	NA	NA	8.50%
2011	662,564	NA	NA	8.50%

Education (4)

		Percent
Persons age 25 and Over	414,925	100.00%
Less than 9th Grade	24,563	5.92%
9th-12th grade, no diplomas	33,452	8.06%
High School Graduates	101,262	24.40%
Some college, no degree	95,094	22.92%
Associate degree	28,582	6.89%
Bachelor degree	73,401	17.69%
Graduate or professional degree	58,571	14.12%
Percentage completed high school		86.02%
Percentage completed 4 year college		31.81%

School Enrollment (2)

Elementary School	45,522
Mid-High Schools	20,829
High Schools	28,134
Private and parochial schools	17,701
Technical-vocational Institute	29,162
University of New Mexico	27,194

Sources:

(1) U.S. Dept. of Commerce, Bureau of the Economic Analysis

(2) New Mexico Higher Education Department

(3) New Mexico Department of Workforce Solutions

(4) National Center for Education Statistics

NA Information not available for these years

COUNTY OF BERNALILLO, NEW MEXICO
 FULL-TIME EQUIVALENT COUNTY EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS

	Full-Time Equivalent Employees as of June 30,									
Function	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
General Government										
Commissioners	10	10	11	10	10	10	10	10	10	10
County Manager										
County Manager	16	16	15	14	14	14	12	13	13	17
Economic Development	6	6	2	2	2	2	3	3	2	1
CIP	6	6	7	3	3	3	-	-	-	-
Public Information	9	9	8	6	6	6	4	4	6	3
Public Information-Web	1	1	1	2	2	2	2	2	2	0
Legal Department	10	10	10	12	12	9	9	9	9	10
Information Technology										
Core Services	36	36	38	35	35	34	34	35	35	37
Information Services	18	18	25	24	24	24	26	29	29	36
MDC Support	5	5	3	4	4	4	3	4	-	-
IT Record Management	3	3	2	4	4	4	4	4	4	6
ERP	23	23	-	-	-	-	-	-	-	-
Human Resources										
Compensation and Benefits	12	12	8	6	6	5	5	5	5	5
Labor Relations/Employment	22	22	23	19	19	14	14	13	12	12
Clerk										
Bureau of Elections	23	23	23	23	23	23	24	22	22	23
Record and Filing	23	23	24	23	23	23	23	24	24	24
Voting Machine	2	2	2	2	2	2	2	2	2	2
Budget and Finance										
Budget, AP, Payroll	27	27	24	24	24	21	21	17	17	17
Purchasing Office	19	19	18	18	18	15	14	15	12	14
General Ledger and Accounting	15	15	11	13	13	12	12	12	15	11
Risk Management	10	10	11	10	10	8	8	9	9	9
Treasurer										
Accounting	5	5	6	6	6	6	6	6	6	6
Program Support	8	8	8	8	8	8	9	8	8	7
Taxpayer Services	24	24	23	23	23	23	19	19	19	20
Treasury Project	-	-	-	-	-	-	2	3	-	-
Fleet-Facilities Management										
Computer Automation/Admin	7	7	9	9	9	8	8	6	6	3
Custodial Services	48.5	48.5	48	48	48	48	43.5	43.5	43.5	41.5
Facilities Maintenance	28	28	31	32	32	31	31	31	30	26
Vehicle Maintenance	25	25	26	25	25	25	26	15	15	15
Inventory Admin	8	8	-	-	-	-	-	-	-	-
Operations & Maintenance Dept.										
Road Maintenance	41	41	39	41	41	41	41	47	47	50
Traffic Engineering	13	13	14	14	14	14	14	14	14	14
Storm Drainage	5	5	5	4	4	4	4	4	4	4
Infrastructure and GEO Resources										
Geographic Information Systems	9	9	9	9	9	9	9	9	9	-
Right of Way	6	6	6	6	6	6	7	7	7	6
Technical Planning	4	4	4	4	4	4	5	5	5	7
Infrastructure	-	-	6	5	5	5	3	3	3	-
Water Resource/Pipe	8	8	-	-	-	-	-	-	-	-
Technical Services Department										
Tech Services A & B	38	38	27	35	35	35	36	36	36	20
Probate Court	4	4	4	4	4	3	3	3	3	3

Note: Complete information for prior years is not available.
 Source: County Budget Department

