

Bernalillo County

New Mexico

Comprehensive Annual Financial Report

*Fiscal Year Ended
June 30, 2008*



"Standing O" Art Piece
at Journal Pavilion



Rio Bravo Skate Park

BOARD OF COUNTY COMMISSIONERS

Alan B. Armijo, Chair

Deanna Archuleta, Vice-Chair

Teresa L. Córdova, Ph.D., Member

E. Tim Cummins, Member

Michael Brasher, Member



Fisher and Smith Memorial Gymnasium



MATs Transitional Housing



South Valley Health Commons

**STATE OF NEW MEXICO
COUNTY OF BERNALILLO**

**COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT
Fiscal Year Ended June 30, 2008**

**COUNTY OF BERNALILLO GOVERNMENT
Board of County Commissioners
Thaddeus Lucero, County Manager
Daniel J. Mayfield, Deputy County Manager for Budget and Finance**

**Prepared by:
The Accounting Department**

COUNTY OF BERNALILLO, NEW MEXICO

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December 6, 2008

Board of County Commissioners
Alan B. Armijo, Chair
Deanna Archuleta, Vice Chair
Teresa L. Córdova, Ph.D., Member
E. Tim Cummins, Member
Michael Brasher, 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, 2008.

New Mexico State Statute 12-6-3, NMSA 1978 Compilation 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 LLC, Certified Public Accountants, have issued an unqualified opinion on the County's comprehensive annual financial report for the fiscal year ending June 30, 2008. 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 is located in the central region of the state and is the economic and population hub of New Mexico. Its boundaries encompass the entire City of Albuquerque. With an estimated population of 629,292 in 2007, the County ranks 95th in population of the nation's 3,141 counties. It comprises 32 percent of New Mexico's population and 77 percent of the Albuquerque Metropolitan Statistical Area (MSA) comprised of Bernalillo County and portions of Sandoval, Torrance and Valencia Counties.

The County provides public safety, highways and streets, sanitation, cultural and recreational services, public improvements, building, planning and zoning, and general administrative services. 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 are elected for 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 the 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 (2007 population estimate of 518,271) making up 82 percent of its population, has emerged as a hub for commerce and industry in the Southwest. It accounts for nearly half of all economic activity in New Mexico. In the 2008 Forbes List of "Best Places for Business and Careers," Albuquerque placed 13th out of the 200 ranked metro areas in the country, dropping seven spots from 6th last year. Albuquerque was

ranked 34th in the “Cost of Doing Business” category (no change from prior list) and 47th in the “Job Growth” category (up from 56th on last year’s list).

Forecasts by the University of New Mexico’s Bureau of Business and Economic Research suggest the near-term outlook for the Albuquerque economy is a mild recession. Nonfarm employment growth dipped 0.2 percent in the third quarter of 2008—the first overall decline in employment since the 2001-2002 recession. The unemployment rate increased in the third quarter to 4.5 percent from 3.9 percent in the previous quarter. The manufacturing and constructions sectors have been hit especially hard by the current economic climate suffering a combined loss of 2,567 jobs. The health care and government sectors have exhibited slight growth, adding 2,166 jobs in the third quarter. Personal income growth is forecast to fall from 4.0 percent in 2008 to 1.9 percent in 2009 with a rebound to 3.6 percent growth in 2010.

The FY 09 general fund budget of \$203,382,647 represents a 2.2 percent decrease from FY 08 budget levels, while the FY 10 budget is estimated to increase by a modest 2.7 percent to \$208,940,143, which returns budget levels to the FY 08 level while still maintaining service levels. Other significant changes for FY 09 include elimination of financial support for the Metropolitan Detention Center by the City of Albuquerque. Property taxes continue to be a stable and growing revenue source for County government and it is estimated to increase by 3.3% in FY 09 and 4% by FY 10. Gross receipts taxes have fluctuated in recent times and are expected to grow only 1% in FY 09 and rebound to 3% in FY 10.

This uncertain economic outlook calls for prudent financial measures in keeping with the County’s duty to be a good steward of the public funds with which we are entrusted.

Long-Term Financial Planning

The financial condition of the County is strong as reflected in the County’s bond ratings of AAA by Standard & Poor, Aa1 by Moody’s and AA+ by Fitch. The County has made an enormous effort to incorporate comprehensive financial planning in its long-range vision in order to remain solvent during the current economic downturn. In addition to the 3/12th reserve requirement required by the State of New Mexico of \$64,204,173, the County’s long-term financial plan includes extraordinary maintenance for aging infrastructure and adequate reserves for the County’s provision of public safety services and for response to emergencies and natural disasters.

Relevant Financial Policies

Bernalillo County recently began its second biennial budget. 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.

Major Initiatives

FY 09 begins a new chapter in Bernalillo County's continuing efforts to improve the effectiveness and efficiency of County government. This fiscal year signals the culmination of three years of planning, developing and implementing Phase I of the new Enterprise Resource Planning (ERP) software system. Bernalillo County officially began its use on July 7, 2008.

The ERP solution will dramatically change the way the County does business by consolidating four disparate general ledgers, and creating new systems for budgetary controls, accounts payable and receivable processes, grants management, funds and treasury management, cashiering, purchasing, fixed assets and inventory, accounting, and project and plant maintenance. Phase two of the project began in July 2008 with planning for an updated budget preparation system to be implemented by the end of FY 09.

The support of the Board during this process, including the allocation of funding and authorization for the necessary staffing to complete this task, has been instrumental in the success of this undertaking. The numerous staff involved in the planning, design, training and implementation are commended for their efforts.

In addition to the ERP implementation, over the past few years the County has focused on streamlining processes and integrating technology into various County business processes. For example, applicants for Bernalillo County employment have an easier time than ever by applying for positions utilizing the online application system maintained by the County's Human Resources Department. In fact, over 98 percent of the over 17,000 applications submitted annually to the County are received electronically—a number that has grown by 42% in the past year. Through this system applicants can apply, human resource staff can screen and hiring managers can review screened applications online.

Another example is the employee self-service online program which allows employees to review personal data such as contact information, leave balances, end of year tax forms and paystubs. Electronic integration of employee identification badges into the system enables seamless production or replacement of identification badges. Coupled with the recently developed online training calendar and upcoming online performance review process, the County has made it even easier for employees, prospective employees and managers to access and utilize important information.

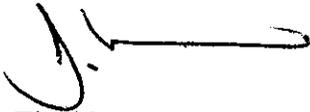
AWARDS AND ACKNOWLEDGEMENTS

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, 2007. This was the fourth 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.

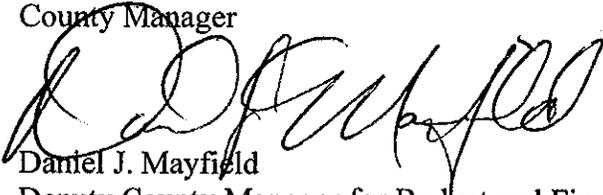
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for this prestigious recognition.

The preparation of this report would not have been possible without the dedicated service of the entire Accounting Department staff of the Budget and Finance Division. We also would like to express our appreciation to County departments that assisted and contributed to the preparation of this report. The Board of County Commissioners is recognized and thanked for its stewardship in overseeing the financial operations of the County in a responsible and progressive manner.

Sincerely,



Thaddeus Lucero
County Manager



Daniel J. Mayfield
Deputy County Manager for Budget and 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, 2007

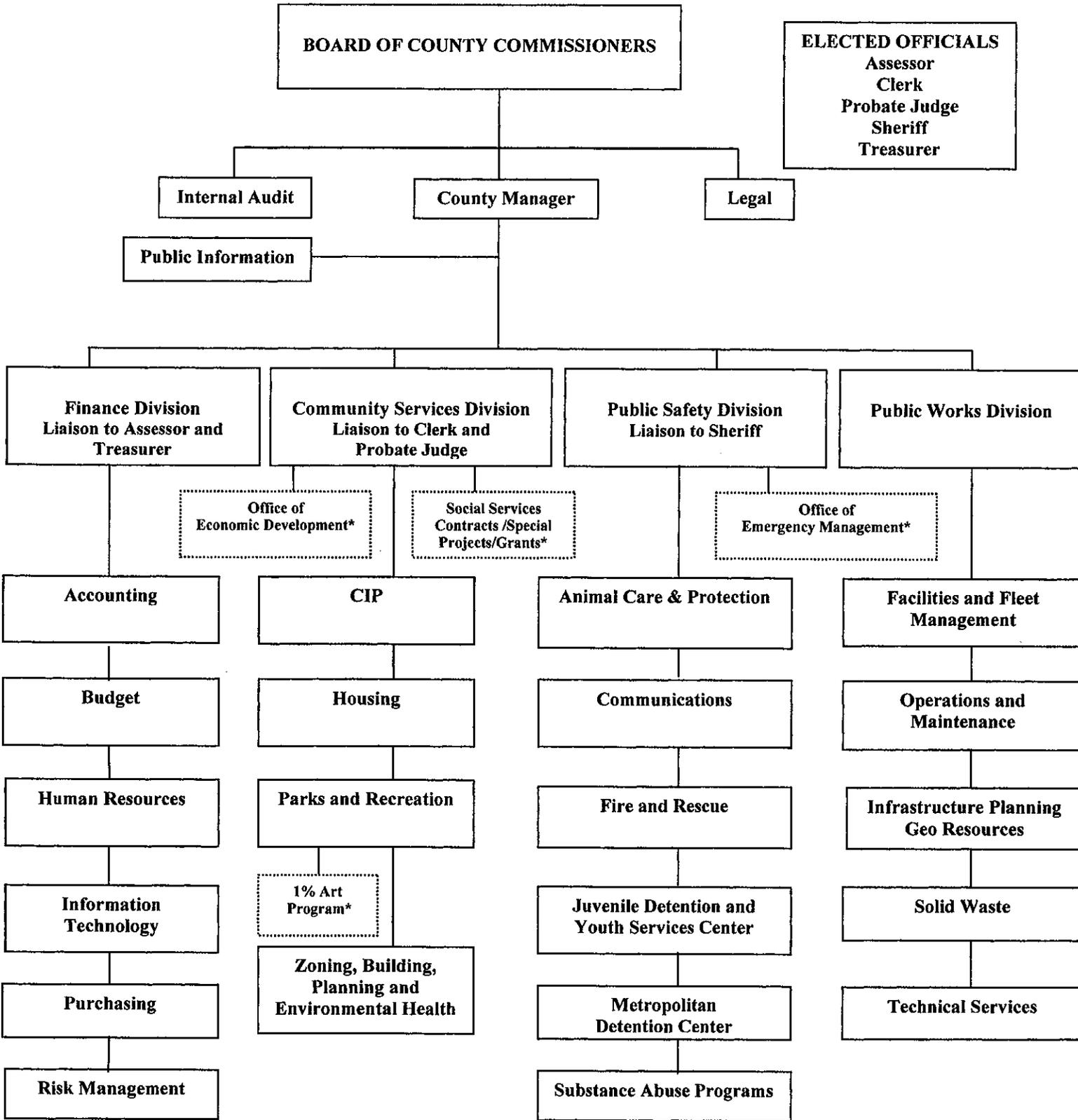
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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



President

Executive Director

BERNALILLO COUNTY ORGANIZATIONAL CHART



*Organizational unit of county government reporting to assigned Deputy County Manager/Director.

COUNTY OF BERNALILLO

PRINCIPAL OFFICIALS

June 30, 2008

COUNTY COMMISSIONERS

Alan B. Armijo, Chair	District 1
Deanna Archuleta, Vice Chair	District 3
Teresa L. Cordova, Ph.D., Member	District 2
E. Tim Cummins, Member	District 4
Michael Brasher, Member	District 5

COUNTY ELECTED OFFICIALS

Darren P. White	County Sheriff
Patrick J. Padilla	County Treasurer
Margaret Toulouse	County Clerk
Karen L. Montoya	County Assessor
Merri Rudd	Probate Judge

COUNTY MANAGER

Thaddeus Lucero

DEPUTY COUNTY MANAGERS

Daniel J. Mayfield, CGFM, Deputy County Manager for Budget and Finance
Julie M. Baca, Deputy County Manager for Community Services
John P. Dantis, Deputy County Manager for Public Safety
Tom Zdunek, Deputy County Manager for Public Works

COUNTY OF BERNALILLO, NEW MEXICO

CONTRIBUTORS

June 30, 2008

Daniel J. Mayfield, CGFM
Deputy County Manager for Budget and Finance

Financial Reporting Personnel

Jeff P. Lovato, MBA
Accounting Director

Bonnie Ulibarri-Romero, CPA
Financial Projects Coordinator, ERP Functional Lead - Fixed Assets

Ruth Lott
Financial Projects Coordinator

Anthony Infantino, MBA
Financial Administrator

Nataliya Rubinchik, MSA
Financial Administrator

Sueko Solosky
Financial Services Administrator

Cindy Torres
Accounting Officer

Leticia Carreon
Accountant Senior

Jessie Fairbanks
Accountant Senior

Virginia C. Montoya
Accountant Senior

Victoria Herring
Administrative Officer

Public Information - Cover

Marie E. Quintero
Graphic Design Specialist

Treasurer's Office

Fidel A. Bernal, CPA
Chief Deputy Treasurer

Emily Madrid
Accounting Manager

Independent Auditors' Report

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, 2008, 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, non-major 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 nonmajor fund as of and for the year ended June 30, 2008, 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. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, 2008, 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.

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

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of each nonmajor governmental fund, nonmajor enterprise funds, internal service fund and fiduciary fund of the County, as of June 30, 2008, 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 December 6, 2008 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.

The management's discussion and analysis on pages 4 through 28 is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

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

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
December 6, 2008

COUNTY OF BERNALILLO NEW MEXICO
Management's Discussion and Analysis
June 30, 2008

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, 2008. 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

- The government-wide assets of the County exceed its liabilities as of June 30, 2008 by \$554,145,015, an increase of \$73,890,023 or a 15.4% increase. Of this amount, \$311,111,090 is invested in capital assets, net of related debt. Of the remaining balance, \$146,792,506 is restricted for specific purposes and \$96,241,419 is unrestricted and may be used to meet the government's ongoing obligations to citizens and creditors.
- As of June 30, 2008, the County's governmental activities and business type activities have net assets of \$549,196,736 and \$4,948,279 respectively.
- The general fund beginning balance increased by \$51,595 from \$146,704,783 to \$146,756,378 as a result of the reclassification of the Series 1996 Debt Service Fund (\$58) and the 1997 Revenue Bond Fund (\$51,537) into the general fund.
- The fund balance in the County's general fund increased from \$146,704,783 in FY07 to \$171,886,811 in FY08, an increase of \$25,182,028 or a 17.2% increase. Of this amount, \$64,204,173 or 37.4% of the general fund is for the DFA required reserve and \$32,337,943 or 18.8% is for subsequent years' expenditures.
- The County was able to maintain adequate reserves in the amount of \$64,204,173 as required by the State of New Mexico Department of Finance and Administration, Local Government Division – 3/12 of the General Fund Budget for FY09.
- During the year, the County sold \$21,500,000 of General Obligation Bonds (Series 2007, Series 2007A & Series 2008). This included \$9,400,000 for roads, \$3,500,000 for storm drains, \$2,200,000 for parks and recreation, \$4,300,000 for Sheriff's facilities improvements, \$1,100,000 for ADA facilities improvements and \$1,000,000 for library books. Also, the County issued \$11,000,000 of Gross Receipts Tax Revenue Refunding Bonds, Series 2008, with an average interest rate of 4%, to advance refund \$10,500,000 of the Series 2004 Gross Receipts Tax Revenue Bonds outstanding. In addition, the County partially defeased the Series 2002A General Obligation Bonds in the amount of \$5,645,000.
- The County has \$428,809,497 in available bonding capacity or 81.27% of allowable bonding capacity per the New Mexico State Constitution (see page 158).

- The County property valuations increased 11.2% from \$11.86 billion in FY07 to \$13.19 billion in FY08 (see page 151).
- The County maintained its AAA rating with Standard & Poor's Rating Service, Aa1 rating with Moody's Investors Service, Inc. and AA+ rating with Fitch Ratings for its General Obligation Bonds. In addition, the County maintained its AAA rating with Standard & Poor's Rating Service and AA rating with Fitch Ratings for its Gross Receipt Tax Revenue Bonds.

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 Housing Authority, Seybold Village Handicapped Project, Regional Juvenile Detention Center, and El Centro Familiar. The government-wide financial statements can be found on pages 29-30 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 forty-four other individual governmental funds of which twenty are classified as Special Revenue funds, eleven are classified as Debt Service funds, and thirteen are classified as Capital Projects funds. Information for the General fund and the TRAN Debt Service fund, both of which are considered to be major funds, is 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. A budgetary comparison statement for the General fund is presented on page 35. In addition, the County adopts an annual budget for other non-major funds. A budgetary comparison statement is presented in the aggregate and individually for all those funds.

The basic governmental fund financial statements can be found on pages 31-35 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 36-38 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 39 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 40-73 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 74-124 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 \$554,145,015 for the fiscal year ending June 30, 2008. By far the largest portion of the County's net assets (56 percent) reflects its investment in capital assets (e.g., infrastructure, land, buildings, machinery, and equipment) less any debt, used to acquire those assets, that is still outstanding. In the prior year, the County's investment in capital assets was 63% 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>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Assets:						
Current and other assets	\$391,073,628	\$343,370,899	\$3,083,259	\$3,585,866	\$394,156,887	\$346,956,765
Capital assets	537,084,721	514,707,039	5,534,006	4,919,507	542,618,727	519,626,546
Total assets	928,158,349	858,077,938	8,617,265	8,505,373	936,775,614	866,583,311
Liabilities:						
Long-term liabilities	261,412,153	267,122,552	2,835,693	3,001,123	264,247,846	270,123,675
Other liabilities	117,549,460	115,237,017	833,293	967,627	118,382,753	116,204,644
Total liabilities	378,961,613	382,359,569	3,668,986	3,968,750	382,630,599	386,328,319
Net Assets:						
Invested in capital assets, net of related Debt	308,271,760	299,526,749	2,839,330	3,196,311	311,111,090	302,723,060
Restricted	146,792,506	106,094,221	-	-	146,792,506	106,094,221
Unrestricted	94,132,470	70,097,399	2,108,949	1,340,312	96,241,419	71,437,711
Total net assets	\$549,196,736	\$475,718,369	\$4,948,279	\$4,536,623	\$554,145,015	\$480,254,992

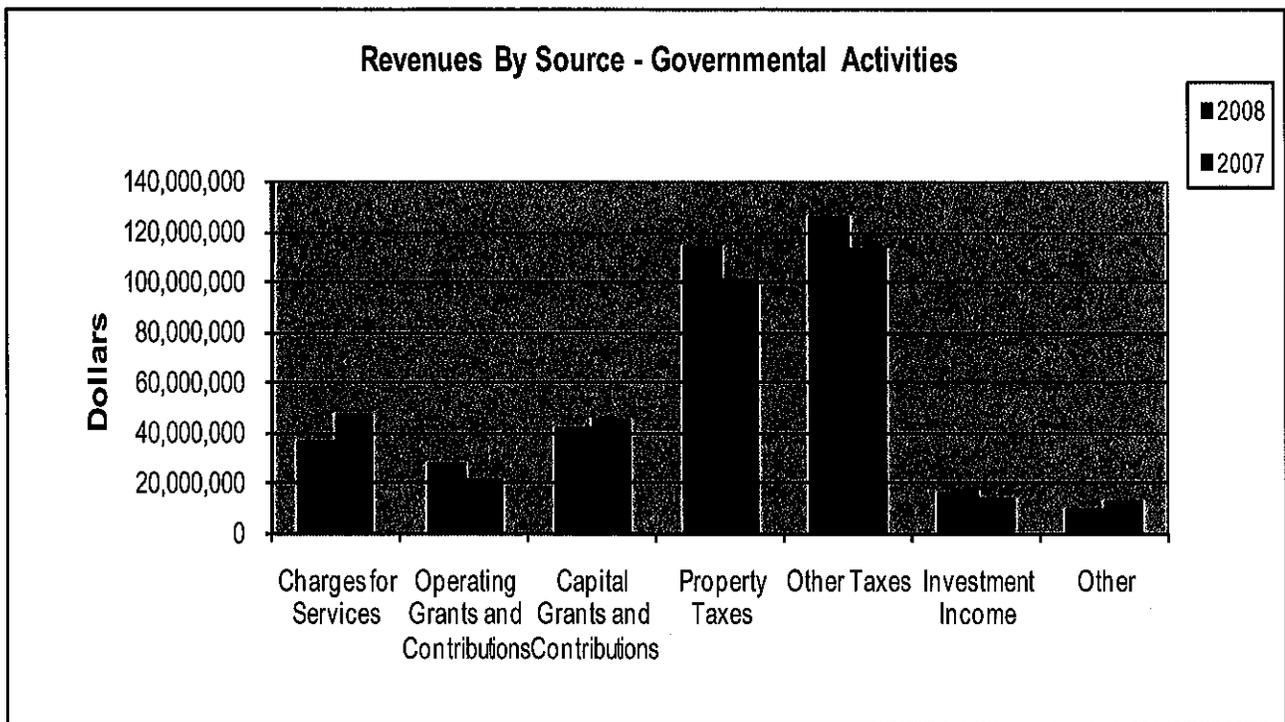
Restricted net assets in the amount of \$146,792,506 represent resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$96,241,419 may be used to meet the government's ongoing obligations to citizens and creditors.

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 increased the County's net assets by \$73,478,367 in FY08 as compared to \$88,681,202 in FY07.