COUNTY OF BERNALILLO, NEW MEXICO
 FULL-TIME EQUIVALENT COUNTY EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS

Function	Full-Time Equivalent Employees as of June 30,									
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
General Government										
Zoning, Building, and Planning										
Building Division	20	20	18	18	18	18	18	18	18	18
Land-Use Planning	10	10	10	10	10	10	11	10	10	9
Land-use, Review and Code Enf	22	22	15	14	14	14	14	14	14	15
Assessors										
Property Assessment	61	61	63	63	63	63	63	63	63	63
Valuation	39	39	38	37	37	37	36	36	36	36
Public Safety										
Fire										
Emergency Preparedness	4	4	5	5	5	-	-	-	-	-
Fire Prevention	8	8	9	7	7	7	9	9	9	9
Operations	197	197	183	190	178	168	144	114	114	113
Support Services	13	13	14	12	12	19	13	19	19	21
Sheriff										
Criminal Investigations	56	56	53	55	55	55	52	49	49	51
Court Services	28	28	31	35	35	35	27	30	30	29
Field Services	181	181	181	183	183	183	187	187	187	172
Headquarters	17	17	16	17	17	17	15	15	15	17
Metro Air	1	1	1	-	-	-	-	-	-	-
Support Services	65	65	80	59	59	57	61	61	51	54
Grant	2	2	-	-	-	-	-	-	-	-
Communications Department	49	49	49	49	49	49	50	51	51	51
Public Safety Department										
Animal Control	13	13	13	12	12	12	11	11	11	10.5
Administrative Services	3	3	3	3	3	3	3	2	2	4
Youth Services Center										
Resident Services	80	80	80	80	80	80	80	80	80	82
Support Services	27	27	28	27	27	27	-	-	-	-
Public Works										
Division Support Program	8	8	11	9	9	9	11	11	11	50
Public Works IT	6	6	3	3	3	3	-	-	-	-
Capital Construction Fund	1	1	-	-	-	-	-	-	-	-
Culture and Recreation										
Administration	10	10	9	8.5	8.5	8	10.5	7.5	7.5	7
Aquatics Program	4.5	4.5	5	6	6	6	5.75	5	6.75	5.5
Community Center Program	56	56	50.25	53.5	53.5	53	49.5	48.75	48.75	53.5
Land Management-Parks and Oper	43	43	45	41.5	41.5	41	38	36	36	36
Recreation Enrichment Program	-	-	8.5	13	13	13	9.5	5	9.38	9
Sports Program	9.5	9.5	8	10	10	10	9	9	9	9.5
Youth and Senior Services Program	7	7	7	5	5	5	5	5	5	3.5
Open Space	7	7	7	9	9	9	8.5	8.5	8.5	6.5
Capital Development	2.5	2.5	-	-	-	-	-	-	-	-
Health and Welfare										
Office of Environmental Health	16	16	17	16	16	16	16	16	16	17
Environmental Health Operations	-	-	7	7	7	6	6	6	6	9
Enterprise Funds-Business Type										
Solid Waste	13	13	13	13	13	13	13	13	13	14
Housing										
Public Housing	4	4	4	3	3	3	3	3	3	3
Administrative	27	27	28	30	30	30	27	24	24	23
Juvenile Detention Center	14	14	14	24	24	24	23	23	23	23
Metropolitan Detention Center	530	530	532	532	532	-	-	-	-	-
DWI	65	65	52	51	51	-	-	-	-	-
	<u>2,297</u>	<u>2,297</u>	<u>2,242</u>	<u>2,238</u>	<u>2,226</u>	<u>1,608</u>	<u>1,525</u>	<u>1,481</u>	<u>1,467</u>	<u>1,484</u>

**COUNTY OF BERNALILLO, NEW MEXICO
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Sheriffs Office										
911 Calls (1)	70,328	73,960	75,369	73,159	80,218	75,733	44,236	35,471	36,548	37,772
Traffic Offenses(2) (5)	2,067	2,107	NA	NA	NA	3,972	4,111	3,711	3,893	2,672
Fire Department										
Number of calls answered (1)	11,349	11,919	11,180	11,541	10,343	11,200	10,334	8,509	8,906	12,727
Inspections (1)	1,151	1,070	1,839	1,985	1,380	1,351	1,307	1,349	1,403	1,273
Public Works										
Street resurfacing (miles)	12.4	13.5	11.9	15.7	30.9	11.2	9.1	8.9	7.2	8.6
Traffic signs	21,174	20,910	19,991	21,742	21,109	20,494	20,046	19,212	18,671	17,899
Storm Sewer	2,416	2,346	2,183	2,167	2,276	1,925	1,867	1,316	1,304	1,173
Parks and Recreation										
Aquatics Program Attendance (7)	75,857	46,437	38,560	47,643	36,313	44,841	NA	45,000	36,574	37,627
Number of Attendees at Dance Events	1,818	-	59	247	2,503	6,481	6,559	4,985	4,142	8,184
Youth Basketball Participation Program	1,759	2,190	1,133	1,950	1,375	1,167	1,642	1,800	1,842	1,600
Zoning, Building, and Planning										
Residential Building Permits	460	532	518	756	826	606	995	1,028	1,216	1,004
Commercial Building Permits	95	100	79	116	119	99	200	178	121	153
Electrical Permits	1,506	1,313	1,452	2,000	2,131	1,231	2,102	2,192	2,173	1,989
Mechanical Permits	749	691	801	484	1,335	632	1,281	1,305	1,435	1,187
Plumbing Permits	859	876	1,222	1,127	1,847	1,214	1,648	1,770	1,639	1,583
Sanitation										
Refuse Collected (Tons/Year) (3)(6)	39,942	39,383	38,338	37,762	35,047	42,939	44,153	27,208	25,938	22,522
Metropolitan Detention Center (4)										
DWI Bookings	4,750	5,435	6,599	6,867	6,307	-	-	-	-	-
Total Bookings	37,374	39,171	40,303	41,597	41,255	-	-	-	-	-
Community Custody Program (Avg Daily Population)	251	487	489	434	364	-	-	-	-	-