County of Bernalillo's Changes in Net Assets

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program revenues:						
Charges for services	\$36,526,325	\$47,052,175	\$5,982,619	\$5,151,503	\$42,508,944	\$52,203,678
Operating grants and contributions	28,140,881	21,737,089	498,482	582,992	28,639,363	22,320,081
Capital grants and contributions	41,992,908	45,766,629	433,981	482,594	42,426,889	46,249,223
General revenues:						
Property taxes	113,789,778	101,617,379	-	-	113,789,778	101,617,379
Other taxes	126,144,704	112,599,176	-	-	126,144,704	112,599,176
Investment income	16,046,244	13,833,232	83,879	103,533	16,130,123	13,936,765
Other	9,525,633	12,949,329	383,895	117,150	9,909,528	13,066,479
Total revenues	372,166,473	355,555,009	7,382,856	6,437,772	379,549,329	361,992,781
Expenses:						
General government	45,609,786	47,569,157	-	-	45,609,786	47,569,157
Public works	52,518,685	32,604,280	-	-	52,518,685	32,604,280
Public safety	143,867,733	129,957,959	-	-	143,867,733	129,957,959
Health and welfare	28,083,075	25,862,321	-	-	28,083,075	25,862,321
Culture and recreation	12,637,946	15,337,172	-	-	12,637,946	15,337,172
Interest on long-term debt	15,585,987	15,221,474	-	-	15,585,987	15,221,474
Solid Waste	-	-	4,910,418	4,483,095	4,910,418	4,483,095
Housing Authority	-	-	860,653	847,572	860,653	847,572
Seybold Village	-	-	235,027	172,947	235,027	172,947
Juvenile Detention Center	-	-	923,826	1,158,479	923,826	1,158,479
El Centro Familiar	-	-	426,170	354,557	426,170	354,557
Total expenses	298,303,212	266,552,363	7,356,094	7,016,650	305,659,306	273,569,013
Increase (decrease) in net assets before transfers	73,863,261	89,002,646	26,762	(578,878)	73,890,023	88,423,768
Transfers in (out)	(384,894)	(321,444)	384,894	321,444	-	-
Increase in net assets	73,478,367	88,681,202	411,656	(257,434)	73,890,023	88,423,768
Net assets –beginning	475,718,369	387,037,167	4,536,623	4,794,057	480,254,992	391,831,224
Net assets – ending	\$549,196,736	\$475,718,369	\$4,948,279	\$4,536,623	\$554,145,015	\$480,254,992

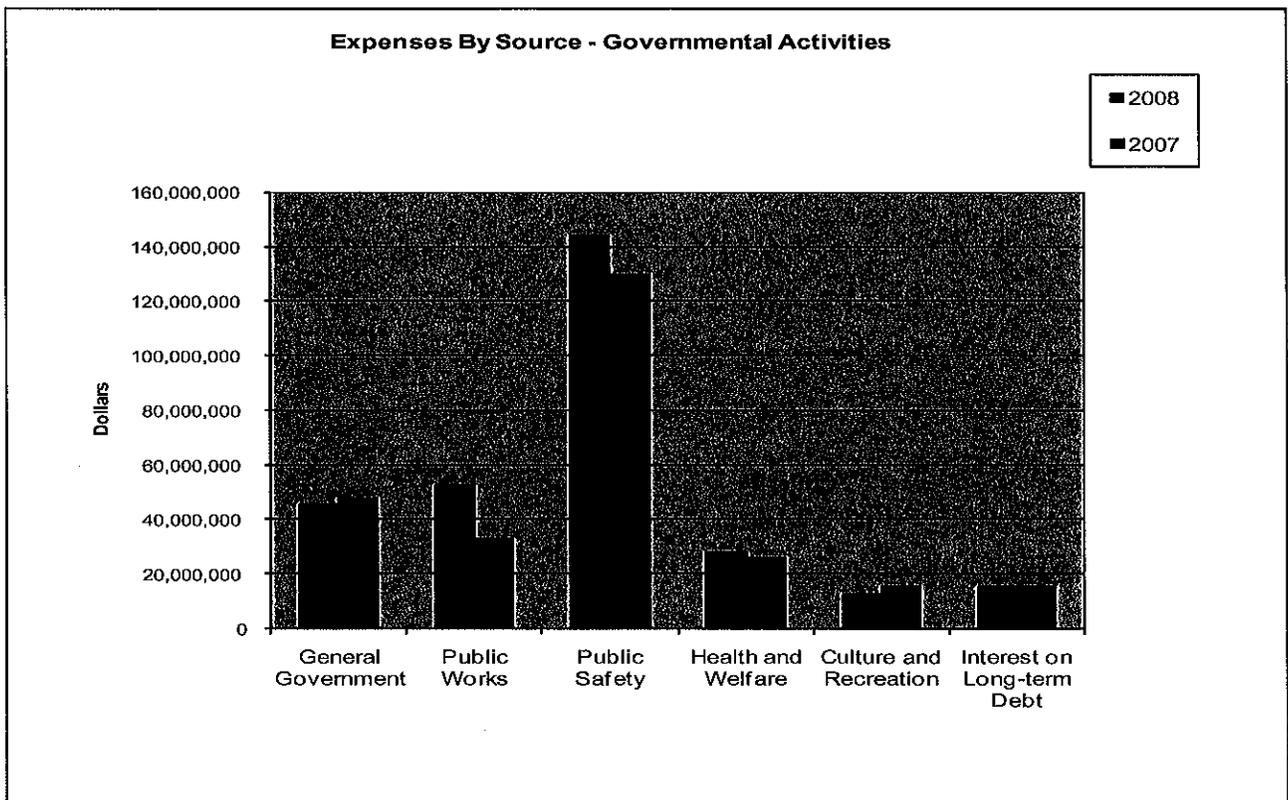


Governmental Activities revenues increased by \$16.7 million from \$355.5 million in FY07 to \$372.2 million in FY08, an increase of 4.7%. Key elements in the growth of governmental activities revenues are as follows:

- Program revenues charges for services decreased by \$10.5 million from \$47.0 million in FY07 to \$36.5 million in FY08, a 22.3% decrease. The decrease was attributed to a \$6.2 million decrease in fees collected from the City of Albuquerque to offset operational costs at the Metropolitan Detention Center (MDC) in FY08. In addition, fees collected for housing inmates at the Regional Correction Center decreased by \$9.9 million as a result of the U.S. Immigration and Customs Enforcement (ICE) no longer housing inmates at the facility.
- Program revenues operating grants and contributions increased by \$6.4 million from \$21.7 in FY07 to \$28.1 million in FY08, a 29.5% increase. A significant portion of the increase was attributed to an increase of \$3.5 million in funding received from the state for the County's DWI program from \$3.2 million in FY07 to \$6.7 million in FY08. In addition, there was an increase in funding from Housing and Urban Development (HUD) of \$1.7 million for the County's Section 8 Voucher program. There was also funding received in the amount of \$255 thousand for the County's summer lunch program, \$437 thousand received for the County's drug trafficking program, \$192 thousand received from the justice assistance grant (JAG) for drug control systems, \$116 thousand received for a state-wide traffic system, and other additional operating grants received in FY08 related to public safety.
- Program revenues capital grants and contributions decreased by \$3.8 million from \$45.8 million in FY07 to \$42.0 million in FY08, an 8.3% decrease. A significant portion of the decrease was attributed to a decrease in revenues for Storm Sewer and Road construction projects from \$12.6

million in FY07 to \$2.5 million in FY08 with the majority related to the Isleta Phase II road and storm sewer construction projects which were completed in FY07. In addition, there was an increase in revenue in FY08 of \$1.3 million related to the construction of the Metropolitan Assessment and Treatment Service (MATS) transitional housing and intake area facility, \$2.3 million for the purchase of a helicopter for the Sheriff's Department, \$755 thousand for alcohol testing equipment and other equipment for the Sheriff's Department, and \$475 thousand for the construction of the Rape Crisis Center Facility. There was also an increase in revenue in FY08 of \$782 thousand for the construction of the Fisher Smith Gymnasium, \$1.1 million for the construction of the Vista Grande Community Center Gymnasium, \$225 thousand for the construction of the Clinton P. Anderson Open Space Park, and \$275 thousand for the construction of the South Valley Health Center.

- General revenues property taxes increased \$12.2 million from \$101.6 million in FY07 to \$113.8 million in FY08, a 12.0% increase. The increase was attributed to an increase in the taxable valuation within the County of \$1.323 billion from \$11.868 billion to \$13.191 billion, an increase in the County's operational residential mill levy from 6.113 to 6.183, and an increase in the County's non-residential mill levy rate from 10.650 to 10.800 per \$1,000 of assessed taxable value. The increase in revenue was slightly offset by a decrease in the current property tax collection rate from 96.36% in FY07 to 95.86% in FY08.
- General revenues other taxes increased \$13.5 million from \$112.6 million in FY07 to \$126.1 million in FY08, a 12.0% increase. A significant portion of the increase was attributed to a gross receipts tax rate increase of 1/16% for the County's Health Care Fund which became effective on January 1, 2007. The tax increase generated approximately \$6.0 million in additional revenue as the tax increase was in effect for the full year in FY08. In addition, on January 1, 2007 the County enacted a second 1/16% gross receipts tax which was remitted to the State of New Mexico to fund the county-supported Medicaid Fund. In prior years, the tax was remitted to the state by the University of New Mexico Hospital on behalf of the County. This tax generated approximately \$7.0 million in additional revenue as it was in effect for a full year in FY08. There was also an increase in motor vehicle tax revenue to the County of \$500 thousand in FY08.
- General revenues investment income increased \$2.2 million from \$13.8 million in FY07 to \$16.0 million in FY08, a 15.9% increase. The increase was attributed to a better rate of return on short-term investments, the elimination of the fiscal agent bank pegged balance which allowed for additional funds to invest and an increase in additional revenue to invest as a result of increased property tax and gross receipts tax revenue in FY08. In addition, there was excellent investment management performed by the County Treasurer and an investment committee which oversees investment strategy monthly.
- Other revenues decreased \$3.4 million from \$12.9 million in FY07 to 9.5 million in FY08, a 26.3% decrease. The decrease was primarily attributed to a reduction in the amount of donations in infrastructure of \$2.1 million. In addition, the reduction was attributed to the allocation of unallocated revenue from FY07 and the FY06 to the appropriate fund and revenue line items in FY08.



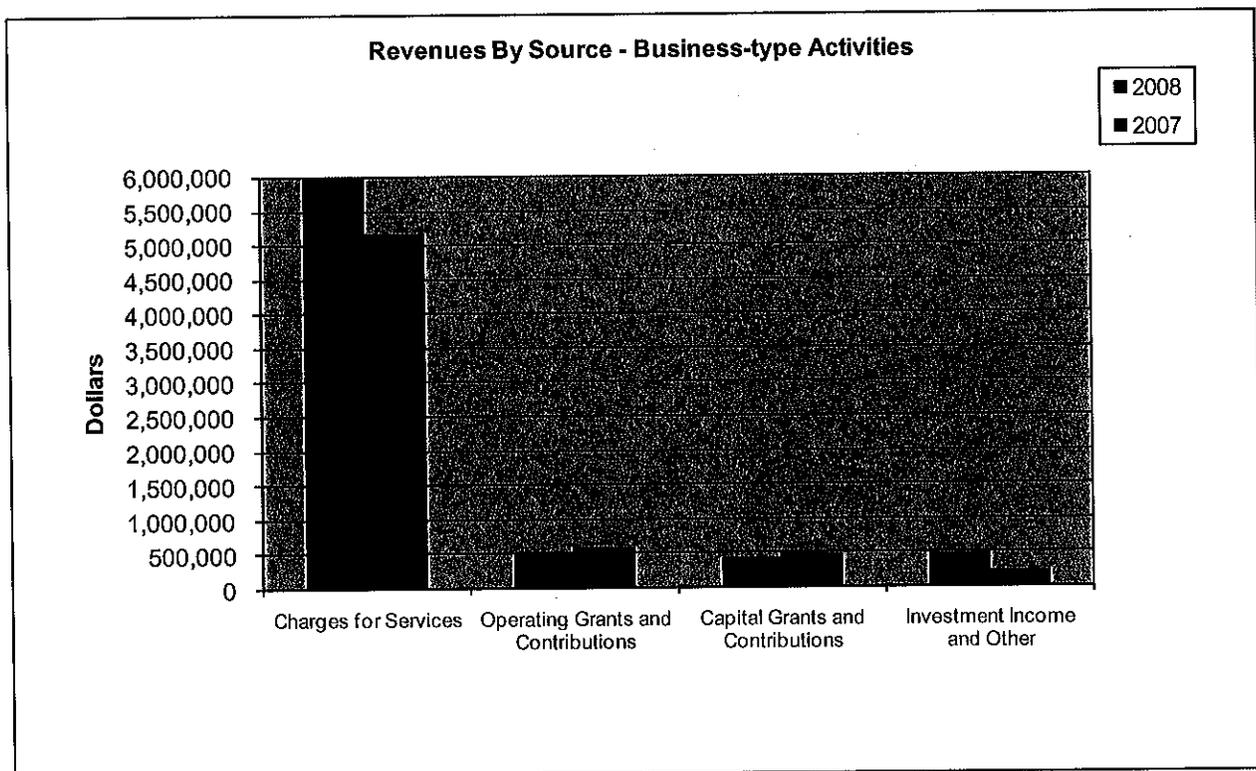
Governmental activities expenses increased by \$31.7 million from \$266.6 million in FY07 to \$298.3 million in FY08, an increase of 11.9%. Key elements in the change in governmental activities expenses, other than a 4% pay increase for non-represented employees and an average 5% pay increase for represented employees, are as follows:

- General government expenses decreased by \$2.0 million from \$47.6 million in FY07 to \$45.6 million in FY08, a 4.2% decrease. The decrease in general government expenses was primarily attributed to the reclassification of DWI Services Fund expenditures from the “general government” category to the “public safety” category in FY08.
- Public works expenses increased by \$19.9 million from \$32.6 million in FY07 to \$52.5 million in FY08, a 61.0% increase. The majority of the increase was attributed to the reclassification of expenses which were not capitalized as they were related to capital outlay for other entities. A significant portion of the increase was attributed to \$11.1 million in costs associated with the Valley Utilities Project and \$5.9 million for road construction projects. There was also an increase in costs of \$0.4 million for library construction, \$0.2 million for storm sewer construction, and \$0.3 million in impact fees for capital improvement. In addition, there was an increase in depreciation expense of \$1.2 million related to equipment, real estate and infrastructure.
- Public safety expenses increased by \$14.0 million from \$129.9 million in FY07 to \$143.9 million in FY08, a 10.8% increase. The majority of the increase was attributed to the administration and operation of the Metropolitan Detention Center (MDC). MDC salaries and fringe benefits increased \$5.5 million as a result of a pay increase in FY08 and the addition of needed personnel. Additional expenditure increases at the MDC included \$1.7 million in contractual services, \$1.8

million in carryover expenses and \$0.5 million in insurance costs. Another portion of the increase is attributed to \$2.3 million in expenditures by the Sheriff's Department to purchase a helicopter. In addition, there was an increase in salaries and fringe benefits for the Sheriff's Department personnel of approximately \$1.6 million as a result of a 4% pay increase. There was also an increase in depreciation expense of \$1.7 million related to equipment and real estate and expenses in the DWI Services Fund that were reclassified from the "general government" category in FY08.

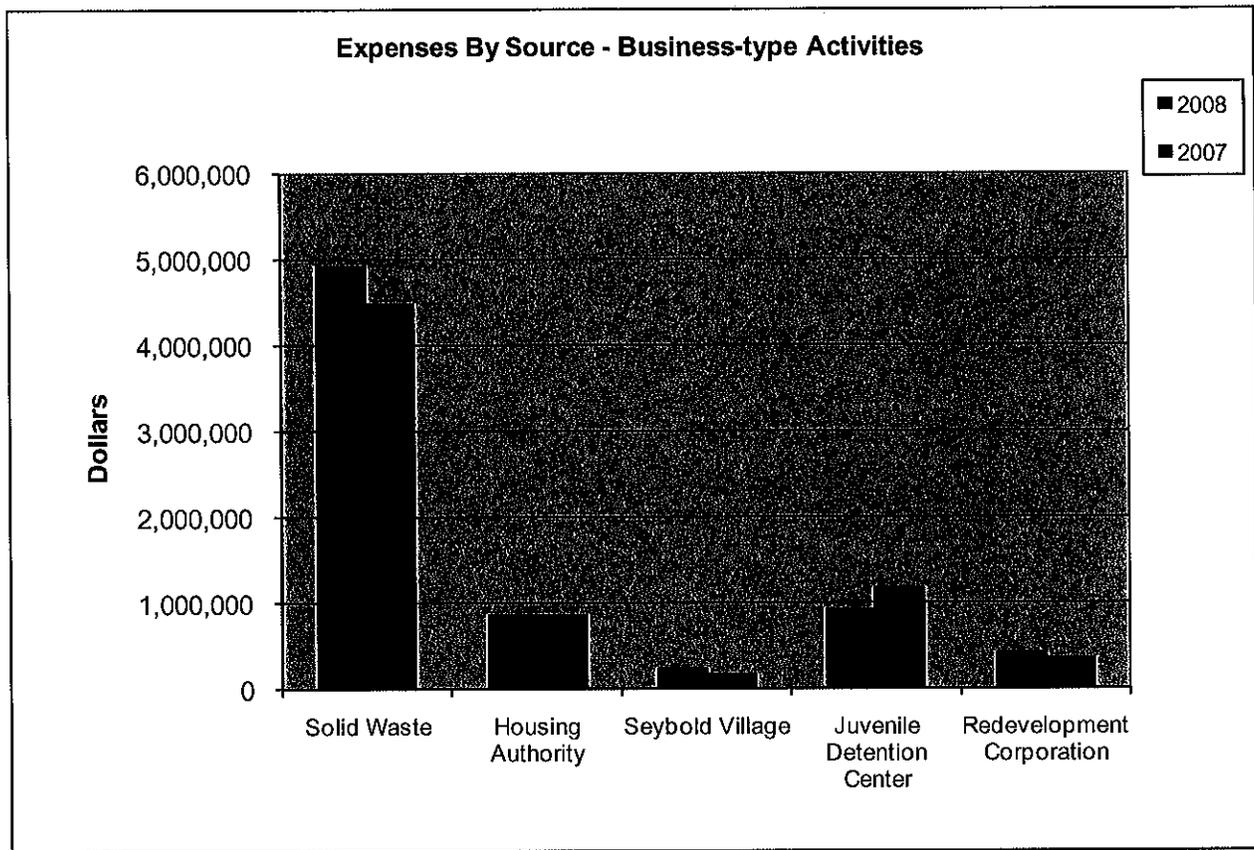
- Culture and recreation expenses decreased by \$2.7 million from \$15.3 million in FY07 to \$12.6 million in FY08, a 17.6% decrease. The decrease was attributed to the reclassification of expenditures from the "culture and recreation" category to capital outlay in FY08.

Business-type activities. Business-type activities net assets increased by \$411,656 during the current fiscal year. During the year, a budgeted cash transfer of \$384,894 was made from the County's Governmental Activities to the Solid Waste fund to cover a program deficit from the prior year. Also during the year, the Bernalillo County Housing Authority had more program revenue than program expenses resulting in an increase in net assets of \$447,232. The Solid Waste fund, the Seybold Village Handicapped Project, the Regional Juvenile Detention Center, and the El Centro Familiar incurred losses of \$184,322, \$91,268, \$64,695, and \$80,185 respectively before capital contributions and operating transfers in. These losses represent the degree to which ongoing program expenses have outstripped ongoing program revenues. Overall, the business-type activities experienced an \$803,857 operating loss (program revenues less expenses) before non-operating revenues of \$830,619.



Business-type activities revenue increased from \$6.438 million in FY07 to \$7.383 million in FY08, a 14.7% increase. Key elements in the increase of business-type activities revenue are as follows:

- Revenue program charges for services increased from \$5.1 million in FY07 to \$6.0 million in FY08, a 17.6% increase. The increase was primarily attributed to the fourth quarter FY07 solid waste billings which were mailed late to customers by Waste Management, our billing and collection agency. This resulted in more collections and distribution of fees to the County at the beginning of FY08. In addition, solid waste fee collections were more favorable in FY08 with over \$1.0 million more than in FY07. There was also an increase of approximately \$537 thousand in fees at the Housing Authority as a result of a new accounting process related to payroll which is now charged to the Housing Authority program and then distributed to the other housing programs with an offset to management fee overhead revenue in the Housing Authority fund. There was also less in charges for services at the Regional Juvenile Detention Center of approximately \$313 thousand as a result of a new joint powers agreement with Sandoval County in FY08 and additional in rental income from tenants of approximately \$60 thousand in the El Centro Familiar program.
- Revenue program operating grants and contributions decreased from \$582,992 in FY07 to \$498,482 in FY08, a decrease of 14.5%. The majority of the decrease was attributed to the reclassification of \$187 thousand in recycling revenue to the “other” category in FY08. In addition, there was a decrease of \$61 thousand in Housing and Urban Development (HUD) grant subsidies in the El Centro Familiar program in FY08. There also was an increase of \$124 thousand in the Housing Authority program due to the reclassification of county contributions from the “other” category in FY08.
- Revenue program capital grants and contributions decreased from \$482,594 in FY07 to \$433,981 in FY08, a decrease of 10.1%. The decrease was primarily attributed to a decrease in home rehabilitation grant revenue of \$60,755 in the Housing Authority program in FY08. In addition, there was slightly more capital grant revenue in the Seybold Village Handicapped Project from HUD in FY08.
- General revenues investment income decreased from \$102,533 in FY07 to \$83,879 in FY08, a decrease of 18.2%. The decrease was attributed to a decrease in the rate of return on investments in the Housing Authority, the El Centro Familiar, and the Seybold Village Handicapped Project as a result of the volatile market in FY08.
- Other revenues increased from \$117,150 in FY07 to \$383,895 in FY08. The increase was attributed to the reclassification of “other income” in the enterprise programs to the “other” revenue category in FY08 which was reflected in the “operating grants and contributions” category in FY07. The revenue consists of \$187 thousand of recycling revenue in the Solid Waste program and other income from the Housing Authority and the El Centro Familiar programs.



Business-type activities expenses increased from \$7.0 million in FY07 to \$7.3 million in FY08, a 4.3% increase. Key elements in the increase are as follows:

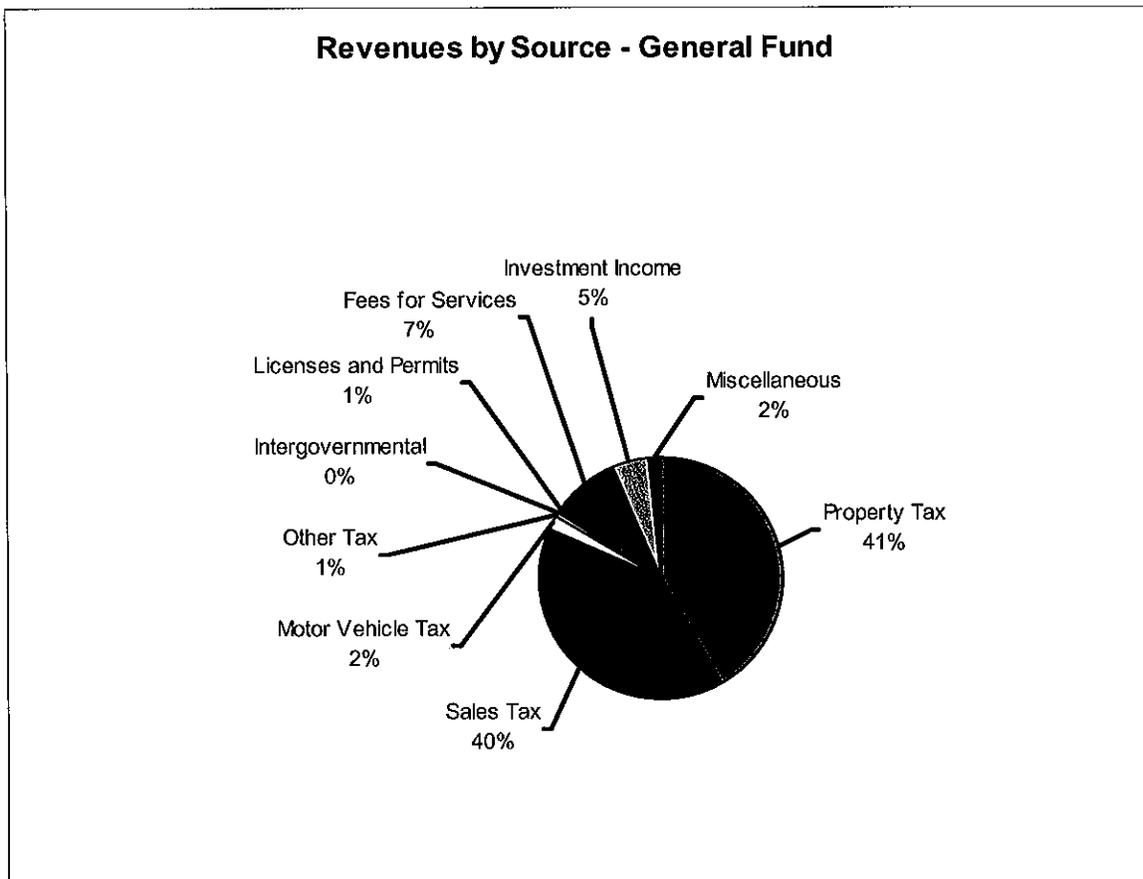
- Solid Waste expenses increased from \$4.5 million in FY07 to \$4.9 million in FY08, an 8.9% increase. A significant portion of the increase was attributed to the increase in fees paid to Waste Management to bill and collect for solid waste services provided by the County.
- Housing Authority expenses increased from \$847 thousand in FY07 to \$861 thousand in FY08, a 1.6% increase. A significant portion of the increase was due to an increase in interest expense on bonds payable and an overall increase in operating expenses.
- Seybold Village expenses increased from \$173 thousand in FY07 to \$235 thousand in FY08, a 35.8% increase. The increase is primarily attributed to an increase in other operating expenses including materials and supplies, telephone, water, electricity, gas, etc.
- Juvenile Detention Center expenses decreased from \$1.158 million in FY07 to \$924 thousand in FY08, a 20.2% decrease. The decrease is primarily attributed to a decrease in operating expenses as a result of the termination of the joint powers agreement (JPA) on June 26, 2007 between Bernalillo County, Sandoval County and Valencia County which was established on June 26, 1996. A new JPA between Bernalillo County and Sandoval County was approved by the County Commission on June 26, 2007 with an established budget of approximately \$957 thousand which resulted in lower operating expenses in FY08. See notes to the financial statements.

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, unreserved 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 \$294,313,566, an increase of \$56.2 million. Approximately 58.8% of this total, \$173,144,613 constitutes unreserved fund balance, which is available for spending at the County's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been committed: 1) to DFA 3/12 reserve requirement \$64,204,173, 2) \$35,093,698 in encumbrances to liquidate contracts and purchase orders of the prior period, 3) \$19,360,764 to pay debt service, and 4) \$2,510,318 for a variety of other restricted purposes.

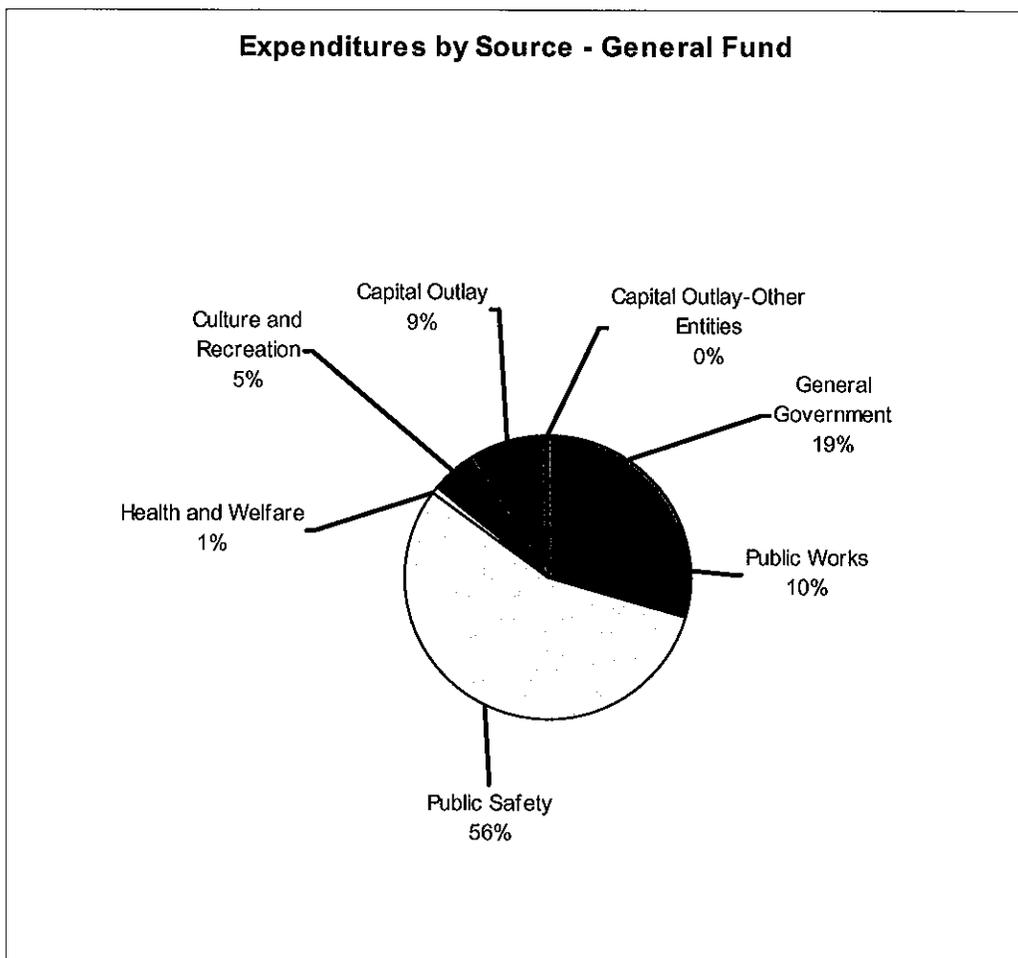
General Fund. The County's general fund balance increased \$25,182,028 during the current fiscal year. A small portion of this increase was attributed to the reclassification of the Series 1996 Debt Service Fund (\$58) and the 1997 Revenue Bond Fund (\$51,537) totaling \$51,595 into the general fund. Additional key factors in this growth are based on the increase in local taxes from the previous year combined with less than expected incurred expenditures during the year.



General Fund revenues increased \$5.7 million from \$234.4 million in FY07 to \$240.1 million in FY08, an increase of 2.4%. Key elements in the growth of General Fund revenues are as follows:

- Property tax revenue increased by \$12.1 million or 13.6% from \$88.8 million in FY07 to \$100.4 million in FY08, which accounts for the majority of the revenue increase in the general fund during the year. The increase was attributed to an increase in the taxable valuation within the County of \$1.323 billion from \$11.868 billion to \$13.191 billion, an increase in the County's operational residential mill levy from 6.113 to 6.183, and an increase in the non-residential mill levy rate from 10.650 to 10.800 per \$1,000 of assessed taxable value. The increase in revenue is slightly offset by a decrease in the current property tax collection rate from 96.36% in FY07 to 95.86% in FY08.
- Gross receipts tax revenue (GRT) decreased by \$4.3 million from \$100.1 million in FY07 to \$95.8 million in FY08, a 4.3% decrease. In FY07 the County enacted a tax rate increase of 1/16% from 5.6875% to 5.7500 for the County's Health Care Fund which was effective on January 1, 2007 and generated approximately \$5 million. The decrease was attributed to the fact that in FY07, the funds were receipted to the General Fund and in FY08 the funds, which totaled approximately \$10 million, were receipted to the Health Care Fund established in FY08 to account for this special GRT. The \$5 million decrease was slightly offset by a modest increase in General County GRT revenue in FY08.
- Fees for services decreased by \$1.9 million from \$21.1 million in FY07 to \$19.2 million in FY08, a 9.0% decrease. The decrease was attributed to a \$6.2 million decrease in fees collected from the City of Albuquerque in FY08 versus FY07 to offset operational costs for MDC operations. The decrease is offset by a \$3.9 million increase in fees collected at the MDC in the amounts of \$1.6 million for commissary sales, \$1.2 million for the state "feed and care of parole violators" program, \$678 thousand for the "state criminal alien assistance program", and \$500 thousand for the community custody reimbursement grant. In addition, there was an increase of design/review fees collected of \$600 thousand.
- Investment income increased \$1.5 million from \$10.0 million in FY07 to \$11.5 million in FY08, an increase of 15%. The increase was attributed to a better rate of return on short-term investments, the elimination of the fiscal agent bank pegged balance which allows for additional funds to invest and an increase in General Fund revenue to invest as a result of increased property tax revenue in FY08. In addition, there was excellent investment management performed by the County Treasurer and an investment committee which oversees investment strategy monthly.
- Miscellaneous revenue decreased \$2.4 million from \$6.1 million in FY07 to \$3.7 million in FY08, a decrease of 39.3%. The decrease was attributed to the allocation of unallocated revenue from FY07 and FY06 to the appropriate funds and revenue line items in FY08.

General Fund expenditures increased \$28.6 million from \$169.5 million in FY07 to \$198.2 million in FY08, a 16.9% increase. Key elements in the increase in General Fund expenditures, other than an increase in salary and related fringe benefit costs due to a 4% across the board salary increase for non-represented County employees, are as follows:



- General government expenditures decreased by \$2.6 million from \$40.4 million in FY07 to \$37.8 million in FY08, a 6.4% decrease. During the year, the County incurred significant costs to implement its new Enterprise Resource Planning (ERP) system. The costs of approximately \$11.4 million were initially accounted for in this category and subsequently reclassified to the “capital outlay” category. In addition, costs of \$1.9 million incurred for the South Valley Health Center project and \$1.7 million incurred for the purchase of County vehicles were subsequently reclassified from the “general government” category to the “capital outlay” category. These reclassifications properly reflect the costs in the correct category and account for the decrease in expenditures for this category in FY08.

- Public Works expenditures increased by \$0.8 million from \$19.9 million in FY07 to \$20.7 million in FY08, a 4.0% increase, which accounted for 2.8% of the increase in General Fund expenditures. During the year, costs of approximately \$1.2 million incurred for the Edith Phase II project were initially accounted for in this category and subsequently reclassified to the “capital outlay” category (capital outlay - \$636,000; capital outlay for others - \$564,000) to properly reflect the costs in the correct category. Also, costs of \$200,505 incurred for the purchase of public works vehicles were initially accounted for in this category and subsequently reclassified to the “capital outlay” category. In addition, there was an increase in expenditures of \$0.4 million for car, gas and oil in the vehicle maintenance program and new payroll expenditures of \$0.5 million for a new development and review program in this category.
- Public Safety expenditures increased by \$11.4 million from \$98.3 million in FY07 to \$109.7 million in FY08, a 11.6% increase, which accounted for 39.9% of the increase in General Fund expenditures. The majority of the increase was attributed to the administration and operation of the Metropolitan Detention Center (MDC). MDC salaries and fringe benefits increased \$5.5 million for the security staff, the administration staff, the community custody program (CCP) staff and the operations staff as a result of a pay increase in FY 08 and the addition of needed staff. Additional expenditure increases at the MDC included \$1.7 million in contractual services, \$1.8 million in carryover expenses and \$0.5 million in insurance costs. Another portion of the increase is attributed to \$2.3 million expended by the Sheriff’s Department to purchase a helicopter. In addition, there was an increase in salaries and fringe benefits of approximately \$1.6 million as a result of a 4% pay increase for the Sheriff’s Department personnel. Also during the year, costs of approximately \$1.7 million incurred for the purchase of public safety vehicles were initially accounted for in this category and subsequently reclassified to the “capital outlay” category to properly reflect the costs in the correct category.
- Capital outlay expenditures increased by \$18.3 million from \$0.0 in FY07 to \$18.3 million in FY08, which accounted for 64% of the increase in General Fund expenditures. The increase is attributed to the reclassification of costs from the “general government”, “public works”, “public safety” and “health and welfare” categories to the “capital outlay” category. The reclassifications relate to expenditures incurred for the new County ERP system of \$11.4 million, for the South Valley Health Center project of \$1.9 million, for the purchase of general government vehicles of \$1.7 million, for the Edith Phase II project of \$1.2 million, for the purchase of public works vehicles of \$200,505, for the purchase of public safety vehicles of \$1.7 million, and for the purchase of health and welfare vehicles of \$61,463.

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 decreased from \$1,302,446 in FY07 to \$858,501 in FY08, all of which is reserved for the payment of debt service. The fund balance decrease was attributed to less pledged revenues transferred to the fund versus the amount of debt service due for FY08.

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 2008, the County's Special Revenue funds reported combined ending fund balances of \$29,993,701, an increase of \$13,897,459. Of the fund balance, \$29,062 is reserved for advances to other funds, \$73,626 is reserved for inventory, \$10,038,269 is reserved for encumbrances, and the remaining fund balance of \$19,852,744 is unreserved undesignated. Key elements in the growth of the total special revenue fund balance are as follows:

- A significant portion of the fund balance increase was due to the addition of the Health Care GRT Fund in FY08, which was established to account for a 1/16% tax rate increase in the County's gross receipts tax rate for the County's health care program. In FY08, this fund generated \$10.4 million in revenues, capital outlay expenditures of \$2.8 million and other financing resources of \$2.5 million resulting in an ending fund balance of \$10.1 million.
- An additional portion of the increase was due to a \$1.5 million increase in the fund balance of the Valuation Fund from \$4.4 million in FY07 to \$5.9 million in FY08, a 34.1% increase. The increase was a result of appraisal fee collections of just over \$4.9 million and expenditures of \$3.4 million. Appraisal fee revenues increased by \$700 thousand from the prior year and can be attributed to increased property tax collections in FY08.
- Another portion of the increase was attributed to a \$2.0 million increase in the fund balance of the Section 8 Housing Voucher Fund from \$148 thousand in FY07 to \$2.2 million in FY08. The increase was a result of a \$2.0 million increase in Housing & Urban Development (HUD) contributions and no significant change in the housing assistance payments from FY07 to FY08 which totaled approximately \$10.8 million.

Debt Service funds. As of the end of fiscal year 2008, the County's Debt Service funds reported combined ending fund balances of \$18,502,263, a decrease of \$2,699,923. All of the fund balance is reserved to pay debt service. Key elements of the decrease in the total fund balance are as follows:

- The decrease in the debt service funds fund balance was attributed to a \$3.6 million decrease in the General Obligation Bonds Debt Service Fund from \$4.3 million in FY07 to \$694 thousand in FY08. This was attributed to the partial defeasance of the Series 2002A General Obligation Bond in the amount of \$5,645,000 in FY08.

Capital Projects funds. As of the end of fiscal year 2008, the County's Capital Project funds reported combined ending fund balances of \$73,072,290, an increase of \$20,274,742. 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. Of the fund balance, \$15,518,172 is reserved for encumbrances and the remaining

fund balance of \$57,554,118 is unreserved undesignated. Key elements of the increase in the total fund balance are as follows:

- The majority of the increase in the capital projects funds fund balance was attributed to the County's sale of \$21,500,000 of General Obligation Bonds (Series 2007, Series 2007A & Series 2008) in FY08. This included \$9,400,000 for roads – Road Construction Fund, \$3,500,000 for storm drains – Storm Sewer Construction Fund, \$2,200,000 for parks and recreation – Parks & Recreation Fund, \$4,300,000 for Sheriff's facilities improvements – Sheriff's Improvement Fund, \$1,100,000 for ADA facilities improvements – Facilities Fund, and \$1,000,000 for library books – Library Fund.
- An additional portion of the increase was attributed to a \$4.6 million increase in the Water/Wastewater Fund from \$16.7 million in FY07 to \$21.2 million in FY08, a 27.5% increase. The majority of the increase was in large part due to grant reimbursements received totaling \$17.3 million and capital outlay expenditures of \$13.7 million.

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 decreased \$2.2 million or by 1% from \$210.8 million to \$208.6 million (final). General fund total original budgeted expenditures increased \$120 thousand or by less than 1% from \$248.5 million to \$248.6 million (final). Significant changes between the original budget and the final amended budget are summarized as follows:

- The fees for services original revenue budget decreased \$2.2 million from \$16.4 million to \$14.2 million. The decrease was attributed to less than expected funding provided by the City of Albuquerque for operations of the Metropolitan Detention Center (MDC) for FY08.
- The general county original expenditure budget decreased \$2.2 million from \$29.8 million to \$27.6 million. The decrease was primarily attributed to the reclassification of \$2.4 million of FY07 Senate Bill 88 gross receipt tax monies to public works for the East Mountain Sub-Station Road project (\$1.2 million) and for the Edith Phase II project (\$1.2 million). The Senate Bill 88 funds were earmarked for the phase-in of fire department staff, public safety capital needs, fleet replacement, public works infrastructure, and increase funding for the MDC.
- The zoning original expenditure budget increased \$1 million from \$2.7 million to \$3.7 million primarily due to the reclassification of budgeted funds from Health & Welfare for payroll purposes of the Education & Planning section, the Water Resources section and the Zoning Land Review/Enforcement section of the Zoning Department. In addition, the increase was attributed to the reclassification of \$319 thousand in budget to the contractual services line item.

- The other original expenditure budget increased by \$2.2 million from \$4.8 million to \$7.0 million due to the reclassification of budgeted funds for the continued implementation of the new county-wide Enterprise Resource Planning (ERP) financial reporting system which officially became operational on July 7, 2008. Phase two of the project began in July 2008 and will consist of an updated budget preparation system, which should be operational before the end of FY09.
- The public works original expenditure budget increased \$2.4 million from \$21.6 million to \$24.0 million. The increase in budgeted expenditures was attributed to the reclassification of \$2.4 million of FY07 Senate Bill 88 gross receipts tax monies from general county for the East Mountain Sub-Station Road project (\$1.2 million) and for the Edith Phase II project (\$1.2 million).
- The sheriff original expenditure budget increased \$1.1 million from \$31.7 million to \$32.6 million and was attributed to a budget reclassification from the FY08 Senate Bill 88 gross receipts tax monies to allow the Sheriff's department to purchase vehicles to replace or add to their fleet.
- The metropolitan detention center (MDC) original expenditure budget decreased \$2.2 million from \$69.4 to \$67.2 million. A significant portion of the decrease was attributed to the reclassification of \$1.7 million in budgeted funds to the "other" category and represents MDC's support of the new County ERP system for FY08. In addition, a budget reclassification of \$415 thousand to Public Works was performed to cover costs for a North Valley fuel station.

TRAN Debt Service Fund. TRAN Debt Service Fund total original budgeted revenues and total original budgeted expenditures did not change during the fiscal year.

Budgetary Highlights – Budget to Actual

General Fund. General Fund revenues exceeded budgetary estimates by \$28,705,696 or by 13.8%. General Fund expenditures were less than budgetary estimates by \$51,534,367 or by 20.7% 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 \$23,462,781. Individual significant differences between the General Fund final budget and actual amounts are summarized as follows:

- Property tax revenue had a positive variance of \$16,386,302. The budget projections estimated a 95% collection rate of current property taxes within the County as of June 30, 2008. The actual collection rate was 95.86%. The significant reason for the positive variance was that current property tax collections were \$14,078,492 greater than budget (17.6% of budget) which was reflective of the 11.2% increase in the assessed taxable property valuation from the 2007 assessed taxable valuation which was higher than expected. In addition, delinquent tax collections, interest on current and delinquent tax collections, and penalties on current and delinquent tax collections exceeded projections by \$2,747,323.
- Gross receipt tax (GRT) revenue had a positive variance of \$2,603,562. On January 1, 2007 a 1/16% gross receipt tax increase took effect for the County's Healthcare Gross Receipts Tax Program. In early FY08, \$1.9 million was receipted to the General Fund in this line item and later transferred to the Health Care GRT Fund established in FY08 to account for this revenue. The

transfer is reflected in the “transfer out” line item under other financing uses. Although the GRT could potentially be a volatile revenue source, the historical trend has been positive for the County. In FY08 the County had a stable year with GRT collections of just over \$704 thousand over budget after taking into account the adjustment stated above.