(1) Fiscal Year

(2) Calendar Year

(3) Effective FY 05 includes the East Mountain Transfer Station

(4) Effective FY 07 MDC was added

(5) Data source is from the City of Albuquerque and was not available for some prior years due to their system conversion

(6) 2011 is reported on a fiscal year basis while 2010 and before are on a calendar year basis

(7) Over 60% increase in aquatics attendance is due to overall attendance increase at all facilities (including the Alameda Splash Pad) in part due to more use of the free Swim Pass Program and extended pool hours

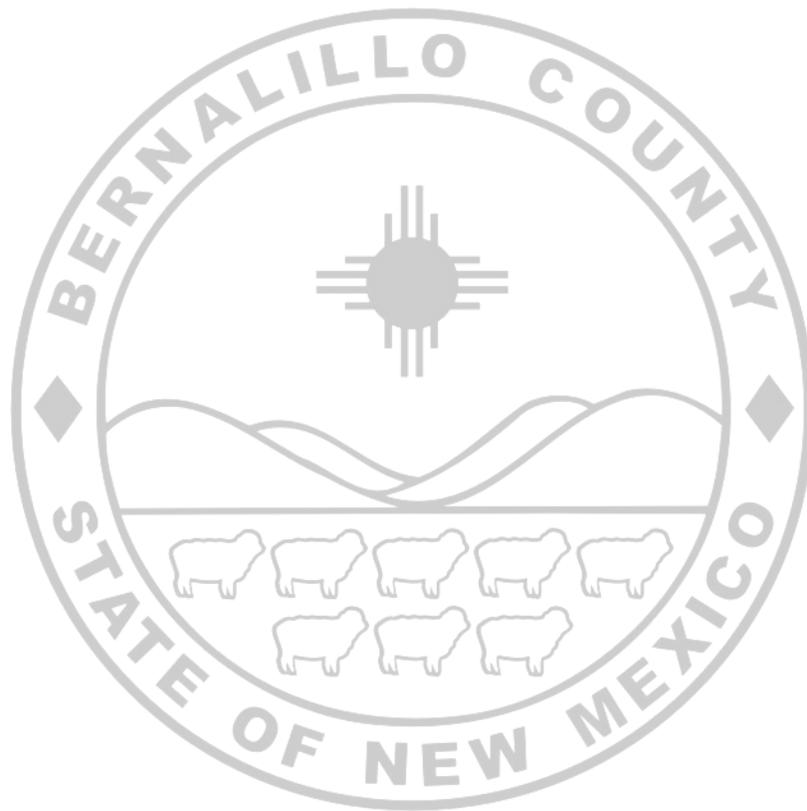
Source: All data provided by Bernalillo County departments.

**COUNTY OF BERNALILLO, NEW MEXICO
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS**

	Fiscal Year									
	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Public Safety										
Sheriff										
Sheriff Stations	4	4	4	4	4	4	4	4	4	4
Fire Department										
Fire Stations	11	11	10	10	10	10	10	10	10	10
Public Works										
Streets (miles)	728	726	724	724	723	718	717	716	717	712
Streetlights (1)	483	409	388	370	156	156	156	156	156	156
Traffic Signals	55	53	51	51	52	51	51	51	48	48
Traffic Flashers (Count)	73	60	60	130	136	134	134	134	134	134
Culture and Recreation										
Parks	24	23	20	18	18	15	11	11	11	11
Swimming pools	5	5	5	5	5	5	3	3	3	3
Tennis courts	9	9	9	7	7	8	4	4	4	4
Community centers	7	7	7	8	8	7	4	4	3	3
Walking trail	18	17	17	14	14	8	6	6	6	6
Basketball court	19	17	17	18	18	12	6	6	6	6
Volleyball Amenities	10	9	9	9	9	7	5	5	5	5
Baseball Field	35	35	35	35	35	39	26	26	26	26
Soccer Fields	26	26	23	24	24	23	14	14	14	14
Playgrounds	27	25	25	24	24	21	12	12	12	12
Picnic Areas	24	23	23	20	20	20	10	10	10	10

(1) Data provided by Public Service Company of New Mexico (PNM).

Source: All data provided by Bernalillo County departments.



COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2011

Grantor Agency and Grant Title	CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Housing and Urban Development				
Direct				
Low Income Housing Assistance Programs:				
Section 8 Housing Choice Vouchers	14.871	NM057		\$ 11,591,987
Section 8 Housing Operating Administrative	14.871	NM057		1,287,428
				<u>12,879,415</u>
Section 8 FSS - Homeownership	14.877	NM057 /FSS		117,783
Section 8 Contract Administrators (El Centro)	14.182	NM020003014		160,175
Total Direct Assistance				<u>13,157,373</u>
Pass-Through Programs From:				
NM Mortgage Finance Authority:				
ARRA - Neighborhood Stabilization Program	14.256		09-06-BCH-RHB-001	243,571
Operating Fund Grant (Seybold)	14.850	NM057-00000110D		58,600
HOME Investments Partnership Program				
Operating	14.239		09-01-BCH-HOR-001	85,469
2009 Homes	14.239		07-05-BCH-HOR-001	663,118
2010 Homes	14.239		09-01-BCH-HOR-001	54,941
2011 Homes	14.239		10-01-BCH-HOR-001	10,769
				<u>814,297</u>
Total Indirect Assistance				<u>1,116,468</u>
Total U.S. Department of Housing and Urban Development				<u>14,273,841</u>
U.S. Department of Transportation				
Pass-Through Programs From:				
NM Department of Transportation:				
Highway Planning and Construction:				
Eubank Blvd	20.205	L3710	TPU-4063(6)05	4,121,026
Alameda Trail	20.205	L3069	TPU-5094(1)	177,263
Sunport Blvd.	20.205	A300160	D13112	88,920
				<u>4,387,209</u>
Highway Safety Cluster				
Operation DWI	20.600		10-AL-410-008	69,731
Seatbelt Safety	20.600		11-OP-CIOT-008	9,448
				<u>79,179</u>
100 Days and Nights	20.605		11-63-DS-008	849
Total Highway Safety Cluster				<u>80,028</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated				
Operation DWI	20.608		11-AL-64-008	59,305
Impaired Driving Demonstration Project	20.608		09-AL-FTE164-008	38,786
				<u>98,091</u>
NM Department of Homeland Security:				
Hazmat Conference	20.703	2010 DOT/HMEP GRANT	2010-DOT-BERN. CO-01	8,406
Total Indirect Assistance				<u>4,573,734</u>
Total U.S. Department of Transportation				<u>4,573,734</u>
U.S. Department of Agriculture				
National School Lunch Program				
Pass-Through Programs From:				
NM Children, Youth and Families Department:				
Summer Food Service Program for Children 09	10.559		3004-2009	4,533
Summer Food Service Program for Children 10	10.559		3004-2010	283,960
Summer Food Service Program for Children 11	10.559		3004-2011	174,151
				<u>462,644</u>
NM Department of Finance and Administration				
National Forest Reserve Distribution	10.665			32,237
Total U.S. Department of Agriculture				<u>494,881</u>

COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2011

Grantor Agency and Grant Title	CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
Executive Office of the President; Office Nat'l Drug Control Policy				
Direct				
HIDTA-ISC	95.001	G09SN0013A		4,341
HIDTA-ISC	95.001	G10SN0013A ISC		199,121
HIDTA-supplement	95.001	I8PSNP578Z		117
HIDTA-MRGVTF	95.001	G09SN0013A		67,846
HIDTA-MRGVTF	95.001	G10SN0013A		447,317
Total Executive Office of the President				718,742
U.S. Department of Justice				
Direct				
US Marshall's Office				
Equitable Sharing	16.000			262,643
Bureau of Justice Assistance				
SCAAP-direct payments for a specified use	16.606	APBX0871		330,775
SWBPI-direct payments with unrestricted use	16.755			238,650
Total Direct Assistance				832,068
Pass-Through Programs From:				
NM Corrections Department				
Residential Substance Abuse Treatment	16.593	07-RSAT-NMCD-SFY10	FY11 MOU - ADDICT. SERV. BUR.	6,612
JAG Program Cluster				
City of Albuquerque				
E. Byrne Justice Assistance Grant (JAG)2010	16.738		2010 JAG AWARD-SWIFT	57,660
E. Byrne Justice Assistance Grant (JAG) 2007	16.738	2007-DJ-BX-1100	2007-F6659-NM-DJ	3,500
New Mexico Dept. of Public Safety:				
Edward Byrne Memorial Justice Assist. Grant Prg.				
Drug Enforcement (JAG 2009)	16.738	2009-DJ-BX-0048	DPSJAG09REGI	119,651
Drug Enforcement (JAG)	16.738	2010-DJ-BX-0021	10-JAG-REGI-SFY11	134,350
E. Byrne Justice Assistance Grant (JAG)SWIFT	16.738	2009-DJ-BX-0048	DPSJAG09SWIFT	53,018
E. Byrne Justice Assistance Grant (JAG)SWIFT	16.738	2010-DJ_BX-0021	10-JAG-SWIFT-SFY11	57,387
				425,566
ARRA - E. Byrne Justice Assistance Grant	16.803	2009-SU-B9-0022	RA-JAG-REGION 1-SFY10	80,464
New Mexico Gang Task Force				
ARRA-NMGTF Grant	16.803		09-RA-JAG-RR-NMGTF-SFY10	951
				81,415
City of Albuquerque:				
ARRA - E. Byrne Justice Assist. Grant (JAG)	16.804	2009 BYRNE JAG	ABQ INTER-LOCAL AGREE.	5,806
Total JAG Program Cluster				512,787
New Mexico Dept. of Public Safety:				
Anti-Gang Initiative				
GANG REDUCTION GRANT	16.744	2007-GP-CX-0066	07-PSN-BCSO-SFY10	4,550
GANG REDUCTION GRANT	16.744	2010 GP-BX-0006	10-PSN-BCSO-SFY11	679
ANTI-GANG INITIATIVE	16.744	2007-PG-BX-0082	07-ANTI-GANG-BCSO-SFY10	8,317
PSN GUN REDUCTION	16.744	2009-GP-BX-0077	09-PSN-BCSO-SFY10	23,417
				36,963
New Mexico Children Youth and Families Department				
Reduce Disparities	16.531	2008-JF-FX-0005	11-690-12404	17,916
Total Indirect Assistance				574,278
Total U.S. Department of Justice				1,406,346

COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2011

Grantor Agency and Grant Title	CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Homeland Security				
Direct				
SAFER 2008	97.083	EMW-2007-FF-00758		273,502
FEMA Assistance to Firefighters	97.044	EMW-2010-FO-05327		42,588
Total Direct Assistance				<u>316,090</u>
Pass-Through Programs From:				
NM Department of Homeland Security:				
Homeland Security Grant-Cluster				
2009 Homeland Security Equipment	97.067	2009-SS-T9-000030	2009-SS-T9-000030-BERN.	64,218
2008 Homeland Security Equipment	97.067	2008-GE-T8-0030	2008-GE-T8-0030-Bernalillo	3,871
2010 Homeland Security Equipment	97.067	2009-SS-T0-0011	2010-SS-T0-0011-BERN. CO	48,492
Regional Communications Enhancements	97.067	2007-GE-T7-0023	2007-GE-T7-0023-2-BERN. ADTL	99,962
Training Public Safety Staff	97.067	2008-GE-T8-0030	2008-BERN. CO-TRAINING # 2	4,791
Total Homeland Security Grant-Cluster				<u>221,334</u>
2009 (EMPG) Emergency Mgmt Perform. Grant	97.042	2009 EMPG	2009-EMPG-BERNALILLO	4,623
EMPG 2010-11	97.042	2010-EP-EO-0022	2010-EP-EO-0022-BERN.CO	119,295
Total Indirect Assistance				<u>123,918</u>
Total U.S. Department of Homeland Security				<u>661,342</u>
U.S. Department of Interior				
Direct				
Rivers, Trails and Conservation Assistance				
Sabino Canyon Enhancements	15.921	H126306SF05		2,622
Total U.S. Department of Interior				<u>2,622</u>
U.S. Environmental Protection Agency				
Direct				
Community Action for a Renewed Environment	66.035	RE-96663301-0		23,985
Pass-Through Programs From:				
Ciudad Soil and Water Conservation District	66.460	PERMIT # NMR040000		55,029
Total U.S. Environmental Protection Agency				<u>79,014</u>
U.S. Department of Health and Human Services				
Pass-Through Programs From:				
State of New Mexico Department of Health				
Public Health Emergency Preparedness	93.069		MOA# 11/665.0300.13454	4,660
Total U.S. Department of Health and Human Services				<u>4,660</u>
U.S. Department of Energy				
Pass-Through Programs From:				
State of NM Energy, Minerals & Natural Resources Dept.				
ARRA Replace & upgrade to energy efficient lighting	81.128	DE-EE0000681	11416 (# R1DOE00002-0210)	485,242
Total U.S. Department of Energy				<u>485,242</u>
U.S. Department of Education				
Pass-Through Programs From:				
Albuquerque Public Schools				
Safe and Drug Free Schools and Communities	84.184	orig. agreement 11/10/09	APS IGA 2009-0761	57,865
Safe and Drug Free Schools and Communities	84.184	Amendment 1	APS IGA 2009-0761	29,425
Total Indirect Assistance				<u>87,290</u>
Pass-Through Programs From:				
NM Department of Environment:				
ARRA-SV Drinking Water P6	84.397	S397A090032A	GSF-ENV-01SVALLEY	300,000
Pass-Through Programs From:				
NM Children, Youth and Families Department:				
ARRA-Continuum Grant	84.397	GSF-CYFD-02JJAC	11-690-9999-03121	250,000
Total Indirect Assistance				<u>550,000</u>
Total U.S. Department of Education				<u>637,290</u>
Total Expenditures of Federal Awards				<u>\$ 23,337,714</u>

The accompanying notes are an integral part of this schedule. See next page.

COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2011

Note 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the County of Bernalillo and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

Note 2. Subrecipients

Of the federal expenditures presented in the schedule, the County of Bernalillo provided federal awards to subrecipients as follows:

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Hazmat Conference	20.703	\$ 7,261
HIDTA-MRGVTF-G09SN0013A	95.001	10,597
Drug Enforcement-2009-DJ-BX0048	16.738	8,369
Drug Enforcement-2010-DJ-BX0021 10-JAG-09REV-REG I-SFY11	16.738	8,542
SW Investigative Fugitive Team -2009-DJ-BX-0048	16.738	43,942
SW Investigative Fugitive Team 10-JAG-SWIFT-SFY11	16.738	41,408
ARRA - E. Byrne Justice Assistance Grant-2009-SU-B9-0022	16.803	1,152

**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***

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

We have audited the financial statements of the governmental activities, the business type activities, each major fund, the aggregate remaining fund information and the budgetary comparison of the General Fund of Bernalillo County, New Mexico (County), as of and for the year ended June 30, 2011, and have issued our report thereon dated November 14, 2011. We have also audited the financial statements of each of the County's nonmajor governmental, nonmajor enterprise funds, internal service fund and the fiduciary funds presented as supplementary information in the accompanying combining and individual fund financial statements and schedules and the respective budgetary comparison of each major debt service and nonmajor fund as of and for the year ended June 30, 2011, as listed in the table of contents. 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.