- Licenses and permits revenue had a negative variance of \$1,308,868. The variance was primarily attributed to a decrease of \$958,241 in zoning/building fees and \$606,263 in construction permits that is reflective of the weak construction sector in 2008 and the double-digit decline in the housing construction industry.
- Fees for services revenue had a positive variance of \$1,772,335. The increase was primarily attributed to higher than expected commissary sales of \$1,597,414, state department probation/parole program fees of \$873,426, and state criminal alien assistance program (SCAAP) fees of \$278,823 which were all related to MDC operations. Other increases were attributed to higher than expected public works design review fees of \$717,485 and County Clerk chargeback fees of \$366,387. This revenue was offset by lower than expected contributions of \$2,320,603 from the City of Albuquerque for operations of the MDC.
- Investment income revenue had a positive variance of \$8,006,171. The increase was in part attributed to a conservative budget estimate made two years ago by the County Treasurer as part of the biennial budget process. It can also be attributed to a better rate of return on short-term investments, the elimination of the fiscal agent bank pegged balance which allows for additional funds to invest and an increase in revenue to invest as a result of increased property tax revenue in FY08. In addition, there was excellent investment management performed by the County Treasurer and an investment committee which oversees investment strategy monthly.
- Finance and administration expenditures had a positive variance of \$2,067,521. A significant portion of the variance was attributed to lower property insurance premiums of \$708,625, less than expected insurance deductibles of \$339,326, less than expected expenditures for Law Enforcement Officer Liability claims in the amount of \$431,364 and lower than expected insurance fleet replacement costs of \$136,949. In addition, there were less than expected expenditures for ambient weather of \$150,388, data processing equipment and software of \$91,090 and safety renovations of \$38,605. The remaining variance balance pertained to minor adjustments in various other operating categories some of which had a negative variance effect.
- General county expenditures had a positive variance of \$22,320,065. This variance was primarily attributed to General Fund salary savings of \$5,767,083 at the end of the fiscal year and \$5,270,461 of unused funding, which was closed to the line item “closed/defunct” in FY08 and originally budgeted in the General Fund for the County’s healthcare tax program and then subsequently budgeted in another fund. There was also \$2,300,000 budgeted for economic development which did not materialize, \$1,494,655 budgeted for items earmarked to be paid for with the Senate Bill 88 gross receipt tax monies that did not occur, \$1,027,300 budgeted for capital expenditures that did not get expended, \$2,085,963 budgeted for election expenses that were not used, and \$890,000 budgeted for building and structures that did not materialize. In addition, there were \$543,520 less in telephone expenditures, \$892,313 less in capital expenditures, \$660,988 less in space contingency expenditures, \$860,583 less in rent expenditures, and \$291,556 less in expenditures

from the South Valley Health Center carryover. The remaining variance balance pertained to minor adjustments in various other operating categories some of which had a negative variance effect.

- Other expenditures had a positive variance of \$5,130,028. The majority of the variance was attributed to budgeted expenditures of \$4,679,554 for the new County ERP financial system that were carried over into FY09 to be used for Phase II of the project. In addition, there was lower costs associated with funding City of Albuquerque mandates in the amount of \$429,956. The remaining variance balance pertained to minor adjustments in various other operating categories some of which had a negative variance effect.
- Sheriff expenditures had a positive variance of \$1,645,580. A majority of the variance was attributed to \$1,776,148 for the purchase of new public safety vehicles and aircraft which did not materialize. In addition, there was a positive balance of \$250,000 for T-1 microwave radios which was not spent prior to year-end. The remaining variance balance pertained to minor adjustments in various other operating categories some of which had a negative variance effect.
- Metropolitan Detention Center (MDC) expenditures had a positive variance of \$12,939,574. A significant portion of this variance was attributed to \$6,610,178 of carryover budgeted funds which were not expended and less than expected costs for salaries and fringe benefits of \$2,455,400. There was also \$1,017,516 of law enforcement claims budgeted funds which were not expended, less than expected out of County costs of \$735,195, less than expected property insurance costs of \$312,211, budgeted funds of \$579,472 for other insurance which were not expended, \$254,803 budgeted for insurance deductibles which did not materialize, and \$235,881 of worker's compensation that did not occur. The remaining variance balance pertained to minor adjustments in various other operating categories some of which had a negative variance effect.
- Culture and recreation expenditures had a positive variance of \$1,673,509. The variance was partly attributed to \$484,200 in tennis court renovation costs which were not expended, \$164,414 in non-encumbered carryover costs which were not used and less cost associated with funding City of Albuquerque mandates in the amount of \$304,675. In addition, there were \$24,000 less in data processing equipment and software costs, \$24,048 less in building repairs, \$17,927 less in grounds maintenance and improvement expenditures, \$29,817 less in contractual services costs, \$24,972 less in miscellaneous charge backs, and \$112,593 less in repair and demolition expenditures. The remainder was attributed to less than expected costs in various operating items.

TRAN Debt Service Fund. There was no revenue to budget and expenditure to budget variations for this fund.

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, 2008 amounts to \$542,618,727 (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 \$18 million 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:

- Phase I of the County's implementation of a new Enterprise Resource Planning (ERP) software system was completed. The ERP solution consolidated four disparate general ledgers and created new systems for budgetary controls, accounts payable and receivable processes, grants management, funds and treasury management, cashiering, purchasing, fixed assets and inventory, accounting, and project and plant maintenance. The County officially began use of the system on July 7, 2008.
- Construction commenced on the South Valley Water Expansion Project Phase II transmission line. It will make available a distributed drinking water system to 1000 homes between Metzgar Road, Raymac Road, Coors Boulevard and the Rio Grande. The project is 87% complete, which includes the installation of 1,286 water services and the activation of approximately 157 fire hydrants.
- Construction on the main building of the South Valley Health Commons, which commenced in FY07, was completed in February 2008. The renovation and addition to the existing Psychiatric Services Rehabilitation (PSR) building was completed in June 2008. The new complex will provide facilities for First Choice Community Healthcare, NM Department of Health and its Women, Infants and Children Program, and UNMH's Family Practice and Psycho-Social Rehabilitation Programs.
- Construction commenced on the Metropolitan Assessment and Treatment Service (MATS) transitional housing facility and intake area. The intake area was completed in June 2008 and the housing facility was completed in September 2008.
- Phase I renovations to bring Hiland Theater into building code compliance and complete major structural improvements was completed in FY08. Phase II to improve the exterior façade of the building commenced in FY08 and is expected to be completed in early FY09. Phase III renovation of the theater west wing will commence in FY09.

- Improvements to Edith Boulevard continued in FY08. Improvements include reconstruction of Edith from Candelaria to Montano. The project will widen the existing two-lane roadway to a five-lane facility with curb, gutter, sidewalks, bike lanes and new storm drainage and is scheduled for completion in FY09.

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

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$126,161,702	\$123,977,888	\$ 639,444	\$ 435,352	\$126,801,146	\$124,413,240
Buildings	169,298,644	169,573,454	4,577,349	3,342,077	173,875,993	172,915,531
Machinery and equipment	12,399,882	8,687,064	317,213	1,127,281	12,717,095	9,814,345
Infrastructure	161,043,915	147,171,654	-	-	161,043,915	147,171,654
Leasehold improvements	2,401,189	2,529,724	-	-	2,401,189	2,529,724
Construction in progress	63,704,927	60,863,593	-	14,797	63,704,927	60,878,390
Art	2,074,462	1,903,662	-	-	2,074,462	1,903,662
Total	\$537,084,721	\$514,707,039	\$5,534,006	\$4,919,507	\$542,618,727	\$519,626,546

Additional information on the County's capital assets can be found in note IV-C. on pages 57-58 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 \$98,835,000. 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 2008, this tax is approximately \$0.888 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 February 1, 2010 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 (0.75%) of the \$13.2 billion taxable value of property within Bernalillo County, as of June 30, 2008. The County may currently issue up to an additional \$428.8 million of general obligation bonds. The net general bonded debt per capita is \$152.39. The lowest per capita amount in the last ten fiscal years was \$112.73 in fiscal year ended June 30, 2002. The County's ratings on uninsured general obligation bonds as of June 30, 2008 were:

- Moody's Investors Service, Inc. - Aa1
- Standard & Poor's Rating Service - AAA
- Fitch Agency - AA+

At the end of the current fiscal year, the County had total revenue bond debt outstanding of \$170,005,000. The County has seven outstanding revenue bonds: the 1996B series, the 1997 series, the 1998 refunding series, the 1999 series, the 2002 series, the 2005 partial refunding series, and the 2008 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 net revenue bonded debt per capita is \$263.97. The lowest per capita amount in the last nine fiscal years was \$238.84 in fiscal year ended June 30, 1999. The pledged revenue coverage of gross receipts tax revenues to debt service requirements is 3.79. 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 April 1, 2009 through April 1, 2027. Standard and Poor's has rated the County's revenue bonds AAA.

General Obligation and Revenue Bonds Outstanding

	Governmental Activities		Business-type Activities	
	2008	2007	2008	2007
General obligation bonds	\$ 98,835,000	\$ 88,580,000	\$ -	\$ -
Revenue bonds	170,005,000	175,500,000	1,700,000	1,740,000
Total	<u>\$268,840,000</u>	<u>\$264,080,000</u>	<u>\$1,700,000</u>	<u>\$1,740,000</u>

As presented above, the County's total outstanding bond debt increased by \$4,720,000 during the current fiscal year. Additional information on the County's long-term debt can be found in note IV.F on pages 61-63 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 2009 budget. The national picture simply cannot be ignored-as a country we face uncertain economic times ahead. According to forecasts by the University of New Mexico's Bureau of Business and Economic Research, the outlook for the New Mexico economy is one of slow growth for the next four quarters, and then picking up slightly thereafter. Non-farm employment growth is expected to attain only 0.8 percent in 2008, rising to 1.3 percent in 2009, and near 1.5 percent annually thereafter. New Mexico personal income growth will reach 5.4 percent in 2008, and remain in the 4.5 – 5.5 percent range throughout 2009. The unemployment rate will remain near 4.0 percent throughout. The outlook for the Albuquerque MSA economy is very slow growth in 2008, followed by a drawn-out recovery in 2009, and back to some normalcy by 2010. The Albuquerque MSA employment growth has averaged only 0.5 percent during the last four quarters (2007:3 – 2008:2), and more of the same is expected for the remainder of 2008 and into 2009. Employment growth is expected to reach only 0.4 percent in 2008, followed by a 1.2 percent advance in 2009. Thereafter, growth will rise to near 2.0 percent and remain there through 2013. Albuquerque MSA personal income growth will remain near 5.0 percent annually and the unemployment rate will remain near 4.0 percent.

The major weakness of the Albuquerque MSA economy was concentrated in the construction and manufacturing sectors. Overall, the Albuquerque MSA economy added 1,500 net new jobs during the second quarter of 2008, but these two sectors combined to lose 2,667 jobs and the professional and business services sector lost another 233 jobs, for a total of 2,900 jobs lost. In the construction sector employment has declined since the first quarter of 2007, but the employment losses accelerated during the third quarter as news of the sub-prime mortgage crisis spread and lenders became more wary. Another contributing factor was the rapidly rising prices of construction materials as well as the completion of several large projects.

In the manufacturing sector, employment fell 5.4 percent in the second quarter. The major source of the employment drop was Intel, which lost 1,100 jobs as a result of the closing of Fab11 in December 2007. Intel employment is now at approximately 3,500, down from 5,500 in the summer of 2006. Eclipse Aviation, troubled by production line problems, eliminated 650 jobs. The major contributors of new jobs were the government and educational, health services, and social assistance sectors. Local government employment increased 2.8 percent, which includes hundreds of jobs at the recently opened Isleta Pueblo hotel and convention center. The other sector adding more than a few hundred jobs was retail trade. Retail trade remains strong despite the fading economy. Given the weakness in construction and manufacturing, the economy will remain weak in the near term.

Strength in the economy over the next few years will be the educational and health services sector, where employment is expected to grow consistently near 3.0 percent each year through 2013. UNM is partnering with Legacy Hospital Partners, Inc, of Plano, Texas to build an acute care teaching hospital in Sandoval County. Presbyterian Healthcare Services is planning a major, full-service hospital in Rio Rancho. In addition, expansions are under way at the Lovelace Westside hospital, and at Concentra Health Services of Addison, Texas' three Albuquerque locations.

Other sources of strength in the coming years include the information, professional and business services, and financial activities sectors. In the information sector, the film industry will continue to thrive. Sony Imageworks is building a digital special effects studio in Albuquerque, and Hewlett-Packard plans to open a technical support center in Rio Rancho. Pangea Pictures Corp. of Los Angeles plans to build a visual effect and post-production studio in Albuquerque. In addition, Verizon will be adding a couple of hundred jobs fairly soon. In the financial services sector, new jobs will come at Fidelity Investments, currently building a facility in Mesa Del Sol.

Thus, the Albuquerque MSA economy will grow very slowly in 2008, recover slowly in 2009 and come back to a more normal state in 2010.

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 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, 2008

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and investments	\$ 309,492,319	\$ 2,482,466	\$ 311,974,785
Accounts receivable, net	42,400,177	1,384,484	43,784,661
Accrued interest receivable	1,775,918	395	1,776,313
Note receivable	242,837	-	242,837
Due from grantor	15,577,130	-	15,577,130
Internal balances	784,086	(784,086)	-
Inventory	741,419	-	741,419
Prepaid assets	1,619,235	-	1,619,235
Deferred charges	1,126,228	-	1,126,228
Cash-restricted	16,681,279	-	16,681,279
Investment in joint venture	633,000	-	633,000
Capital assets not being depreciated:			
Land	126,161,702	639,444	126,801,146
Art	2,074,462	-	2,074,462
Construction in progress	63,704,927	-	63,704,927
Capital assets (net of accumulated depreciation):			
Building	169,298,644	4,577,349	173,875,993
Machinery and equipment	12,399,882	317,213	12,717,095
Infrastructure	161,043,915	-	161,043,915
Leasehold improvements	2,401,189	-	2,401,189
Total assets	<u>928,158,349</u>	<u>8,617,265</u>	<u>936,775,614</u>
LIABILITIES			
Accounts payable	16,660,850	208,288	16,869,138
Interest payable	4,165,724	5,839	4,171,563
Retainage payable	1,656,893	-	1,656,893
Tax anticipation note payable	55,000,000	-	55,000,000
Accrued payroll	3,764,242	60,676	3,824,918
Unearned revenue	9,376,404	456,559	9,832,963
Due to external parties	679,500	-	679,500
Deposits held in trust for others	-	34,951	34,951
Noncurrent liabilities:			
Due within one year	26,245,847	66,980	26,312,827
Due in more than one year	261,412,153	2,835,693	264,247,846
Total liabilities	<u>378,961,613</u>	<u>3,668,986</u>	<u>382,630,599</u>
NET ASSETS			
Invested in capital assets, net of related debt	308,271,760	2,839,330	311,111,090
Restricted for:			
Public safety	4,937,404	-	4,937,404
Culture and recreation	4,285	-	4,285
Health and welfare	16,595,886	-	16,595,886
Debt service	2,679,485	-	2,679,485
Capital projects	50,218,147	-	50,218,147
General government	8,153,126	-	8,153,126
Reserve requirement	64,204,173	-	64,204,173
Unrestricted	94,132,470	2,108,949	96,241,419
Total net assets	<u>\$ 549,196,736</u>	<u>\$ 4,948,279</u>	<u>\$ 554,145,015</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, 2008**

Functions/Programs	Net (Expenses) Revenues and Changes in Net Assets					
	Program Revenues		Capital Grants and Contributions	Business-type Activities		
	Charges for Services	Operating Grants and Contributions		Governmental Activities	Primary Government Activities	
Expenses					Total	
Primary government:						
Governmental activities:						
General government	\$ 45,609,786	\$ 36,526,187	\$ -	\$ (8,850,613)	\$ (8,850,613)	
Public works	52,518,685	-	27,882,786	(24,635,899)	(24,635,899)	
Public safety	143,867,733	-	5,063,696	(126,115,165)	(126,115,165)	
Culture and recreation	12,637,946	138	6,124,856	(5,769,336)	(5,769,336)	
Health and welfare	28,083,075	-	2,921,570	(10,686,098)	(10,686,098)	
Interest on long-term debt	15,585,987	-	-	(15,585,987)	(15,585,987)	
Total governmental activities	298,303,212	36,526,325	41,992,908	(191,643,098)	(191,643,098)	
Business-type activities:						
Solid waste	4,910,418	4,373,905	-	(371,512)	(371,512)	
Housing Authority	860,653	537,282	395,128	195,453	195,453	
Seybold Village Handicapped Project	235,027	41,392	38,853	(98,236)	(98,236)	
Regional Juvenile Detention Center	923,826	859,131	-	(64,695)	(64,695)	
El Centro Familiar	426,170	170,909	-	(102,022)	(102,022)	
Total business-type activities	7,356,094	5,982,619	433,981	(441,012)	(441,012)	
Total primary government	\$ 305,659,306	\$ 42,508,944	\$ 42,426,889	(191,643,098)	(192,084,110)	
General revenues:						
Property taxes				113,789,778	113,789,778	
Gross receipts taxes				120,264,324	120,264,324	
Motor vehicle taxes				4,301,323	4,301,323	
Cigarette taxes				6,077	6,077	
Gas taxes				1,572,980	1,572,980	
Investment income				83,879	83,879	
Miscellaneous				9,525,633	9,525,633	
Transfers				(384,894)	(384,894)	
Total general revenue and transfers				265,121,465	265,121,465	
Change in net assets				73,478,367	73,478,367	
Net assets - beginning				475,718,369	475,718,369	
Net assets - ending				\$ 549,196,736	\$ 549,196,736	

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

**COUNTY OF BERNALILLO, NEW MEXICO
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008**

	<u>General</u>	<u>TRAN Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Cash and investments	\$ 176,571,851	\$25,858,501	\$ 105,459,800	\$ 307,890,152
Accounts receivable, net	32,772,276	-	9,627,901	42,400,177
Accrued interest receivable	1,260,869	-	515,049	1,775,918
Note receivable	242,837	-	-	242,837
Due from other funds	7,290,202	-	327,858	7,618,060
Due from grantor	-	-	15,577,130	15,577,130
Inventory	667,793	-	73,626	741,419
Advances to other funds	1,497,000	-	29,062	1,526,062
Cash - restricted	-	-	16,681,279	16,681,279
Total assets	<u>\$ 220,302,828</u>	<u>\$25,858,501</u>	<u>\$ 148,291,705</u>	<u>\$ 394,453,034</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 4,844,058	\$ -	\$ 11,587,889	\$ 16,431,947
Retainage payable	570,101	-	1,086,792	1,656,893
TRAN payable	30,000,000	25,000,000	-	55,000,000
Accrued payroll	3,573,322	-	190,920	3,764,242
Deferred revenue	9,109,363	-	4,909,302	14,018,665
Due to other funds	319,173	-	6,772,048	7,091,221
Due to external parties	-	-	679,500	679,500
Advances from other funds	-	-	1,497,000	1,497,000
Total liabilities	<u>48,416,017</u>	<u>25,000,000</u>	<u>26,723,451</u>	<u>100,139,468</u>
Fund balances:				
Reserved for:				
Notes receivable	242,837	-	-	242,837
Advances to other funds	1,497,000	-	29,062	1,526,062
Inventory	667,793	-	73,626	741,419
Debt service	-	858,501	18,502,263	19,360,764
Encumbrances	9,537,257	-	25,556,441	35,093,698
Reserve requirement	64,204,173	-	-	64,204,173
Unreserved, designated for				
Subsequent years'				
expenditures	32,337,943	-	-	32,337,943
Bond defeasance/enhancement	10,000,000	-	-	10,000,000
Capital projects	14,587,455	-	-	14,587,455
Grant funds	3,412,545	-	-	3,412,545
Building funds	15,000,000	-	-	15,000,000
Infrastructure replacement	10,000,000	-	-	10,000,000
Stabilization	10,399,808	-	-	10,399,808
Unreserved, undesignated for:				
Special revenue fund	-	-	19,852,744	19,852,744
Capital projects fund	-	-	57,554,118	57,554,118
Total fund balances	<u>171,886,811</u>	<u>858,501</u>	<u>121,568,254</u>	<u>294,313,566</u>
Total liabilities and fund balances	<u>\$ 220,302,828</u>	<u>\$25,858,501</u>	<u>\$ 148,291,705</u>	<u>\$ 394,453,034</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, 2008

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

Total Fund Balance Governmental Funds (page 31)	\$ 294,313,566
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	537,084,721
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.	1,126,228
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.	(287,658,000)
Accrued Interest Payable	(4,165,724)
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.	6,261,496
Net assets governmental activities. (page 29)	<u>\$ 549,196,736</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, 2008

	General	TRAN Debt Service	Other Governmental Funds	Total Governmental Funds
REVENUES				
Taxes:				
Property	\$100,447,431	\$ -	\$ 12,921,299	\$ 113,368,730
Sales	95,787,912	-	24,476,412	120,264,324
Motor vehicle	4,301,323	-	-	4,301,323
Cigarette	4,024	-	2,053	6,077
Gas	1,572,980	-	-	1,572,980
Intergovernmental	153,261	-	70,133,927	70,287,188
Licenses and permits	3,479,107	-	-	3,479,107
Fees for services	19,176,637	-	13,717,182	32,893,819
Investment income	11,519,826	-	4,526,418	16,046,244
Miscellaneous	3,681,070	-	5,844,563	9,525,633
Total revenues	240,123,571	-	131,621,854	371,745,425
EXPENDITURES				
Current:				
General government	37,808,488	-	4,483,411	42,291,899
Public works	20,652,347	-	2,441,202	23,093,549
Public safety	109,758,436	-	22,103,290	131,859,726
Health & welfare	1,814,881	-	25,294,920	27,109,801
Culture and recreation	9,894,287	-	1,311,465	11,205,752
Capital outlay	17,702,058	-	34,466,434	52,168,492
Capital outlay-other entities	564,000	-	13,645,243	14,209,243
Debt service:	-	-	-	-
Principal	-	-	13,987,345	13,987,345
Interest	-	2,538,750	13,119,630	15,658,380
Bond issuance cost	-	-	409,433	409,433
Total expenditures	198,192,497	2,538,750	131,262,373	331,993,620
Excess (deficiency) of revenues over expenditures	41,931,074	(2,538,750)	359,481	39,751,805
Other financing sources (uses)				
Transfers in	-	2,094,805	15,777,458	17,872,263
Transfers out	(16,959,076)	-	(1,298,081)	(18,257,157)
Bonds issued	-	-	21,500,000	21,500,000
Refunding bond issued	-	-	11,000,000	11,000,000
Premium	-	-	734,178	734,178
Discount on revenue bond	-	-	(53,000)	(53,000)
Payment to escrow agent	-	-	(16,547,758)	(16,547,758)
Sale of capital assets	158,435	-	-	158,435
Total other financing sources (uses)	(16,800,641)	2,094,805	31,112,797	16,406,961
Net changes in fund balances	25,130,433	(443,945)	31,472,278	56,158,766
Fund balance - beginning	146,704,783	1,302,446	90,147,571	238,154,800
Reclassification	51,595	-	(51,595)	-
Fund balance - beginning as reclassified	146,756,378	-	90,095,976	236,852,354
Fund balance - ending	\$171,886,811	\$ 858,501	\$121,568,254	\$ 294,313,566

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, 2008**

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

Net changes in fund balances total governmental funds (page 33)	\$ 56,158,766
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.	23,317,470
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.	(939,788)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	421,048
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.	(2,320,000)
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.	(3,159,129)
Change in net assets of governmental activities (page 30)	<u>\$ 73,478,367</u>

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

Donaño County, New Mexico
Statement of Revenues and Expenditures - Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	Positive (Negative)
Revenues				
Taxes:				
Property	\$ 84,132,129	\$ 84,132,129	\$ 100,518,431	\$ 16,386,302
Gross receipts tax	94,794,894	94,794,894	97,398,456	2,603,562
Motor vehicle	3,700,000	3,700,000	4,337,473	637,473
Cigarette	3,700	3,700	4,911	1,211
Gas	1,524,794	1,524,794	1,696,623	171,829
Intergovernmental	100,000	100,000	153,261	53,261
Payments in lieu of taxes	-	-	269,130	269,130
Licenses and permits	4,900,150	4,900,150	3,591,282	(1,308,868)
Fees for services	16,431,174	14,251,174	16,023,509	1,772,335
Investment income	3,090,000	3,090,000	11,096,171	8,006,171
Miscellaneous income	2,111,454	2,111,454	2,224,744	113,290
Total revenues	210,788,295	208,608,295	237,313,991	28,705,696
Other financing sources				
Transfers in	-	11,080	-	(11,080)
Tran & Other Proceeds	67,775,000	-	-	-
Sale of capital assets	100,000	100,000	158,435	58,435
Total other financing sources	67,875,000	111,080	158,435	47,355
Total revenues and other financing sources	278,663,295	208,719,375	237,472,426	28,753,051
Prior year cash balance budgeted	-	55,134,647	-	-
Total Budget	278,663,295	263,854,022		
Expenditures				
Current:				
General government:				
County commission	591,344	588,026	569,875	18,151
County manager	1,320,260	1,334,781	1,325,174	9,607
Public information	594,443	722,096	766,100	(44,004)
Information technology	6,795,503	5,910,523	5,460,174	450,349
Finance and administration	9,639,338	9,139,564	7,072,043	2,067,521
General county	29,788,157	27,611,208	5,291,143	22,320,065
Human resources	2,133,121	2,033,710	2,028,512	5,198
Zoning	2,766,783	3,731,711	3,498,304	233,407
Legal	1,587,290	1,388,276	1,003,034	385,242
County clerk	3,738,859	3,610,600	3,425,308	185,292
Assessor/reappraisal	3,025,664	2,802,081	2,754,545	47,536
Treasurer	2,030,049	1,902,788	1,921,497	(18,709)
Other	4,764,088	6,993,402	1,863,374	5,130,028
Total general government	68,774,899	67,768,766	36,979,083	30,789,683
Public works	21,577,573	24,016,718	20,613,150	3,403,568
Public safety:				
Fire	12,839,053	13,443,258	13,434,101	9,157
Sheriff	31,691,946	32,604,088	30,958,508	1,645,580
Animal care & regulation	1,069,329	1,105,027	965,725	139,302
Juvenile detention center	6,686,010	6,757,450	6,590,847	166,603
Metropolitan detention center	69,418,607	67,200,998	54,261,424	12,939,574
Communications department	2,719,243	2,956,772	3,078,534	(121,762)
Total public safety	124,424,188	124,067,593	109,289,139	14,778,454
Culture and recreation	12,030,082	11,646,266	9,972,759	1,673,509
Health & welfare	2,961,397	2,388,795	1,930,380	458,415
Capital Outlay:				
General government	15,043,874	15,043,874	15,043,874	-
Public works	200,505	200,505	200,505	-
Public safety:	1,760,216	1,760,216	1,760,216	-
Health & welfare	61,463	61,463	61,463	-
Construction in progress	636,000	636,000	636,000	-
Capital outlay - others	564,000	564,000	564,000	-
Total capital outlay	18,266,058	18,266,058	18,266,058	-
Debt service:				
Principal	430,738	430,738	-	430,738
Total Expenditures	248,464,935	248,584,936	197,050,569	51,534,367
Other financing uses				
Transfers out	-	15,269,086	16,959,076	(1,689,990)
Total expenditures and other financing uses	\$ 248,464,935	\$ 263,854,022	\$ 214,009,645	\$ 49,844,377
Excess of revenues and other financing sources over expenditures and other financing uses			\$ 23,462,781	

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

COUNTY OF BERNALILLO, NEW MEXICO
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2008

	<u>Business-type Activities</u> <u>Enterprise Funds</u> <u>Total</u> <u>Nonmajor</u>	<u>Governmental</u> <u>Activities-</u> <u>Internal</u> <u>Service Funds</u>
ASSETS		
Current assets:		
Cash and investments	\$ 2,482,466	\$ 1,602,167
Accounts receivable, net	1,384,484	-
Accrued interest receivable	395	-
Due from other funds	458,335	228,185
Prepaid assets	-	1,619,235
Total current assets	<u>4,325,680</u>	<u>3,449,587</u>
Noncurrent assets:		
Capital assets:		
Land	639,444	-
Buildings	6,972,762	-
Equipment, machinery, and furniture	1,913,222	-
Less accumulated depreciation	<u>(3,991,422)</u>	<u>-</u>
Total noncurrent assets	<u>5,534,006</u>	<u>-</u>
Total assets	<u>9,859,686</u>	<u>3,449,587</u>
LIABILITIES		
Current liabilities:		
Accounts payable and other current liabilities	208,288	228,903
Interest payable	5,839	-
Compensated absences	10,399	-
Accrued payroll	60,676	-
Due to other funds	1,213,359	-
Unearned revenue	456,559	1,619,235
Current portion of note payable	11,581	-
Current portion of revenue bonds	<u>45,000</u>	<u>-</u>
Total current liabilities	<u>2,011,701</u>	<u>1,848,138</u>
Noncurrent liabilities:		
Compensated absences	197,599	-
Deposits held in trust for others	34,951	-
Advance from other funds	29,062	-
Note payable	983,094	-
Revenue bonds payable	<u>1,655,000</u>	<u>-</u>
Total noncurrent liabilities	<u>2,899,706</u>	<u>-</u>
Total liabilities	<u>4,911,407</u>	<u>1,848,138</u>
NET ASSETS		
Invested in capital assets, net of related debt	2,839,330	-
Unrestricted	<u>2,108,949</u>	<u>1,601,449</u>
Total net assets	<u>\$ 4,948,279</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, 2008

	Business-type Activities - Enterprise Funds Total Nonmajor	Governmental Activities- Internal Service Funds
Operating revenues:		
Administrative and service fees	\$ 5,770,318	\$ 5,605,661
Rental income:		
Tenants	212,301	-
Other income	383,895	-
Total operating revenues	<u>6,366,514</u>	<u>5,605,661</u>
Operating expenses:		
Salaries and wages	2,023,999	-
Contractual services	3,785,218	5,605,661
Materials and supplies	369,877	-
Other services and charges	534,123	-
Landfill expenses	33,443	-
Depreciation	423,711	-
Total operating expenses	<u>7,170,371</u>	<u>5,605,661</u>
Operating income (loss)	<u>(803,857)</u>	<u>-</u>
Non-operating revenues (expenses):		
Interest income	83,879	-
Interest expense	(185,723)	-
Grants	808,767	-
County contributions	123,696	-
Total nonoperating revenue	<u>830,619</u>	<u>-</u>
Income (loss) before contributions	26,762	-
Transfers in	<u>384,894</u>	<u>-</u>
Change in net assets	411,656	-
Total net assets - beginning	4,536,623	1,601,449
Total net assets - ending	<u>\$ 4,948,279</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, 2008

	Business-type Activities- Enterprise Funds Total Nonmajor	Governmental Activities- Internal Service Funds
Cash flows from operating activities:		
Receipts from administration and service fees	\$ 6,151,555	\$ 5,605,661
Receipts from rents	197,126	-
Receipts from other funds for goods and services	512,397	-
Payments to employees for services	(1,411,939)	-
Payments to vendors for goods and services	(5,298,616)	(5,604,943)
Payments to other funds for goods and services	(899,168)	-
Miscellaneous cash received	3,176	-
Miscellaneous cash paid	(418)	-
Net cash provided (used) by operating activities	(745,887)	718
Cash flows from noncapital financing activities:		
Operating grants/subsidies received	248,638	-
Contributions from other funds	165,001	-
Contributions to other funds	(104,299)	-
Transfers in from other funds	384,894	-
Net cash provided by noncapital financing activities	694,234	-
Cash flows from capital and related financing activities:		
Principal paid on bond maturities	(40,000)	-
Mortgage proceeds	226,000	-
Mortgage paid	(388,976)	-
Interest paid on bonds and mortgages	(179,929)	-
Disposal of capital assets	405,438	-
Acquisition of capital assets	(269,148)	-
Capital grants received	518,824	-
Net cash provided by capital and related financing activities	272,209	-
Cash flows from investing activities:		
Interest received on investments	83,661	-
Net increase in cash and cash equivalents	304,217	718
Cash and cash equivalents, beginning of year	2,178,249	1,601,449
Cash and cash equivalents, end of year	\$ 2,482,466	\$ 1,602,167
Reconciliation of operating loss to net cash flows used by operating activities:		
Operating income (loss)	\$ (803,857)	\$ -
Adjustments to reconcile operating income to net cash flows:		
Depreciation expense	423,711	-
(Increase) decrease in:		
Accounts receivable	(665,103)	-
Allowance for uncollectable accounts	528,178	-
Due from other funds	177,012	(15,779)
Prepaid expenses	-	57,732
Deposits held in trust	3,784	-
Increase (decrease) in:		
Deferred revenue	(20,476)	(57,732)
Accounts payable	(189,504)	16,497
Due to other funds	(243,638)	-
Tenants payable	1,285	-
Accrued compensated absences	42,719	-
Net cash flows provided (used) by operating activities	\$ (745,887)	\$ 718
Noncash investing, capital, and financing activities:		
Land and building	1,013,600	-
Machinery and equipment transfers	42,948	-

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, 2008

	<u>Agency Funds</u>
ASSETS	
Cash and investments	\$ 9,025,212
Receivables:	
Property taxes	27,516,888
Other	516,614
Due from primary government	<u>679,500</u>
Total assets	<u>\$ 37,738,214</u>
LIABILITIES	
Deposits held in trust for others	\$ 10,221,326
Future collectable taxes	<u>27,516,888</u>
Total liabilities	<u>\$ 37,738,214</u>

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

COUNTY OF BERNALILLO, NEW MEXICO
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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.

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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, 2008.

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 nonfiduciary activities of the primary government. For the most part, the effect of interfund 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 are 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
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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 judgements, 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 *TRAN Debt Service fund* accounts for the accumulation of resources and payment of tax revenue anticipation notes principal and interest from County resources.

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 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 interfund 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.

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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 *nonoperating* 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 91% 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 and agency funds 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 a 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 by the County before it has legal claim to them, as when grant monies are received prior to the incurrance 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 resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources as they are recorded.

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 cost, which approximates fair value except for GNMA's and PEFCO's, which are recorded 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.

Investments at the State Treasurer Local Investment Pool. The investments are valued at fair value based on quoted market prices as of the valuation date. The State Treasurer Local Government Investment Pool is not SEC registered. Section 6-10-10 I, NMSA 1978, empowers the State Treasurer, with advice and consent of the State Board of Finance, to invest money held in the short-term investment fund in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The Local Government Investment Pool investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per Section 6-10-10-1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the amounts were invested. Participation in the local government investment pool is voluntary.

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

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balances outstanding between the governmental activities and business-type activities are reported in the governmental-wide financial statements as “internal balances.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance 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 7.3% of outstanding property taxes at June 30, 2008.

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 first-in, first-out 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.

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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.

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. For governmental funds, expenditures are recognized during the period in which vacation costs become payable from available, expendable resources. A liability for amounts earned but not payable from available, expendable resources is reported in the government-wide financial statements. For proprietary funds, vacation costs are recognized as a liability when 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 equity reservations and designations

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted. Designations represent tentative managerial plans that are subject to change. Fund equity was reserved for:

Reserved for debt service - Amounts legally restricted for the payment of long-term debt.

Reserved for inventory - Segregates a portion to indicate that although supplies inventory is an asset, it does not represent an available, spendable resource.

Reserved for note receivable - Segregates a portion to indicate that although the notes receivable is an asset, it does not represent an available, spendable resource.

Reserved for advances to other funds - The amount of advances to other funds not available for appropriation and/or expenditure.

Reserved for encumbrances - Represents the amounts that were budgeted as current year expenditures, which were unspent at year-end and which were encumbered and rebudgeted for the subsequent year.

**COUNTY OF BERNALILLO, NEW MEXICO
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Reserve for reserve requirement – Represents the 3/12 of budgeted expenditures in the general fund that is required by the New Mexico Department of Finance and Administration to maintain an adequate cash flow.

Unreserved designated for subsequent years' expenditures - Represents the amounts, other than carryover expenditures, that are required to be designated for subsequent years' expenditures.

Unreserved, undesignated – Amounts, which have not been reserved or designated for any purpose. These funds are available for unrestricted usage by the County.

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 current year presentation.

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.

COUNTY OF BERNALILLO, NEW MEXICO
 NOTES TO THE FINANCIAL STATEMENTS
 JUNE 30, 2008

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 and bond anticipation notes payable	\$ (270,498,399)
Capital leases payable	(1,350,110)
Long-term note payable	(1,504,717)
Compensated absences	<u>(14,304,774)</u>
Net adjustment to reduce fund balance – total governmental funds	
To arrive at net assets – governmental activities	<u>\$ (287,658,000)</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	\$ 52,168,492
Capital outlay - reclassified	(4,714,123)
Depreciation expense	<u>(24,136,899)</u>
Net adjustment to decrease net changes in fund balances – total Governmental funds to arrive at changes in net assets of Governmental activities	<u>\$ 23,317,470</u>

COUNTY OF BERNALILLO, NEW MEXICO
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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:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (21,500,000)
Issuance of revenue bonds	(11,000,000)
Bond issuance cost	409,433
Discount	53,000
Refunding	319,400
Premium	(734,178)
Principal repayments:	
General obligation bonds	5,600,000
Revenue bonds	5,995,000
Long-term note	2,392,345
Debt Defeased:	
General obligation bonds	5,645,000
Gross receipts revenue bonds	10,500,000
Net adjustment to decrease net changes in fund balances –	
Total governmental funds to arrive at changes in net assets	
of governmental activities	<u>\$ (2,320,000)</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	\$ (2,329,570)
Accrued interest	72,393
Amortization of deferred charge on refunding	(441,152)
Amortization of bond discounts	(41,219)
Amortization of issuance cost	(419,581)
Net adjustment to decrease net changes in fund balances – total	
Governmental funds to arrive at changes in net assets of	
Governmental activities	<u>\$ (3,159,129)</u>

**COUNTY OF BERNALILLO, NEW MEXICO
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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
Public Works Grants
Section 8 Housing – Vouchers
Sheriff’s Investigative Fund
Law Enforcement Block Grants

Debt Service:

Series 1996B Reserve
Series 1997 Reserve
Refunding Series 1998 Reserve
Refunding Series 2005 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

COUNTY OF BERNALILLO, NEW MEXICO
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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 non-GAAP statement to the GAAP statement is as follows:

	<u>General Fund</u>
Net changes in fund balance - GAAP basis	\$ 25,130,433
(Increase) decrease in assets:	
Accounts receivable	22,781,266
Due to/from other funds	3,776,604
Accrued Interest	180,577
Inventory	91,597
Increase (decrease) in liabilities:	
Accounts payable	(28,855,024)
Deferred revenue	(672,946)
Accrued Payroll	1,030,274
Net changes in fund balance - Budget and Actual	<u>\$ 23,462,781</u>

B. Deficit fund equity

There is an unreserved/undesignated deficit fund balance in the Public Works Grants Fund and the Grants Fund of \$3,481,648 and \$3,515,598 respectively. The deficit fund balances are primarily attributed to large encumbrance balances at year-end. The County expects to bill the granting agency in the future to cover the deficits in the grant funds. There is a deficit net asset balance of \$260,623 in the Solid Waste Fund. The County expects that FY09 operating revenue will be sufficient to cover the deficit. In addition, there is a deficit net asset balance of \$8,497 in the Juvenile Detention Center Fund. The County expects that FY09 administrative and service fee revenue will be sufficient to cover the deficit.

COUNTY OF BERNALILLO, NEW MEXICO
NOTES TO THE FINANCIAL STATEMENTS
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IV. Detailed notes on all funds

A. Cash and investments

As of June 30, 2008, the County had the following investments.

Investment Type	Fair Value	Weighted Maturity Average (Months)
Federal Farm Credit Agency	\$ 25,482,397	4.91
Federal Home Loan Bank	63,102,099	13.68
Federal Mortgage Acceptance Corp.	41,556,425	12.36
Federal National Mortgage Assoc.	38,684,935	13.82
Repurchase Agreements	16,681,279	13.41
Certificates of Deposits	100,100,000	4.20
Local Government Investment Pool	63,106	1.50
Savings Account	51,266	-
Total fair value	<u>\$ 285,721,507</u>	
Portfolio weighted average maturity		3.09

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 New Mexico State Treasurer's Investment Pool.

As of June 30, 2008, 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. The County's investments in Repurchase Agreements were rated Aaa by Moody's Investors Service and AAA by Standard & Poor's. The County's investment in the State Investment Pool was rated AAA by Standard & Poor's. The Pool is regulated by the State Board of Finance and had an unrealized loss of \$303,771 as of June 30, 2008.

Concentration of Credit Risk. The County's investment policy places no limit on the amount the County may invest in any one issuer. More than 35% of the County's investments are in Certificates of Deposit with the County's local banks with maturities ranging from 13 days to 1 year. The County's investments in U.S agencies total 8.9% with the Federal Farm Credit

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Agency, 22.1% with the Federal Home Loan Bank, 14.5% with the Federal Mortgage Acceptance Corporation, and 13.5% with the Federal National Mortgage Association and the remainder of 5.8% is invested in Repurchase Agreements. Of the total investments of \$285,721,507, 17.3 % is invested with Jefferies & Co., 10.9 % is invested with LF Rothschild, LLC, 10.8 % is invested with Mutual Securities, Inc., and 5.8 % 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: \$100,100,000 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, 2008, \$7,450,000 of the County's investment in CD's was exposed to custodial credit risk. \$7,450,000 with New Mexico Bank & Trust was uninsured and uncollateralized. All other cash balances are not exposed to custodial credit 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, 2008 those deposits along with the County's Federal Agency Securities were held by the safekeeping department of the Wells Fargo Trust. On March 24, 2008, 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	\$	51,958,104	
Petty cash on hand		1,665	
Carrying amount of investments		285,721,507	
Total cash and investments	\$	<u>337,681,276</u>	
Statement of Net Assets			
Primary Government			
Cash and investments:		\$311,974,785	
Cash-restricted		16,681,279	
Statement of Fiduciary Net Assets		9,025,212	
Total cash, investment		<u>\$337,681,276</u>	

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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). The pledged collateral is stated at market value as of June 30, 2008.

Subsequent to the fiscal year end the financial markets have been increasingly volatile. The County is a long-term investor and diversifies its investments to minimize the impact of market fluctuations on its overall portfolio. At this point in time it is not reasonably possible to assess the ongoing market conditions, the effectiveness of efforts to bring stability to the financial markets, and the potential affects on the value of the County's long-term investments.

B. Receivables

	General	Non major Governmental Funds	Enterprise Funds	Agency Funds	Total
Property Taxes	\$ 7,164,909	\$ 942,840	\$ -	\$ 29,555,049	\$37,662,800
Gross Receipts Taxes	19,817,992	4,754,514	-	-	24,572,506
Gasoline Taxes	26,071	-	-	-	26,071
Motor Vehicle Tax	241,096	-	-	-	241,096
Cigarette Tax	335	168	-	-	503
Transportation Fees	427,377	-	-	-	427,377
Solid Waste Fees	-	-	3,711,130	-	3,711,130
Special Assessments	96,393	-	-	516,314	612,705
Intergovernmental	840,826	2,177	-	-	843,003
Due from other governments	4,176,749	3,994,555	954,899	-	9,126,203
Other	594,327	17,277	8,641	302	620,547
Gross Receivables	33,386,075	9,711,531	4,674,670	30,071,665	77,843,941
Less: allowance for Uncollectibles	(613,799)	(83,630)	(3,290,186)	(2,038,163)	(6,025,778)
Net total receivables	\$ 32,772,276	\$ 9,627,901	\$ 1,384,484	\$ 28,033,502	\$71,818,163

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 that is owned by the County and leased to MRCOG under a lease purchase agreement. The money will be repaid over 15 years with interest at 3.9% and principle payments of \$1,470. The balance of this note was \$165,033 at June 30, 2008.