Internal Control Over Financial Reporting

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

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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying *schedule of findings and questioned costs* that we consider to be significant deficiencies in internal control over financial reporting: 01-10, 06-01 and 09-04. 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We also noted an other matter that is required to be reported pursuant to *Government Auditing Standards July 2007* Revision paragraphs 5.14 and 5.16, and section 12-6-5 NMSA 1978, which is described in the accompanying schedule of findings and questioned costs as finding 11-01.

The County's responses to findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the County's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of County management, the Office of the State Auditor, Government Finance Officers Association, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mess Adams LLP

Albuquerque, New Mexico
November 14, 2011

**Report of Independent Auditors on Compliance with Requirements
That Could Have a Direct and Material Effect on Each Major
Program and on Internal Control Over
Compliance in Accordance With
OMB Circular A-133**

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

Compliance

We have audited Bernalillo County, New Mexico's (County) compliance of 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 County's major federal programs for the year ended June 30, 2011. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on County's compliance based on our audit.

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

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, 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 09-14 and 11-02.

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

Internal Control over Compliance

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be *significant deficiencies* as described in the accompanying schedule of findings and questioned costs as items 09-14 and 11-02. *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.

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and questions costs. We did not audit the County's response and, accordingly, we express no opinion on the responses.

Commission Chairman,
Members of the County Commission
Bernalillo County and
Hector H. Balderas, State Auditor

This report is intended for the information and use of County management, the Office of the State Auditor, GFOA, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Mess Adams LLP

Albuquerque, New Mexico
November 14, 2011

COUNTY OF BERNALILLO, NEW MEXICO
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2011

Findings From Year Ended June 30, 2010 :

Current Status:

01-10	Accounts Receivable Collections- Solid Waste	Repeated and Updated
06-01	Sheriffs Department Currency Evidence Account	Repeated
07-01	Payroll Controls- Human Resources	Resolved
09-04	No adjustment made for annual leave to excess Of amount allowed for carryover	Repeated and Updated
09-12	Special Tests	Resolved
09-14	Procurement – Homeland Security	Resolved
09-15	Allowable costs – OEM	Resolved
10-01	Reporting	Resolved
10-02	Reporting	Resolved
10-03	Special Provisions	Resolved

**COUNTY OF BERNALILLO, NEW MEXICO
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2011**

A. SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes x No
- Significant deficiency(s) identified x Yes _____None reported

Non-compliance material to financial statements noted? _____ Yes x No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes x No
- Significant deficiency(s) identified x Yes _____None reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? x Yes _____ No

Identification of Major Program

CFDA Number	Name of Federal Program or Cluster
14.871	Section 8 – Housing Choice Vouchers
14.239	Home Investment Partnership Program
95.001	High Intensity Drug Trafficking Program
84.397	State Fiscal Stabilization Fund Government Services - ARRA

Dollar threshold used to distinguish between type A and type B programs \$ 700,131

Auditee qualified as low-risk auditee? x Yes _____ No

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

B. FINANCIAL STATEMENT FINDINGS

01-10: Accounts Receivable Collections- Solid Waste

Condition

During the test work of the accounts receivable for the County's Solid Waste Fund, we noted that accounts greater than 120 days outstanding increased by approximately \$726,904 from the prior year

Criteria

It is good cash management and accounting practice to timely collect receivable balances.

Cause

Historically, the County has used both lien and claim of lien processes in attempt to collect outstanding Solid Waste accounts receivable. For cost/benefit reasons, the County limits the amount of liens processed to avoid fees relating to the limitation on the number of complaints that can be filed at the Metropolitan Court. The Solid Waste Department also independently processes delinquent accounts through a claim of lien process, but due to its labor-intensive nature, they can only process approximately 110 accounts per year. Solid Waste Department has also engaged the services of an outside collection agency in attempt to increase collections on the outstanding accounts.

Effect

For the year ended June 30, 2011 a total of \$6,482,919 Solid Waste accounts receivable were outstanding, of which \$4,968,445 were greater than 120 days old. It is more difficult to collect accounts that have aged in excess of 120 days resulting in Solid Waste having less funding available for operations.

Recommendation

The County should continue to use the services of an outside agency for collection services for the Solid Waste Department and commit more resources for this purpose. Also, the County should continue the use of lien and claim of lien processes for collection of large outstanding balances.

Management's Response

Old debt that is written off annually by private business cannot be written off by the county because the county cannot forgive debt. The total amount of accounts receivable will grow

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

every year instead of get smaller because of uncollectable accounts that have been on the books since the beginning of the program 13 years ago. Interest still accumulates on those old accounts bringing the amount even higher. According to the County Legal department, the applicable statute of limitations for collection efforts is 4 years. The County sends demand letters and will be filing suit to obtain judgments for amounts owed the County. Of course, not every judgment will be collected on due to a number of factors such as inability to locate the defendant, the defendant does not have property to attach or assets that are subject to garnishment or other writ. The County is also working to get property owners to enter into promissory notes that will extend the statute of limitations to 6 years and will offer the County additional opportunities to collect unpaid amounts.