COUNTY OF BERNALILLO, NEW MEXICO
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C. Capital assets

Capital asset activity for the year was as follows:

	Balance		Balance	
	June 30,2007	Increases	Decreases	June 30, 2008
Governmental activities				
Capital assets, not being depreciated:				
Land	\$ 123,977,888	\$ 2,183,814	\$ -	\$ 126,161,702
Construction in progress	60,863,593	44,073,031	(41,231,697)	63,704,927
Art	1,903,662	170,800	-	2,074,462
Total capital assets, not being				
Depreciated	186,745,143	46,427,645	(41,231,697)	191,941,091
Capital assets, being depreciated:				
Buildings	244,561,616	9,551,168	-	254,112,784
Machinery and equipment	54,225,641	9,403,439	(3,563,801)	60,065,279
Infrastructure	226,188,647	23,303,314	(1,330,107)	248,162,354
Leasehold improvements	3,213,396	-	-	3,213,396
Total capital assets being				
Depreciated	528,189,300	42,258,421	(4,893,908)	565,553,813
Less Accumulated depreciation for:				
Buildings	(74,988,162)	(9,825,978)	-	(84,814,140)
Machinery and equipment	(45,538,577)	(5,685,620)	3,558,800	(47,665,397)
Infrastructure	(79,016,993)	(8,496,766)	395,320	(87,118,439)
Leasehold improvements	(683,672)	(128,535)	-	(812,207)
Total accumulated depreciation	(200,227,404)	(24,136,899)	3,954,120	(220,410,183)
Total capital assets, being depreciated, net	327,961,896	18,121,522)	(939,788)	345,143,630
Governmental activities capital assets, net	\$ 514,707,039	\$ 64,549,167	\$ (42,171,485)	\$ 537,084,721

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	Balance		Balance	
	June 30, 2007	Increases	Decreases	June 30, 2008
Business-type activities				
Capital assets, not being depreciated:				
Land	\$ 435,352	\$ 204,092	\$ -	\$ 639,444
Construction in progress	14,797	-	(14,797)	-
Total capital assets, not being depreciated	450,149	204,092	(14,797)	639,444
Capital assets, being depreciated:				
Buildings	6,163,254	1,196,408	(386,900)	6,972,762
Machinery and equipment	1,916,763	128,369	(131,910)	1,913,222
Total capital assets being depreciated	8,080,017	1,324,777	(518,810)	8,885,984
Less accumulated depreciation for:				
Buildings	(2,126,968)	(268,445)	-	(2,395,413)
Machinery and equipment	(1,483,691)	(155,266)	42,948	(1,596,009)
Total accumulated depreciation	(3,610,659)	(423,711)	42,948	(3,991,422)
Total capital assets, being depreciated, net	4,469,358	901,066	(475,862)	4,894,562
Business-type activities capital assets, net	\$ 4,919,507	\$ 1,105,158	\$ (490,659)	\$ 5,534,006

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

Governmental activities:	
General government	\$ 1,983,142
Public safety	11,076,178
Culture and recreation	966,280
Public works	9,254,503
Health and welfare	856,796
Total depreciation expense-governmental activities	<u>\$ 24,136,899</u>
Business-type activities:	
Solid waste	\$ 168,012
Housing Authority	106,181
Seybold Village	59,661
El Centro Familiar	89,857
Total depreciation expense-business-type activities	<u>\$ 423,711</u>

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D. Interfund receivables, payables, and transfers

The composition of interfund balances as of June 30, 2008, is as follows:

	Due from			Total
	General Fund	Nonmajor Governmental Funds	Nonmajor Enterprise Funds	
<u>Due to</u>				
General fund	\$ -	\$ 6,745,712	\$ 544,490	\$ 7,290,202
Nonmajor fund	90,988	-	236,870	327,858
Enterprise funds	-	26,336	431,999	458,335
Internal service funds	228,185	-	-	228,185
Total	\$ 319,173	\$ 6,772,048	\$ 1,213,359	\$ 8,304,580

Advances. For the purpose of financing cost-reimbursement grants, the general fund advanced the grants fund \$1,397,000 and the public works grants fund \$100,000. The environmental fund financed the initial start-up of the solid waste fund through an advance of which \$29,062 is outstanding at June 30, 2008.

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, 2008 were as follows:

	Transfer In:			Total
	Nonmajor Governmental Funds	TRAN Debt Service	Nonmajor Enterprise Funds	
<u>Transfer out:</u>				
General fund	\$ 14,864,271	\$ 2,094,805	-	\$ 16,959,076
Nonmajor fund	913,187	-	384,894	1,298,081
Total	\$ 15,777,458	\$ 2,094,085	\$ 384,894	\$ 18,257,157

E. Leases

Capital Leases

The County is obligated to the State of New Mexico for the acquisition of voting machines. These lease agreements qualify as capital leases and are recorded at the present value of their future minimum payments. The County does not pay interest on the capital lease obligation.

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Assets under capital leases were deleted in 2008 due to a change in state statute which resulted in an impairment on the voting machines. The County was granted a one year moratorium on payments for the second year until it is decided how the outstanding loans will be addressed by the State of New Mexico. The following is a schedule of the future minimum lease payments under capital leases at June 30, 2008:

	Governmental Activities
2009	\$ -
2010	212,282
2011	212,282
2012	212,282
2013	212,282
2014-2015	500,982
Total minimum lease payments	<u>\$ 1,350,110</u>

Operating Leases

During the fiscal year ended June 30, 2008, the County leased equipment, and office space under operating leases. The County's expenditures on those leases for the fiscal year ended June 30, 2008, were \$1,559,371. The County's future minimum rental commitments, accounted for as operating leases at June 30, 2008, are as follows:

	Amount
2009	\$ 274,209
2010	279,149
2011	8,003
Total	<u>\$ 561,361</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 \$6.4 million and a carrying amount of \$2.7 million under operating leases. Rental revenue was \$1,704,104 and depreciation expense on those assets was \$244,499.

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F. Long-term debt

Changes in long-term liabilities

Long-term liability activity for the year ended June 30, 2008, was as follows:

	Balance			Amounts	
	June 30, 2007	Additions	Deletions	Balance June 30, 2008	Due within One Year
Governmental Activities:					
Bonds:					
G.O. bonds	\$ 88,580,000	\$ 21,500,000	\$ (11,245,000)	\$ 98,835,000	\$ 6,755,000
Revenue bonds	175,500,000	11,000,000	(16,495,000)	170,005,000	16,760,000
Deferred amounts:					
Bond premiums	4,096,863	734,178	(161,014)	4,670,027	-
Bond discounts	(460,276)	(53,000)	41,219	(472,057)	-
Refunding	(2,661,323)	(319,400)	441,152	(2,539,571)	-
Total bonds	265,055,264	32,861,778	(27,418,643)	270,498,399	11,595,000
Other liabilities:					
Capital leases	1,350,110	-	-	1,350,110	-
Long-term note	3,897,062	-	(2,392,345)	1,504,717	1,504,717
Compensated absences	11,975,204	9,806,050	(7,746,480)	14,304,774	1,226,130
Governmental activity					
Long-term liabilities	\$ 282,277,640	\$ 42,667,828	\$ (37,287,468)	\$ 287,658,000	\$ 26,245,847

	Balance			Amounts	
	June 30, 2007	Additions	Deletions	Balance June 30, 2008	Due within One Year
Business-type Activities:					
Bonds payable:					
Revenue bonds	\$ 1,740,000	\$ -	\$ (40,000)	\$ 1,700,000	\$ 45,000
Compensated absences	165,281	216,621	(173,904)	207,998	10,399
Note payable	1,157,696	226,000	(389,021)	994,675	11,581
Business-type activity					
Long-term liabilities	\$ 3,062,977	\$ 442,621	\$ (602,925)	\$ 2,902,673	\$ 66,980

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

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General Obligation 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. During fiscal year 2008 the County issued \$21,500,000 in general obligation bonds. The general obligation bonds outstanding as of June 30, 2008 are comprised of the following issues:

Issue	Amount	Interest Rate	Final Maturity
Series 1997	\$ 7,125,000	4.70%-4.75%	December 1, 2017
Series 1999	13,280,000	4.50%	August 1, 2019
Series 2000	925,000	5.10%	February 1, 2010
Series 2001	4,385,000	4.10%-4.80%	October 1, 2021
Series 2002	13,735,000	3.50%-4.70%	February 15, 2022
Series 2002A	605,000	3.25%	February 15, 2017
Series 2003	8,645,000	3.38%-4.65%	June 15, 2023
Series 2004	3,029,000	4.00%-4.40%	October 15, 2021
Series 2005	10,680,000	3.38%-4.00%	February 1, 2020
Series 2005A	5,261,000	4.00%-5.00%	February 1, 2025
Series 2006	9,665,000	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 2008	2,700,000	3.25%-4.13%	June 1, 2011
Total	\$ 98,835,000		

The annual debt service requirement to maturity for general obligation bonds is as follows:

Year Ending	Governmental Activities	
	Principal	Interest
June 30,		
2009	\$ 6,755,000	\$ 4,423,342
2010	6,625,000	3,940,669
2011	6,105,000	3,687,343
2012	4,440,000	3,445,763
2013	4,630,000	3,257,136
2014-2018	31,341,000	12,602,120
2019-2023	28,094,000	5,666,712
2024-2028	10,845,000	1,284,014
	\$ 98,835,000	\$ 38,307,099

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, 2008 are comprised of the following issues:

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Issue	Amount	Interest Rate	Final Maturity
Series 1996B	\$ 55,875,000	5.00%-5.70%	April 1, 2027
Series 1997	10,800,000	5.00%-5.75%	October 1, 2017
Refunding Series 1998	45,390,000	5.00%-5.25%	April 1, 2027
Series 1999	2,500,000	5.00%	October 1, 2026
Series 2002	1,050,000	3.50%	November 15, 2011
Partial Refunding Series 2005	43,390,000	3.50%-5.25%	October 1, 2026
Series 2008 Refunding	11,000,000	4.00%	April 1, 2009
	<u>\$ 170,005,000</u>		

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

Year Ending	Governmental Activities	
	Principal	Interest
June 30,		
2009	\$ 16,760,000	\$ 8,740,950
2010	6,140,000	7,935,116
2011	6,385,000	7,633,285
2012	6,370,000	7,334,728
2013	6,280,000	7,036,166
2014-2018	37,450,000	29,861,238
2019-2023	44,480,000	19,362,579
2024-2028	46,140,000	6,125,940
	<u>\$ 170,005,000</u>	<u>\$ 94,030,002</u>

In-substance Defeasance and Advance Refunding. On June 30, 2008 the County partially defeased the Series 2002A general obligation bond (GO Bonds) in the amount of \$5,645,000 with proceeds from the debt service fund. The County partially defeased the Series 2002A by placing cash in a irrevocable trust to provide for all future debt service payments on the old debt. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. At June 30, 2008, \$5,645,000 of these bonds outstanding are considered paid.

On April 1, 2008 the County issued \$11,000,000 of gross receipts refunding tax revenue bonds with an average interest rate of 4.0% to advance refund \$10,500,000 of the series 2004 bonds with an average interest rate of 4.69%. The net proceeds was \$11,018,143 (including a premium of \$194,700 and bond cost \$176,557). Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments for the 2004 Series Bond. As a result, the 2004 bonds are considered to be defeased and the liability for those bonds has been removed from the government-wide statement of assets. The difference between the cash flows required to service the old debt and the cash flows required to service the new debt and

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complete the advance refunding is \$4,187,629. The advance refunding resulted in an economic gain of \$310,729. At June 30, 2008 \$10,500,000 of these bonds outstanding are considered paid.

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, 2008, \$44,735,000 of gross receipts tax revenue bonds and \$6,275,000 of general obligation bonds outstanding are considered defeased.

Long-Term Notes. In January 2005, the County entered into an agreement with the New Mexico State Department of Transportation for a loan in the amount of \$7,401,160 to finance a portion of the Isleta Boulevard reconstruction project. The final principal and interest payments on this loan, with pledged federal revenues, for the year ended June 30, 2009 are \$1,504,717 and \$90,283 respectively.

Business-type activities long-term debt

The annual requirement to amortize the Multifamily Housing Refunding and Improvement Revenue Bonds with and fixed interest rate of 5.85%, final maturity of June 15, 2029, and is outstanding as of June 30, 2008 is as follows:

	<u>Principal</u>	<u>Interest</u>
2009	\$ 45,000	\$ 99,450
2010	45,000	96,817
2011	50,000	94,185
2012	50,000	91,260
2013	55,000	88,334
2014-2018	330,000	389,317
2019-2023	425,000	282,263
2024-2028	565,000	142,447
2029	135,000	7,898
Total	<u>\$ 1,700,000</u>	<u>\$ 1,291,971</u>

G. Short-term debt

Tax and Revenue Anticipation Notes

On December 13, 2007, and June 30, 2008 the County issued tax and revenue anticipation notes (TRANS) in the amount of \$25,000,000, and \$30,000,000 respectively. The County issues TRANS in advance of property tax collections, depositing the proceeds in its general fund.

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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, 2007	Additions	Deletions	Balance June 30, 2008
Governmental Activities:				
Bonds and notes payable:				
Tax anticipation notes	\$ 60,000,000	\$ 55,000,000	\$ (60,000,000)	\$ 55,000,000

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.

The following is a summary of Special Assessment Bonds payable as of June 30, 2008:

Improvement Bonds	Interest Rate	Date Issued	Date Series Matures	Amount of Original Issue	Bonds Outstanding June 30, 2008
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	\$1,680,000

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At June 30, 2008, 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
Accounts receivable:					
Billed, but uncollected	\$ 1,804	\$ 20,021	\$ 17,083	\$ 56,526	\$ 959

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 payable by the borrower pursuant to a lease, loan or other agreement. The County has no obligation to repay all or any portion of such bonds in the event the private borrowers fail to make their payments when due.

Industrial Revenue Bonds

In fiscal year 2008, the County did not issue any new Industrial Revenue Bonds. As of June 30, 2008, there were ten series of Industrial Revenue Bonds outstanding with an original issuance cost of \$158,888,543. The remaining principal balance outstanding as of June 30, 2008 is not available.

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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, 2008, there were six series of project revenue bonds outstanding, with an aggregate principal amount payable of \$51,557,000.

J. Fund balance reservations

The New Mexico Department of Finance and Administration (DFA) requires that 3/12 of budgeted expenditures in the general fund be reserved as subsequent-year expenditures to maintain an adequate cash flow until the next significant property tax collection. The DFA required reserve balance for FY08 is \$64,204,173. Another portion of the general fund balance is unreserved and designated for subsequent years' expenditures in the amount \$95,737,751 which includes \$32,337,943 designated for unencumbered carryover, \$14,587,455 designated for capital projects, \$15,000,000 designated for building funds, \$10,000,000 designated for bond defeasance/enhancement, \$10,000,000 designated for infrastructure replacement, \$3,412,545 designated for grant fund reserve, and \$10,399,808 designated for budget stabilization. The remainder of the general fund balance is designated for other reserved expenditures.

K. Financial data schedule reconciliation

The Section 8 Housing-Voucher Special Revenue Fund was presented in two columns on the Financial Data Schedule (FDS) in accordance with generally accepted accounting standard 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	\$ 2,153,273
Net Assets - Disaster Vouchers	5,911
Net Assets - Housing Choice Vouchers 14.871	<u>2,159,184</u>
Compensated Absences	42,520
Fund balance - Section 8 Housing - Vouchers	<u>\$ 2,201,704</u>

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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 - State/Local	\$ (32,586)
Net Assets - Business Activity	2,751,097
Net Assets – Housing Authority	<u>2,718,511</u>
Compensated Absences	(42,520)
Fund balance – Housing Authority	<u>\$ 2,675,991</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 a Multiline Pool in January 1989. These public entity risk pools operate as a common risk management and insurance program for workers' compensation and property and casualty 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 \$300,000 and \$250,000, respectively, for each insured event. Both 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 28 counties in this pool, which for fiscal years ended 2008 and 2007 contributed a total of \$7,556,997 and \$7,531,141 respectively. The premium that each county pays depends upon the payroll total and the loss experience specific to that county. For fiscal years ended 2008 and 2007, the County contributed \$1,915,153 and \$1,915,153 respectively, to the Worker's Compensation Pool. The self-insured retention level for the pool during the period of coverage July 1, 2007 through June 30, 2008 was \$300,000 (that is the maximum amount of coverage for each insured event before obtaining reinsurance). The

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pool has reinsurance coverage for losses above that amount from County Reinsurance Limited.

The Multiline Pool provides property and casualty coverage for 24 counties. The coverage includes buildings and contents, automobile physical damage, general liability, personal injury (including civil rights), host and liquor liability, automobile liability, public officials errors and omissions, money and securities, commercial blanket bond (employee fidelity), and depositors' forgery. The total premiums for this pool were \$7,492,074 and \$7,237,437 for the years ending December 31, 2008, and 2007, respectively. The County paid premiums to the Multiline Pool in calendar years 2008 and 2007 of \$1,650,613 and \$1,692,937, respectively.

The self-insured retention level for this pool during the period of coverage January 1, 2007 through December 31, 2008 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 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 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 a \$3,000,000 equity prior to evaluating any refunds to the participating counties based upon losses expensed and losses incurred. 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, 2008, 2007, and 2006.

The New Mexico County Insurance Authority has published its own financial reports for the fiscal year ended June 30, 2008, which can be obtained from the New Mexico Association of Counties, 613 Old Santa Fe Trail, Santa Fe, New Mexico, 87501.

The County carries commercial insurance for all other risks of loss, including law enforcement liability, emergency medical, foreign jurisdiction and excess liability, boiler and machinery, and sheriff reserve and rescue personnel. There were no payments in excess of insurance coverage for the years ended June 30, 2008, 2007, and 2006.

B. Contingencies

Litigation. The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the County Attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the County. 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

**COUNTY OF BERNALILLO, NEW MEXICO
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covered by any insurance policy and the County's Attorney's Office provides representation for such claims. At present there is only one claim that is not covered by insurance.

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, 2008, 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 FY09 which will generate approximately \$10 million annually.

Other. At June 30, 2008, the County is committed to \$18,605,508 under construction contracts for capital assets.

C. Joint ventures

Regional Juvenile Detention Center. The Valencia County Regional Juvenile Detention Center (VCRJDC) was established by a joint powers agreement between Bernalillo, Sandoval, and Valencia counties on June 26, 1996. The County managed and operated the facility, which was the primary juvenile detention center for Sandoval and Valencia counties and served as the adjunct to the County's Juvenile Detention Center. Sandoval and Valencia counties contributed one hundred percent of the operating costs of the RJDC. The County received a seven percent administrative fee for its management services.

On June 26, 2007 this joint powers agreement was terminated with Administrative Resolution AR 45-2007. Valencia County pulled out of the agreement. Valencia County now houses their juveniles at the BCJDYSC through a Cost of Care Agreement with Bernalillo County.

A new joint powers agreement between Bernalillo and Sandoval County was approved at the same meeting. The RJDC was moved to a unit at the newly named Bernalillo County Juvenile Detention and Youth Services Center (BCJDYSC) on July 1, 2007. Sandoval County funds the unit with a FY08 budget of \$957,062. Sandoval County contributes 100 percent of the operation costs of the RJDC. Bernalillo and Sandoval counties share cost of care revenues on a 50/50 percent basis.

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 the event the time period required for employee and employer contributions shall become the period of time between the employer's effective date and the date of retirement; 2) retirees defined by the Act who retired prior to July 1, 1990; 3) former legislators who served at least two years; and 4) former governing authority members who served at least four years.

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

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

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. The statute requires each participating employer to contribute 1.3% of each participating employee's annual salary; each participating employee is required to contribute .65% of their salary. 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, 2008, 2007 and 2006 were \$1,042,176, \$933,930 and \$713,212, 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 under Chapter 10, Article 11 NMSA 1978. The requirements may be amended by acts of the legislature. County contributions are currently required for PERA retirees that return to work and retirees are required to contribute after their salary reaches \$25,000. The

**COUNTY OF BERNALILLO, NEW MEXICO
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JUNE 30, 2008**

County's contributions to PERA for the years ending June 30, 2008, 2007, and 2006 were \$10,319,466, \$9,292,843, and \$7,088,026, respectively equal to 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 Juvenile Detention Center (JDC) plans. The following table outlines the divisions the County participates in and the contributions for the year ending June 30, 2008.

Covered Division	Employee		Employer	
	Percent	Dollars	Percent	Dollars
General-management, blue collar and white collar	13.15%	\$5,174,638	9.15%	\$3,922,100
General-other	9.15	20,415	9.15	17,396
Sheriff	16.30	1,971,039	18.50	2,348,989
Fire	16.20	1,040,513	21.25	1,525,745
JDC	16.65	2,069,884	16.65	2,505,236

VI. Significant effects of subsequent events

On August 27, 2008 the County sold \$42,200,000 of gross receipts tax revenue bonds that were approved by the County Commission. The bonds mature on August 1, 2010, with an interest rate of 4.00%.

On November 4, 2008, the following general obligation bonds were approved by voters.

Approved by Voters on	Purpose	Authorized
November 4, 2008	Storm Drain	\$ 3,500,000
November 4, 2008	Road Construction and Repair	7,000,000
November 4, 2008	Public Safety	4,750,000
November 4, 2008	Parks and Recreation	2,500,000
November 4, 2008	Library	1,000,000
November 4, 2008	Facility Improvement	2,000,000
Total		<u>\$ 20,750,000</u>

VII. Reclassification of prior year fund balance

At the beginning of the year, the Series 1996 Debt Service Fund \$58 and the 1997 Revenue Bond Fund \$51,537 were closed into the General Fund for a total of \$51,595.

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.

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.

Public Works Grants. To account for various federal, state and other grant funding sources received by the County Public Works Division. The grants are restricted to specific purposes as agreed to between the County and the funding source as enumerated in the grant agreement/contract.

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).

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).

DWI Services To account for grants from the State of New Mexico, Department of Finance and Administration for alcohol detoxification and treatment facilities.

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).

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).