Corrective Action Plan

The Solid Waste Department is processing close to 2000 delinquent account letters annually. Those that do not respond or default on promissory notes go to the Legal department for follow up action. The Legal Department will continue to use the lien process for collection of large outstanding balances.

06-01: Sheriffs Department Currency Evidence Account

Condition

The substations are not faxing a copy of the evidence logs to the support technician as required per County policy.

During an internal audit performed in fiscal year 2006 it was determined that evidence logs are not properly completed—Twelve of the 46 evidence logs tested did not include the amount of money collected by the officer. Amounts were entered into the spreadsheet kept by support technician, but there is no way to verify that the amounts Albuquerque Police Department entered were the same as the amount entered at the substations.

Internal auditors followed up on this issue during fiscal year 2010 noting cash collections were not always being included in Bernalillo County Sheriff's Office (BCSO) headquarters' log and were deposited into the City of Albuquerque's bank account instead of the BCSO bank account due to the substation logs not being submitted the BCSO.

Criteria

Sound accounting controls, which include adequate documentation of receipts and timely reconciliation of cash receipts to deposits, are necessary to ensure adequate control over cash accounts.

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

Cause

There is no individual monitoring to ensure that the County is following the established evidence account procedures, including proper logging of funds, verification of deposits.

Effect

Increased risk of theft of evidence account funds.

Recommendation

Each substation should provide the accountant in charge of maintaining the evidence account a copy of the daily log noting all currency evidence received and transferred to APD. This log should be submitted timely and be complete.

Verification that all currency evidence was deposited into the evidence account should be completed through comparison to currency evidence information from records created. All related disbursements should be documented.

BCSO should also continue to work with the Albuquerque Police Department to gain access to the APD TraQ system to also assist in the reconciliation process.

Management Response

Each command center is documenting the evidence into the APD TraQ system and also documenting it on an evidence log. Any funds over \$3,000.00 evidence techs are called out for immediate pick up. Evidence log is maintained at the command center, the Command Center will send copies of log to evidence accountant and be reconciled with monthly bank statements.

Corrective Action Plan

Bernalillo County Sheriff's office is continuing to work towards gaining limited access to Albuquerque Police Department TraQ system. However, due to firewall issues from both city and county IT departments this has been difficult task to accomplish. We will be requesting monthly deposit reports from APD Evidence Department. Once this is accomplished the reports will help and assist in reconcile our evidence account.

09-04 No adjustment made for annual leave in excess of amount allowed for carry over

Condition

During the 2010 fiscal year the County's internal auditors followed up on the excess leave calculation reporting and could not complete testing because some of the data in the

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

spreadsheet utilized to track annual leave did not recalculate correctly and errors existed in the formulas and hard coded data was incorrect.

Criteria

Based on the County's Employment relations rules and regulations section 1003.F annual leave accrual (vacation), "...Classified employees shall not carry forward into a new calendar year more than two hundred eighty-eight (288) hours of accrued annual leave. In the event that a classified employee's request for annual leave does not meet operational requirements with regard to workforce, that employee shall not suffer loss of leave time accrued, provided, however, that any excess time shall be taken by February 28 of the following year and shall be granted on a priority, first come-first served basis, and be approved by the Deputy County Manager, Elected Official, County Attorney or Department Director. Provided however, for good cause shown the County Manager may provide additional extensions."

Cause

The worksheet utilized to calculate excess annual leave by staff and Management has formula errors.

Effect

Leave balances may not be adjusted correctly.

Recommendation

We recommend that the leave policy be updated to reflect actual practice, which is to grant all employees an extension to use their excess time banks through February of the following year and adjust the balance annually.

Management Response

The Human Resource Department will propose that Rules and Regulations be revised to extend the excess leave through February instead of December. The two month extension will eliminate the request for the extension memo and the calculation errors.

Corrective Action Plan

Human Resources will work with management to get policy changed.

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

**C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD
PROGRAMS AUDIT**

09-14 Procurement

Funding Agency: Department of Homeland Security
Pass-Through Programs From: NM Department of Homeland Security and Emergency
Management

Title: Homeland Security Grant Program

CFDA Number 97.067

Award Number: 2006-GR-T6-0064-Bernalillo Exercise
2007-GE-T7-0023-Bernalillo County
2006-BZ-T6-0036-Bernalillo BZPP
2005-GE-T5-0012-Bernalillo
2006-GE-T6-0064-Bernalillo
2004-GE-T4-0005-Bernco Training
2008-GE-T8-0030-Bernalillo County-SHSGP
2009-SS-T9-000030-Bernalillo

Questioned Costs

None

Condition

During our testing of procurement it was noted that one out of two contracts tested, did not have supporting documentation to show that the vendor was not suspended or debarred.

Criteria

Per 48 CFR 9.400, Suspension and Debarment are applicable for contracts exceeding \$25,000.

Cause

The policies and procedures for procurement staff to be refer to EPLS prior to approving the procurement were established in February 2010 and have not been fully implemented by departments.

Effect

The County is at risk for contracting with a vendor which has been suspended or debarred. This could result in the grantor requested reimbursement of grant funds.