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)

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).

Energy Research and Development Agency (ERDA). These funds represent settlement of a dispute between the State of New Mexico and the federal government regarding payment of gross receipts tax by three defense contractors doing business within New Mexico. Expenditures are used for capital outlay for the various fire districts within Bernalillo County.

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.

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 Office - Criminal Investigations 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.

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).

The *Grant 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.

Law Enforcement Block Grants. To account for grant funds received through the Department of Justice local law enforcement block grants. The fund was created by the authority of the Board of County Commissioners Resolution FR 28-97.

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).

Community Service. To account for donations received from non-profit organizations, which are to be used for social services programs. The fund was created by the authority of the Board of County Commissioners.

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

Industrial Revenue Bonds. To account for the receipt and expenditure of revenues collected from Payment in Lie of Taxes on behalf of Albuquerque Public Schools and the University of New Mexico Hospital due to Industrial Revenue Bonds issues. This fund was created by authority of Bernalillo County Ordinance 98-3.

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 1996- Clerks
- Series 1996B – Public Buildings
- Series 1997 – Public Facilities
- Refunding Series 1998 – Courthouse
- Series 2004 – Public Facilities
- Refunding Series 2005 – Public Facilities

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
- Refunding Series 2005 – Public Facilities

COUNTY OF BERNALILLO, NEW MEXICO

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS

Library Bonds. To account for the financing and acquiring of library books and library resources. Financing is being provided by proceeds from general obligation bonds and earnings from the investment of those monies.

Road Support Services. To account for various road projects. Financing is being provided by a loan from the New Mexico State Highway and Transportation Department's State Infrastructure Bank.

Storm Sewer Construction. To account for the financing and construction of storm sewer systems within Bernalillo County. Financing is being provided by proceeds from general obligation bonds and earnings from the investment of those monies.

Juvenile Center Bonds. To account for the financing and acquisition of land for the expansion of the Juvenile Justice Center. Financing is being provided by proceeds from general obligation bonds and earnings from the investment of those monies.

Facilities Bonds. To account for the financing and facilities construction and improvements, including remodeling required by Americans with Disabilities Act. Financing is being provided by proceeds from general obligation bonds and earnings from the investment of those monies.

Parks and Recreation Bonds. To account for the financing and acquisition of land for expanding parks and recreational facilities. Financing is being provided by proceeds from general obligation bonds and earnings from the investments of those monies.

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.

Sheriff's Improvement Bond. To account for financing, constructing and equipping sheriff's substations, command centers and communications equipment. Financing is being provided by proceeds from general obligation bonds and earnings from the investment of those monies.

Road Construction. To account for funds received as reimbursements from other entities for road and other construction projects originally paid for by locally generated revenues (bonds, taxes, fees, etc.). The funds received as reimbursements are used to further these and other similar projects under the management of the County public works department.

COUNTY OF BERNALILLO, NEW MEXICO

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECTS FUNDS (CONTINUED)

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.

Public Health. To account for the construction and improvements of facilities for the County Public Health Department. Financing is being provided by proceeds from general obligation bonds and earnings from the investment of those monies.

1997 Revenue Bond. To account for the purchase and installation of communications and information management systems, constructing an outdoor performing arts theater, and purchase of an office building. Financing is being provided by proceeds from gross receipts tax revenue bonds, earnings from the investment of those monies, and a loan from the Property Tax Division of the NM Taxation and Revenue Department.

Special Revenue

	Health Care GRT	Public Works Grants	Emergency Medical Services	Recreation	DWI Services	Farm and Range	Valuation	Fire Districts	Law Enforcement Protection	County Indigent
ASSETS										
Cash and investments	\$ 8,284,232	-	\$ 59,413	\$ 4,117	\$ 1,737,103	\$ 852	\$ 5,935,192	\$ 144,293	\$ 26,513	\$ 127,828
Accounts receivable, net	2,192,462	-	-	168	-	-	-	-	-	2,000,133
Accrued interest receivable	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
Due from grantor	-	2,774,649	-	-	1,973,915	-	-	-	-	-
Cash-restricted	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	73,626	-	-
Advances to other funds	-	-	-	-	-	-	-	-	-	-
Total assets	10,476,694	\$ 2,774,649	\$ 59,413	\$ 4,285	\$ 3,711,018	\$ 852	\$ 5,935,192	\$ 217,919	\$ 26,513	\$ 2,127,961
LIABILITIES										
Accounts payable	\$ -	\$ -	\$ 17,820	\$ -	\$ 227,981	\$ -	\$ 13,293	\$ 76,383	\$ 217	\$ 1,833,466
Retainage payable	-	-	-	-	-	-	-	-	-	-
Accrued payroll	-	-	-	-	75,938	-	46,784	-	-	-
Unearned revenue	358,535	38,903	-	-	2,248,717	-	-	-	-	-
Due to other funds	-	2,635,746	-	-	-	-	-	-	-	-
Due to external parties	-	-	-	-	679,500	-	-	-	-	-
Advances from other funds	-	100,000	-	-	-	-	-	-	-	-
Total liabilities	358,535	2,774,649	17,820	-	3,232,136	-	60,077	76,383	217	1,833,466
FUND BALANCES										
Reserved for:										
Advances to other funds	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	73,626	-	-
Debt service	-	-	-	-	-	-	-	-	-	-
Encumbrances	2,035,736	3,481,648	14,515	2,644	13,457	-	128,401	20,215	12	92,295
Unreserved (deficit):										
Undesignated	8,082,423	(3,481,648)	27,078	1,641	465,425	852	5,746,714	47,695	26,284	202,200
Total fund balances (deficit)	10,118,159	-	41,593	4,285	478,882	852	5,875,115	141,536	26,296	294,495
Total liabilities and fund balances	\$ 10,476,694	\$ 2,774,649	\$ 59,413	\$ 4,285	\$ 3,711,018	\$ 852	\$ 5,935,192	\$ 217,919	\$ 26,513	\$ 2,127,961

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

Special Revenue

	ERDA	Section 8 Housing- Voucher	Regional Correction Center	Sheriff's Investigative Fund	Environmental Health	Grants Fund	Law Enforcement Block Grants	Clerk's Recording & Filing	Community Service	Industrial Revenue Bonds	Special Revenue Total
ASSETS											
Cash and investments	\$ 310,187	\$ 2,196,842	\$ 3,315,891	\$ 646,584	\$ 3,496,142	\$ -	\$ -	\$ 1,303,223	\$ 292,001	\$ 1,017,376	\$ 28,897,789
Accounts receivable, net	-	6,278	2,610,424	-	561,919	-	2,177	-	10,999	-	7,384,560
Accrued interest receivable	1,371	-	-	-	-	-	223	-	-	-	1,594
Due from other funds	-	236,870	-	-	-	90,988	-	-	-	-	327,858
Due from grantor	-	-	-	-	-	5,905,737	156,177	-	-	-	10,810,478
Cash-restricted	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	73,626
Advances to other funds	-	-	-	-	29,062	-	-	-	-	-	29,062
Total assets	\$ 311,558	\$ 2,439,990	\$ 5,926,315	\$ 646,584	\$ 4,087,123	\$ 5,996,725	\$ 158,577	\$ 1,303,223	\$ 303,000	\$ 1,017,376	\$ 47,524,967
LIABILITIES											
Accounts payable	\$ -	\$ 195,852	\$ 2,635,360	\$ -	\$ -	\$ 635,104	\$ -	\$ 5,835	\$ -	\$ 37,605	\$ 5,678,916
Retainage payable	-	-	-	-	-	585,375	-	-	-	-	585,375
Accrued payroll	-	16,098	-	-	-	41,845	-	-	-	-	180,665
Unearned revenue	-	-	-	-	105,595	268,452	53,505	-	-	-	3,073,707
Due to other funds	-	26,336	-	-	-	3,068,949	105,072	-	-	-	5,836,103
Due to external parties	-	-	-	-	-	-	-	-	-	-	679,500
Advances from other funds	-	-	-	-	-	1,397,000	-	-	-	-	1,497,000
Total liabilities	-	238,286	2,635,360	-	105,595	5,996,725	158,577	5,835	-	37,605	17,531,266
FUND BALANCES											
Reserved for:											
Advances to other funds	-	-	-	-	29,062	-	-	-	-	-	29,062
Inventory	-	-	-	-	-	-	-	-	-	-	73,626
Debt service	-	-	8,848	-	-	-	-	-	-	-	-
Encumbrances	305,342	-	-	-	153,760	3,515,598	-	86,621	99,371	79,806	10,038,269
Unreserved (deficit):											
Undesignated	6,216	2,201,704	3,282,107	646,584	3,798,706	(3,515,598)	-	1,210,767	203,629	899,965	19,852,744
Total fund balances (deficit)	311,558	2,201,704	3,290,955	646,584	3,981,528	-	-	1,297,388	303,000	979,771	29,993,701
Total liabilities and fund balances	\$ 311,558	\$ 2,439,990	\$ 5,926,315	\$ 646,584	\$ 4,087,123	\$ 5,996,725	\$ 158,577	\$ 1,303,223	\$ 303,000	\$ 1,017,376	\$ 47,524,967

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, 2008

	Debt Service										
	Refunding					Refunding					
	General Obligation Bond Debt Service	Series 1998 Debt Service	Refunding Series 1998 Reserve	Series 1998B Debt Service	Series 1996B Reserve	Series 1997 Debt Service	Series 1997 Reserve	Series 2005 Debt Service	Refunding Series 2005 Reserve	Series 2004 Debt Service	Debt Service Total
ASSETS											
Cash and investments	\$ 6,313,260	\$ 673	\$ -	\$ 242,995	\$ -	\$ 44,746	\$ -	\$ -	\$ -	\$ 656,427	\$ 7,258,101
Accounts receivable, net	733,303	-	-	-	-	-	-	-	-	-	733,303
Accrued interest receivable	27,368	68,890	-	83,942	-	22,412	-	-	-	3,521	276,439
Due from other funds	-	-	-	-	-	-	-	-	-	-	-
Due from grantor	-	-	-	-	-	-	-	-	-	-	-
Cash-restricted	-	-	4,615,582	-	5,438,448	-	-	-	4,933,749	-	16,681,279
Inventory	-	-	-	-	-	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-	-	-	-	-
Total assets	\$ 7,073,931	\$ 69,563	\$ 4,615,582	\$ 326,937	\$ 5,438,448	\$ 67,158	\$ 1,693,500	\$ 70,306	\$ 4,933,749	\$ 659,948	\$ 24,949,122
LIABILITIES											
Accounts payable	\$ 5,765,123	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,765,123
Retainage payable	-	-	-	-	-	-	-	-	-	-	-
Accrued payroll	-	-	-	-	-	-	-	-	-	-	-
Unearned revenue	614,957	-	-	-	-	-	-	-	-	-	614,957
Due to other funds	-	-	-	-	-	-	-	66,779	-	-	66,779
Due to external parties	-	-	-	-	-	-	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-	-	-	-	-	-
Total liabilities	6,380,080	-	-	-	-	-	-	66,779	-	-	6,446,859
FUND BALANCES											
Reserved for:											
Advances to other funds	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	-
Debt service	693,851	69,563	4,615,582	326,937	5,438,448	67,158	1,693,500	3,527	4,933,749	659,948	18,502,263
Encumbrances	-	-	-	-	-	-	-	-	-	-	-
Unreserved:											
Undesignated	-	-	-	-	-	-	-	-	-	-	-
Total fund balances (deficit)	693,851	69,563	4,615,582	326,937	5,438,448	67,158	1,693,500	3,527	4,933,749	659,948	18,502,263
Total liabilities and fund balances	\$ 7,073,931	\$ 69,563	\$ 4,615,582	\$ 326,937	\$ 5,438,448	\$ 67,158	\$ 1,693,500	\$ 70,306	\$ 4,933,749	\$ 659,948	\$ 24,949,122

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, 2008

Capital Projects

	2004 Revenue Bond	Water/ Wastewater	Library	Road Support Services	Storm Sewer Construction	Juvenile Center Bonds	Facilities Bonds	Parks & Recreation Bonds	Open Space
ASSETS									
Cash and investments	\$ 854,999	\$ 19,121,469	\$ 772,728	\$ 703,368	\$ 7,610,570	\$ 40,321	\$ 1,806,994	\$ 3,093,368	\$ 12,295,511
Accounts receivable, net	-	-	-	-	-	-	-	-	125,907
Accrued interest receivable	3,547	84,056	3,228	2,911	31,936	167	7,478	13,024	-
Due from other funds	-	-	-	-	-	-	-	-	-
Due from grantor	-	3,059,378	-	-	76,680	-	-	-	-
Cash-restricted	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Advances to other funds	-	-	-	-	-	-	-	-	-
Total assets	\$ 858,546	\$ 22,264,903	\$ 775,956	\$ 706,299	\$ 7,719,186	\$ 40,488	\$ 1,814,472	\$ 3,106,392	\$ 12,421,418
LIABILITIES									
Accounts payable	\$ -	\$ 53,830	\$ 9,045	\$ -	\$ -	\$ -	\$ -	\$ 8,279	\$ 7,045
Retainage payable	-	381,402	-	-	-	-	-	4,146.00	-
Accrued payroll	-	3,745	-	-	-	-	-	-	6,510
Unearned revenue	-	594,765	-	-	517,307	-	-	-	108,566
Due to other funds	-	-	-	-	-	-	-	-	-
Due to external parties	-	-	-	-	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-	-	-	-
Total liabilities	-	1,033,742	9,045	-	517,307	-	-	12,425	122,121
FUND BALANCES									
Reserved for:									
Advances to other funds	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-
Encumbrances	-	6,617,268	476,449	970	389,311	39,503	34,413	1,114,719	148,441
Unreserved:									
Undesignated	858,546	14,613,893	290,462	705,329	6,812,568	985	1,780,059	1,979,248	12,150,856
Total fund balances (deficit)	858,546	21,231,161	766,911	706,299	7,201,879	40,488	1,814,472	3,093,967	12,299,297
Total liabilities and fund balances	858,546.00	\$ 22,264,903	\$ 775,956	\$ 706,299	\$ 7,719,186	\$ 40,488	\$ 1,814,472	\$ 3,106,392	\$ 12,421,418

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, 2008

Capital Projects

	Sheriff's Improvement Bond	Road Construction	Impact Fees	Public Health	Capital Projects Total	Total Nonmajor Governmental Funds
ASSETS						
Cash and investments	\$ 6,604,813	\$ 10,197,615	\$ 6,202,134	\$ -	\$ 69,303,910	\$ 105,459,800
Accounts receivable, net	-	-	-	1,384,131	1,510,038	9,627,901
Accrued interest receivable	21,901	42,280	26,488	-	237,016	515,049
Due from other funds	-	-	-	-	-	327,858
Due from grantor	-	1,630,594	-	-	4,766,652	15,577,130
Cash-restricted	-	-	-	-	-	16,681,279
Inventory	-	-	-	-	-	73,626
Advances to other funds	-	-	-	-	-	29,062
Total assets	\$ 6,626,714	\$ 11,870,489	\$ 6,228,622	\$ 1,384,131	\$ 75,817,616	\$ 148,291,705
LIABILITIES						
Accounts payable	-	\$ 65,421	\$ 230	-	143,850	11,587,889
Retainage payable	-	-	-	115,869	501,417	1,086,792
Accrued payroll	-	-	-	-	10,255	190,920
Unearned revenue	-	-	-	-	1,220,638	4,909,302
Due to other funds	-	-	-	869,166	869,166	6,772,048
Due to external parties	-	-	-	-	-	679,500
Advance from other funds	-	-	-	-	-	1,497,000
Total liabilities	-	65,421	230	985,035	2,745,326	26,723,451
FUND BALANCES						
Reserved for:						
Advances to other funds	-	-	-	-	-	29,062
Inventory	-	-	-	-	-	73,626
Debt service	-	-	-	-	-	18,502,263
Encumbrances	782,897	4,894,215	832,707	187,279	15,518,172	25,556,441
Unreserved (deficit):						
Undesignated	5,843,817	6,910,853	5,395,685	211,817	57,554,118	77,406,862
Total fund balances (deficit)	6,626,714	11,805,068	6,228,392	399,096	73,072,290	121,568,254
Total liabilities and fund balances	\$ 6,626,714	\$ 11,870,489	\$ 6,228,622	\$ 1,384,131	75,817,616	148,291,705

The notes to the financial statements are an integral part of this statement. 83

COUNTY OF BERNALILLO, NEW MEXICO
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
 Year Ended June 30, 2008

Special Revenue

	Health Care GRT	Public Works Grants	Emergency Medical Services	Recreation	DWI Services	Farm and Range	Valuation	Fire Districts	Law Enforcement Protection	County Indigent
REVENUES										
Taxes:										
Property	\$ 10,450,308	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,449,383
Sales	-	-	-	2,053	-	-	-	-	-	-
Cigarette	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	5,586,293	305,969	-	6,642,598	138	-	1,120,640	189,600	-
Fees for services	-	-	-	-	-	-	4,920,945	-	-	-
Investment income	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	302,755	-	-	-	-	-
Total revenues	10,450,308	5,586,293	305,969	2,053	6,945,353	138	4,920,945	1,120,640	189,600	11,449,383
EXPENDITURES										
Current:										
General government	-	-	-	-	-	-	3,255,820	-	-	-
Public works	-	2,441,202	-	-	-	-	-	-	-	-
Public safety	-	-	310,762	-	6,423,126	-	-	1,020,595	163,992	-
Health and welfare	-	-	-	-	-	-	-	-	-	11,361,920
Culture and recreation	-	-	-	1,517	-	-	-	-	-	-
Capital outlay	2,793,597	3,145,091	-	-	91,850	-	154,813	21,000	16,853	-
Capital outlay - other entities	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-	-	-
Total expenditures	2,793,597	5,586,293	310,762	1,517	6,514,976	-	3,410,633	1,041,595	180,845	11,361,920
Excess (deficiency) of revenues over (under) expenditures	7,656,711	-	(4,793)	536	430,377	138	1,510,312	79,045	8,755	87,463
OTHER FINANCING SOURCES (USES)										
Transfers in	2,461,448	-	-	-	2,996	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	-	-	-
Refunding bonds issued	-	-	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-	-	-
Discount on bonds issued	-	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	2,461,448	-	-	-	2,996	-	-	-	-	-
Net changes in fund balances	10,118,159	-	(4,793)	536	433,373	138	1,510,312	79,045	8,755	87,463
Fund balances (deficit) - beginning	-	-	46,386	3,749	45,509	714	4,364,803	62,491	17,541	207,032
Reclassification	-	-	-	-	-	-	-	-	-	-
Fund balance as restated	-	-	46,386	3,749	45,509	714	4,364,803	62,491	17,541	207,032
Fund balances (deficit) - ending	\$ 10,118,159	\$ -	\$ 41,593	\$ 4,285	\$ 478,882	\$ 852	\$ 5,875,115	\$ 141,536	\$ 26,296	\$ 294,495

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, 2008

Special Revenue

REVENUES	ERDA	Section 8 Housing- Voucher	Regional Correction Center	Sheriff's Investigative Fund	Environmental Health	Grants Funds	Law Enforcement Block Grants	Clerk's Recording & Filing	Community Service	Industrial Revenue Bonds	Special Revenue Total
Taxes:											
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales	-	-	-	-	2,576,721	-	-	-	-	-	24,476,412
Cigarette	-	-	-	-	-	-	-	-	-	-	2,053
Intergovernmental	-	13,837,846	-	374,510	-	19,579,610	200,230	-	-	-	47,837,434
Fees for services	-	-	7,003,222	-	-	-	-	582,013	-	-	12,506,180
Investment income	24,726	71,511	-	-	-	-	-	-	-	-	96,237
Miscellaneous	113,846	246,472	1,596,000	-	5,468	29,904	-	-	88,671	695,320	3,078,236
Total revenues	138,372	14,155,829	8,599,222	374,510	2,582,189	19,609,514	200,230	582,013	88,671	695,320	87,996,552
EXPENDITURES											
Current:											
General government	-	-	-	-	-	232,907	-	401,386	-	556,533	4,446,646
Public works	-	-	-	-	-	-	-	-	-	-	2,441,202
Public safety	224,537	-	8,711,330	532,797	-	4,515,921	200,230	-	-	-	22,103,290
Health and welfare	-	12,102,326	-	-	1,660,939	106,009	-	-	63,726	-	25,294,920
Culture and recreation	-	-	-	-	-	1,309,948	-	-	-	-	1,311,465
Capital outlay	-	-	-	-	-	13,444,729	-	-	-	-	19,667,933
Capital outlay - other entities	-	-	-	-	-	-	-	-	-	-	-
Debt service:											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Bond issuance cost	-	-	-	-	-	-	-	-	-	-	-
Total expenditures	224,537	12,102,326	8,711,330	532,797	1,660,939	19,609,514	200,230	401,386	63,726	556,533	75,265,456
Excess (deficiency) of revenues over (under) expenditures	(86,165)	2,053,503	(112,108)	(158,287)	921,250	-	-	180,627	24,945	138,787	12,731,096
OTHER FINANCING SOURCES (USES)											
Transfers in	-	-	-	-	-	-	-	-	-	-	-
Transfers out	-	-	(913,187)	-	-	-	-	-	-	-	2,464,444
Bonds issued	-	-	-	-	(384,894)	-	-	-	-	-	(1,298,081)
Refunding bonds issued	-	-	-	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-	-	-	-
Discount on bonds issued	-	-	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	(913,187)	-	(384,894)	-	-	-	-	-	1,166,363
Net changes in fund balances	(86,165)	2,053,503	(1,025,295)	(158,287)	536,956	-	-	180,627	24,945	138,787	13,897,459
Fund balances (deficit) - beginning	397,723	148,201	4,316,250	804,871	3,445,172	-	-	1,116,761	278,055	840,984	16,036,242
Reclassification	-	-	-	-	-	-	-	-	-	-	-
Fund balances as restated	397,723	148,201	4,316,250	804,871	3,445,172	-	-	1,116,761	278,055	840,984	16,036,242
Fund balances (deficit) - ending	\$ 311,558	\$ 2,201,704	\$ 3,290,955	\$ 646,584	\$ 3,981,528	\$ -	\$ -	\$ 1,297,388	\$ 303,000	\$ 979,771	\$ 29,993,701