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

Recommendation

We recommend that the County ensure their policies and procedures regarding suspension or debarment of vendors are being followed.

Management Response

Policies and Procedures have been developed to determine suspension or debarment of contractors when federal funds are utilized. The Purchase Order audited was verified for debarment and suspension; however, the Excluded Parties List System (EPLS) Verification Form was not printed to show verification had been conducted.

Correction Action Plan

Purchasing staff will continue to ensure the Policies and Procedures developed are fully implemented and followed when expending federal funds. In addition, ALL purchases utilizing Federal Funds will be audited internally (Purchasing Department Management) to ensure staff is adhering to policies and procedures.

11-02 - Time and Effort Certifications

Funding Agency: U.S. Department of Housing and Urban Development
Title: Section 8 Housing Operating Administrative and HOME Investments Partnership Program
CFDA Number: 14.871 and 14.239

Condition

During our testing of administrative cost to determine that charges are allowable, we noted that employees being paid from Section 8 Housing and HOME Investment Partnership grants do not complete monthly personal activity reports for multiple cost objectives or semi-annual certifications for single cost objectives.

Criteria

According to OMB Cost Circular A-87 where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi annually and will be signed by the employee or supervisory official having firsthand knowledge of the work performed by the employee. Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

personnel activity reports or equivalent documentation which meets the standards in Circular A-87 unless a statistical sampling system or other substitute system has been approved by the cognizant Federal agency.

Questioned Cost

Unknown

Cause

The Bernalillo County Housing Authority needs to enhance their policies and procedures in place to ensure federal compliance with time and effort reporting.

Effect

Failure to comply with federal cost circular requirements could result in a loss of funding.

Recommendation

We recommend that Bernalillo Housing Authority enhance current policy and procedures to track employee's time and effort monthly in order to ensure federal compliance.

Management's Response

Bernalillo County Housing Department appreciates the opportunity to respond to the June 2011 – audit finding. The Bernalillo County Housing Department (BCHD) currently has finance policy and procedures in place that will be modified to include the monthly requirement of the time allocation sheets by employees.

Corrective Action Plan

The policy and procedure will be revised to include monthly certification of time cards and the allocated time on each card, for each employee. Currently, BCHD does an annual certification of time worked and allocated annually. This will be corrected and will be completed on a monthly basis. This change will also be reflected in the updated policy and procedures. BCHD does utilize the cost allocation of each employee's time as reflected in the monthly reporting to HUD and to the County. The policy and procedures reflect this. It also addresses the time cards. Time allocation cards are kept and certified annually, but will be corrected to monthly. All other requirements of the regulation are met by Bernalillo County Housing. Internal controls and management of the allocation of the employee's time are in place as required by regulation.

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2011**

D. OTHER COMPLIANCE

11-01: Animal Care Service – Timely Deposits

Condition

During the internal audit of cash processes at the Animal Care Services Department it was noted that cash was not being timely deposited at the bank.

Criteria

Section 6-10-3, NMSA 1978, money received shall be deposited with an authorized banking institution by the end of the next business day after receipt.

Cause

Animal Care Services personnel needed additional training on cash handling processes.

Effect

Cash was not timely deposited.

Recommendation

It is recommended that Animal Care Services review their cash handling processes and implement a process that will allow them to make deposits within the requirement of the State Statute.

Management Response

Policies and procedures have been developed and management considers the finding resolved.

Corrective Action Plan

Procedures have been implemented and deposits are made daily. Management will ensure new procedures are followed. Procedures implemented should help resolve this finding in the following year.

**COUNTY OF BERNALILLO, NEW MEXICO
EXIT CONFERENCE**

An exit conference was held on November 9, 2011 and attended by the following:

Audit Committee (Representing the County Commission)

Demesia Padilla, CPA, Chair
Maxwell Kagan, CPA, Secretary
Paulette Becker, CPA, Esq., Member

External Auditors

Chris Garner, CPA, Senior Manager
Julie Knight, CPA, Assurance Manager

County Personnel

Teresa Byrd, Interim Deputy County Manager for Finance
Julie Baca, Deputy County Manager for Community Services
Roger Paul, Interim Deputy County Manager for Public Works
Jeff P. Lovato, MBA, Director of Accounting
Kim Mckibben, Director of Solid Waste
Lisa Sedillo-White, Director of Purchasing
Fidel A. Bernal, CPA, Chief Deputy Treasurer
Betty Valdez, Director of Housing
Joe Crelier, Director of Risk Management
Paul Roybal, CIO, Information Technology
Bonnie Ulibarri-Romero, CPA, Financial Projects Coordinator, Accounting
Kevin Sourisseau, CPA, Financial Projects Coordinator, Accounting
Cindy Torres, Audit Liaison, Accounting
Nataliya Rubinchik, MSA, Financial Administrator, Accounting
Trudy McGregor, CPA, Financial Administrator, Accounting
Ruth Lott, Housing Administrator, Housing
Virginia Chavez, Financial Administrator, Human Resources
Andrew Galvan, Sheriff's Office
Manual Ruiz, Animal Care
Sandra B. Anaya, Risk Management
Victoria Herring, Administrative Assistant, Accounting