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, 2008

	Debt Service												
	Refunding				Refunding				Refunding				
	Series 1996 Debt Service	Series 1998 Debt Service	Series 1998B Debt Service	Series 1996B Debt Service	Series 1997 Debt Service	Series 1997 Reserve	Series 2005 Debt Service	Series 2005 Reserve	Series 2004 Debt Service	Series 2004 Reserve	Debt Service Total		
REVENUES													
Taxes:													
Property	\$ 11,550,709	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,550,709		
Sales	-	-	-	-	-	-	-	-	-	-	-		
Cigarette	-	-	-	-	-	-	-	-	-	-	-		
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-		
Fees for services	-	-	-	-	-	-	-	-	-	-	-		
Investment income	234,086	278,751	373,730	89,913	281,224	-	-	-	30,911	1,288,615	1,288,615		
Miscellaneous	-	-	-	692,140	782,053	-	-	-	674,432	1,366,572	1,366,572		
Total revenues	11,784,795	278,751	373,730	782,053	281,224	-	-	-	705,343	14,205,896	14,205,896		
EXPENDITURES													
Current:													
General government	36,765	-	-	-	-	-	-	-	-	-	36,765		
Public works	-	-	-	-	-	-	-	-	-	-	-		
Public safety	-	-	-	-	-	-	-	-	-	-	-		
Health and welfare	-	-	-	-	-	-	-	-	-	-	-		
Culture and recreation	-	-	-	-	-	-	-	-	-	-	-		
Capital outlay	-	-	-	-	-	-	-	-	-	-	-		
Capital outlay - other entities	-	-	-	-	-	-	-	-	-	-	-		
Debt service:													
Principal	5,600,000	1,540,000	2,000,000	1,000,000	955,000	-	-	-	500,000	11,595,000	11,595,000		
Interest	4,003,515	2,447,196	3,068,327	618,500	2,357,225	-	-	-	517,212	13,011,975	13,011,975		
Bond issuance costs	-	-	-	-	-	-	-	-	176,557	176,557	176,557		
Total expenditures	9,640,280	3,987,196	5,068,327	1,618,500	3,312,225	-	-	-	1,193,769	24,820,297	24,820,297		
Excess (deficiency) of revenues over (under) expenditures	2,144,515	(3,708,445)	(4,694,597)	(836,447)	(3,031,001)	-	-	-	(488,426)	(10,614,401)	(10,614,401)		
OTHER FINANCING SOURCES (USES)													
Transfers in	-	-	-	-	-	-	-	-	-	-	-		
Transfers out	-	3,711,646	4,736,583	875,119	3,031,001	-	-	-	913,187	13,267,536	13,267,536		
Bonds issued	-	-	-	-	-	-	-	-	-	-	-		
Refunding bonds issued	-	-	-	-	-	-	-	-	-	-	-		
Premium on bonds issued	-	-	-	-	-	-	-	-	11,000,000	11,000,000	11,000,000		
Discount on bonds issued	-	-	-	-	-	-	-	-	194,700	194,700	194,700		
Payment to refunded bond escrow agent	(5,728,358)	-	-	-	-	-	-	-	(10,819,400)	(16,547,758)	(16,547,758)		
Total other financing sources (uses)	(5,728,358)	3,711,646	4,736,583	875,119	3,031,001	-	-	-	1,288,487	7,914,478	7,914,478		
Net changes in fund balances	(3,583,843)	3,201	41,986	38,672	38,672	-	-	-	800,061	(2,699,923)	(2,699,923)		
Fund balances (deficit) - beginning	4,277,694	58	284,951	28,486	1,693,500	4,933,749	4,933,749	140,113	21,202,244	21,202,244			
Reclassification	-	(58)	-	-	-	-	-	-	-	(58)	(58)		
Fund balance as restated	4,277,694	66,362	284,951	28,486	1,693,500	4,933,749	4,933,749	140,113	21,202,186	21,202,186			
Fund balances (deficit) - ending	\$ 693,851	\$ -	\$ 326,937	\$ 67,158	\$ 1,693,500	\$ 4,933,749	\$ 4,933,749	\$ 659,948	\$ 18,502,263	\$ 18,502,263			

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, 2008

Capital Projects

	2004 Revenue Bond	Water/ Wastewater Fund	Library	Road Support Services	Storm Sewer Construction Bonds	Juvenile Center Bonds	Facilities Bonds	Parks & Recreation	Open Space
REVENUES									
Taxes:									
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,370,590
Sales	-	-	-	-	-	-	-	-	-
Cigarette	-	-	-	-	-	-	-	-	-
Intergovernmental	-	17,285,376	-	2,500,000	1,432,782	-	-	-	-
Fees for services	-	-	-	-	-	-	-	-	-
Investment income	50,352	961,983	54,801	42,821	338,249	2,549	108,236	239,616	-
Miscellaneous	-	-	-	-	-	-	-	-	924
Total revenues	50,352	18,247,359	54,801	2,542,821	1,771,031	2,549	108,236	239,616	1,371,514
EXPENDITURES									
Current:									
General government	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-
Capital outlay	37,866	2,581,844	-	166,525	1,165,217	8,421	77,914	1,314,814	1,623,254
Capital outlay - other entities	-	11,096,825	428,344	114,883	208,464	-	-	-	-
Debt service:									
Principal	-	-	-	2,392,345	-	-	-	-	-
Interest	-	-	-	107,655	-	-	-	-	-
Bond issuance cost	-	-	7,603	-	31,106	-	8,363	16,727	-
Total expenditures	37,866	13,678,669	435,947	2,781,408	1,404,787	8,421	86,277	1,331,541	1,623,254
Excess (deficiency) of revenues over (under) expenditures	12,486	4,568,690	(381,146)	(238,587)	366,244	(5,872)	21,959	(1,091,925)	(251,740)
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	5,000	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Bonds issued	-	-	1,000,000	-	3,500,000	-	1,100,000	2,200,000	-
Refunding bonds issued	-	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	-	-	-	-	-	-	-
Discount on bonds issued	-	-	47,938	-	-	-	52,732	105,464	-
Payment to refunded bond escrow agent	-	-	-	-	(22,083)	-	-	-	-
Total other financing sources (uses)	-	-	1,047,938	5,000	3,477,917	-	1,152,732	2,305,464	-
Net changes in fund balances	12,486	4,568,690	666,792	(233,587)	3,844,161	(5,872)	1,174,691	1,213,539	(251,740)
Fund balances (deficit) - beginning	846,060	16,662,471	100,119	939,886	3,357,718	46,360	639,781	1,880,428	12,551,037
Reclassification	-	-	-	-	-	-	-	-	-
Fund balance as restated	846,060	16,662,471	100,119	939,886	3,357,718	46,360	639,781	1,880,428	12,551,037
Fund balances (deficit) - ending	\$ 858,546	\$ 21,231,161	\$ 766,911	\$ 705,299	\$ 7,201,879	\$ 40,488	\$ 1,814,472	\$ 3,093,967	\$ 12,299,297

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, 2008

Capital Projects

	Sheriff's Improvement Bond	Road Construction	Impact Fees	Public Health	1997 Revenue Bond	Total Capital Projects	Total Nonmajor Governmental Funds
REVENUES							
Taxes:							
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,370,590	\$ 12,921,299
Sales	-	-	-	-	-	-	24,476,412
Cigarette	-	-	-	-	-	-	2,053
Intergovernmental	-	1,078,335	-	-	-	22,296,493	70,133,927
Fees for services	-	-	1,211,002	-	-	1,211,002	13,717,182
Investment income	254,083	694,565	365,846	28,465	-	3,141,566	4,526,418
Miscellaneous	-	-	-	1,398,831	-	1,399,755	5,844,563
Total revenues	254,083	1,772,900	1,576,848	1,427,296	-	29,419,406	131,621,854
EXPENDITURES							
Current:							
General government	-	-	-	-	-	-	4,483,411
Public works	-	-	-	-	-	-	2,441,202
Public safety	-	-	-	-	-	-	22,103,290
Health and welfare	-	-	-	-	-	-	25,294,920
Culture and recreation	-	-	-	-	-	-	1,311,465
Capital outlay	294,125	3,918,603	517,108	3,092,810	-	14,798,501	34,466,434
Capital outlay - other entities	-	1,418,744	377,983	-	-	13,645,243	13,645,243
Debt service:							
Principal	-	-	-	-	-	2,392,345	13,987,345
Interest	-	-	-	-	-	107,655	13,119,630
Bond issuance cost	91,315	77,762	-	-	-	232,876	409,433
Total expenditures	385,440	5,415,109	895,091	3,092,810	-	31,176,620	131,262,373
Excess (deficiency) of revenues over (under) expenditures	(131,357)	(3,642,209)	681,757	(1,665,514)	-	(1,757,214)	359,481
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	45,478	15,777,458
Transfers out	-	40,478	-	-	-	-	(1,298,081)
Bonds issued	4,300,000	9,400,000	-	-	-	21,500,000	21,500,000
Refunding bonds issued	-	-	-	-	-	-	11,000,000
Premium on bonds issued	117,623	215,721	-	-	-	539,478	734,178
Discount on bonds issued	-	(30,917)	-	-	-	(53,000)	(53,000)
Payment to refunded bond escrow agent	-	-	-	-	-	-	(16,547,758)
Total other financing sources (uses)	4,417,623	9,625,282	-	-	-	22,031,956	31,112,797
Net changes in fund balances	4,286,266	5,983,073	681,757	(1,665,514)	-	20,274,742	31,472,278
Fund balances (deficit) - beginning	2,340,448	5,821,995	5,546,635	2,064,610	51,537	52,849,085	90,147,571
Reclassification	-	-	-	-	(51,537)	(51,537)	(51,537)
Fund balance (deficit) as restated	2,340,448	5,821,995	5,546,635	2,064,610	-	40,146,392	90,095,976
Fund balances (deficit) - ending	\$ 6,626,714	\$11,805,068	\$ 6,228,392	\$ 399,096	\$ -	\$ 73,072,290	\$ 121,568,254

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

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
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2008

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 10,000,000	\$ 10,000,000	\$ 8,616,381	\$ (1,383,619)
Total revenues	10,000,000	10,000,000	8,616,381	(1,383,619)
Other financing sources				
Transfer In	2,461,448	2,461,448	2,461,448	-
Total revenues and other financing sources	12,461,448	12,461,448	11,077,829	(1,383,619)
Expenditures:				
Health and welfare:				
Operating expenses	10,000,000	10,000,000	1,473,720	8,526,280
Prior year carryover	2,461,448	2,461,448	1,319,877	1,141,571
	12,461,448	12,461,448	2,793,597	9,667,851
Total expenditures and other financing uses	12,461,448	12,461,448	2,793,597	9,667,851
Excess of revenue and other financing sources over expenditures			\$ 8,284,232	

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, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental	\$ 225,574	\$ 305,969	\$ 305,969	\$ -
Prior year cash balance budgeted	61,335	61,335		
Total budget	<u>286,909</u>	<u>367,304</u>		
Expenditures:				
Public safety:				
EMS-Fire District #1				
Operating expenses	<u>12,140</u>	<u>12,897</u>	<u>11,542</u>	<u>1,355</u>
EMS-Fire District #2				
Operating expenses	17,105	7,982	7,982	-
Prior year carryover	51	51	51	-
	<u>17,156</u>	<u>8,033</u>	<u>8,033</u>	<u>-</u>
EMS-Fire Districts #3				
Operating expenses	<u>15,818</u>	<u>12,000</u>	<u>9,570</u>	<u>2,430</u>
EMS-Fire District #4				
Operating expenses	<u>11,271</u>	<u>6,000</u>	<u>5,508</u>	<u>492</u>
EMS-Fire District #5				
Operating expenses	<u>8,473</u>	<u>6,030</u>	<u>5,082</u>	<u>948</u>
EMS-Fire District #6				
Operating expenses	8,767	3,500	3,496	4
Prior year carryover	6	-	-	-
	<u>8,773</u>	<u>3,500</u>	<u>3,496</u>	<u>4</u>
EMS-Fire District #7				
Operating expenses	<u>13,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
EMS- Fire District #8				
Operating expenses	<u>11,349</u>	<u>5,500</u>	<u>5,496</u>	<u>4</u>
EMS-Fire District #9				
Operating expenses	<u>13,799</u>	<u>4,100</u>	<u>4,061</u>	<u>39</u>
EMS- Fire District #10				
Operating expenses	10,339	7,966	7,966	-
Prior year carryover	6	-	-	-
	<u>10,345</u>	<u>7,966</u>	<u>7,966</u>	<u>-</u>
EMS- Fire District #11				
Operating expenses	<u>7,993</u>	<u>4,196</u>	<u>4,196</u>	<u>-</u>
EMS- Fire District #13				
Operating expenses	<u>8,784</u>	<u>4,000</u>	<u>4,000</u>	<u>-</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, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Superior Ambulance				
Operating expenses	3,500	20,000	18,098	1,902
Capital outlay	16,500	-	-	-
Prior year carryover	23,654	23,654	23,654	-
	<u>43,654</u>	<u>43,654</u>	<u>41,752</u>	<u>1,902</u>
Canoncito Ambulance Service				
Operating expenses	8,022	9,202	7,770	1,432
Prior year carryover	1,528	1,528	1,528	-
	<u>9,550</u>	<u>10,730</u>	<u>9,298</u>	<u>1,432</u>
Lifeguard				
Operating expenses	6,602	8,452	6,715	1,737
Capital outlay	3,543	6,083	-	6,083
Prior year carryover	16,771	16,771	10,397	6,374
	<u>26,916</u>	<u>31,306</u>	<u>17,112</u>	<u>14,194</u>
Isleta Pueblo				
Operating expenses	8,500	8,550	6,515	2,035
Capital outlay	3,950	3,950	1,489	2,461
Prior year carryover	2,062	2,062	2,062	-
	<u>14,512</u>	<u>14,562</u>	<u>10,066</u>	<u>4,496</u>
Wings of Life				
Operating expenses	9,115	8,615	8,007	608
Capital outlay	-	4,158	4,158	-
Prior year carryover	143	143	143	-
	<u>9,258</u>	<u>12,916</u>	<u>12,308</u>	<u>608</u>
Albuquerque Ambulance				
Operating expenses	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Fire Paramedic Unit				
Operating expenses	-	98,555	92,508	6,047
Capital outlay	-	20,973	6,135	14,838
Prior year carryover	10,110	10,192	10,121	71
	<u>10,110</u>	<u>129,720</u>	<u>108,764</u>	<u>20,956</u>
Aircare International				
Operating expenses	7,004	6,040	-	6,040
	<u>14,008</u>	<u>15,194</u>	<u>9,134</u>	<u>6,060</u>
Total expenditures	<u>286,909</u>	<u>367,304</u>	<u>312,384</u>	<u>54,920</u>
Deficiency of revenue over expenditures			<u>\$ (6,415)</u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
RECREATION
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 1,800	\$ 1,800	\$ 2,453	\$ 653
Prior year cash balance budget	5,091	5,091		
Total budget	<u>6,891</u>	<u>6,891</u>		
Expenditures:				
Culture and recreation:				
Capital outlay	3,124	3,124	-	3,124
Prior year carryover	3,767	3,767	3,766	1
Total expenditures	<u>6,891</u>	<u>6,891</u>	<u>3,766</u>	<u>3,125</u>
Deficiency of revenue over expenditures			<u>\$ (1,313)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
DWI SERVICES
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental:				
Administration	\$ 4,343,823	\$ 4,343,823	\$ 3,841,319	\$ (502,504)
DWI Grant	300,000	300,000	435,434	135,434
Detox-MATS	1,700,000	1,700,000	1,953,793	253,793
Traffic Safety	172,916	172,916	165,503	(7,413)
Meth Mobile Crisis	400,000	400,000	466,667	66,667
Miscellaneous				
MATS Rental	160,234	160,234	302,755	142,521
Safe Ride Donations	3,000	3,000	-	(3,000)
Total revenues	7,079,973	7,079,973	8,146,888	1,066,915
Other financing sources				
Transfer in	2,996	2,996	2,996	-
Total revenues and other financing sources	7,082,969	7,082,969	8,149,884	1,066,915
Prior year cash balance budget	2,424,930	2,424,930		
Total Budget	9,507,899	9,507,899		
Expenditures:				
Public safety:				
Administration				
Operating expenses	3,043,823	2,462,724	2,195,372	267,352
Capital outlay	-	346,919	7,363	339,556
	3,998,289	3,998,289	2,648,481	1,349,808
Addictions Treatment Program				
Operating expenses	1,300,000	1,289,991	1,220,332	69,659
Capital outlay	-	11,009	11,009	-
	1,721,166	1,722,166	1,404,731	317,435
DWI Grant				
Operating expenses	300,000	300,000	300,000	-

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
DWI SERVICES
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Detox-MATS				
Operating expenses	1,500,000	1,432,964	1,269,019	163,945
Capital outlay	200,000	267,036	266,978	58
	<u>2,200,212</u>	<u>2,200,212</u>	<u>2,033,179</u>	<u>167,033</u>
Traffic Safety				
Operating expenses	172,916	172,916	157,887	15,029
Meth Mobile Crises				
Operating expenses	332,552	340,617	236,699	103,918
Capital outlay	67,448	58,383	4,320	54,063
	<u>637,074</u>	<u>636,074</u>	<u>327,364</u>	<u>308,710</u>
Miscellaneous				
MATS Rental				
Operating expenses	160,234	151,101	48,251	102,850
Prior year carryover	176,935	186,068	142,097	43,971
	<u>337,169</u>	<u>337,169</u>	<u>190,348</u>	<u>146,821</u>
Safe Ride Donations				
Operating expenses	3,000	3,000	602	2,398
Total expenditures	<u>9,507,899</u>	<u>9,507,899</u>	<u>7,175,580</u>	<u>2,332,319</u>
Excess of revenue and other sources over expenditures			<u>\$ 974,304</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, 2007

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 100	\$ 100	\$ 138	\$ 38
Prior year cash balance budget	400	400		
Total budget	<u>500</u>	<u>500</u>		
Expenditures:				
General government	<u>500</u>	<u>500</u>	-	<u>500</u>
Excess of revenue over expenditures			<u>\$ 138</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, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 3,700,000	\$ 3,900,000	\$ 4,920,945	\$ 1,020,945
Prior year cash balance budget	675,765	475,765		
Total budget	<u>4,375,765</u>	<u>4,375,765</u>		
Expenditures:				
General government				
Salaries and benefits	2,008,497	2,008,497	1,483,453	525,044
Operating expenses	2,291,503	2,291,503	1,705,567	585,936
Capital outlay	-	-	154,813	(154,813)
Prior year carryover	75,765	75,765	67,286	8,479
Total expenditures	<u>4,375,765</u>	<u>4,375,765</u>	<u>3,411,119</u>	<u>964,646</u>
Excess of revenue over expenditures			<u>\$ 1,509,826</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, 2008

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental:				
Fire District #1	\$ 61,667	\$ 61,667	\$ 68,882	\$ 7,215
Fire District #2	84,279	84,279	94,140	9,861
Fire District #3	61,667	61,667	68,882	7,215
Fire District #4	61,667	61,667	68,882	7,215
Fire District #5	84,279	84,279	94,140	9,861
Fire District #6	106,891	111,891	119,398	7,507
Fire District #7	61,667	111,667	68,882	(42,785)
Fire District #8	84,279	84,279	94,140	9,861
Fire District #9	61,667	63,667	68,882	5,215
Fire District #10	61,667	61,667	68,882	7,215
Fire District #11	84,279	84,279	94,140	9,861
Fire District #13	61,667	61,667	68,882	7,215
Miscellaneous	61,667	114,337	68,882	(45,455)
Total revenues	<u>937,343</u>	<u>1,047,013</u>	<u>1,047,014</u>	<u>1</u>
Prior year cash balance budget	82,039	82,039		
Total budget	<u>1,019,382</u>	<u>1,129,052</u>		
Expenditures:				
Public safety:				
Fire District #1:				
Operating expenses	53,100	22,500	19,467	3,033
Capital outlay	8,567	-	-	-
Prior year carryover	1,113	979	361	618
	<u>62,780</u>	<u>23,479</u>	<u>19,828</u>	<u>3,651</u>
Fire District #2:				
Operating expenses	78,387	22,983	18,741	4,242
Capital outlay	5,892	-	-	-
Prior year carryover	2,235	1,647	131	1,516
	<u>86,514</u>	<u>24,630</u>	<u>18,872</u>	<u>5,758</u>
Fire Districts #3:				
Operating expenses	53,442	13,500	11,952	1,548
Capital outlay	8,225	4,347	4,347	-
Prior year carryover	837	835	835	-
	<u>62,504</u>	<u>18,682</u>	<u>17,134</u>	<u>1,548</u>
Fire District #4:				
Operating expenses	53,750	9,370	7,935	1,435
Capital outlay	7,917	-	-	-
	<u>62,131</u>	<u>9,370</u>	<u>7,935</u>	<u>1,435</u>
Fire District #5:				
Operating expenses	75,887	17,916	13,863	4,053
Capital outlay	8,392	-	-	-
Prior year carryover	388	-	-	-
	<u>84,667</u>	<u>17,916</u>	<u>13,863</u>	<u>4,053</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, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Fire District #6:				
Operating expenses	66,964	32,875	28,519	4,356
Capital outlay	39,927	32,277	28,171	4,106
	<u>108,904</u>	<u>65,920</u>	<u>57,458</u>	<u>8,462</u>
Fire District #7:				
Operating expenses	23,150	29,557	27,220	2,337
Capital outlay	38,517	53,877	27,209	26,668
Prior year carryover	6,590	2,986	2,986	-
	<u>68,257</u>	<u>86,420</u>	<u>57,415</u>	<u>29,005</u>
Fire District #8:				
Operating expenses	84,279	98,340	89,849	8,491
Capital outlay	-	3,745	1,817	1,928
Prior year carryover	17,154	16,127	10,739	5,388
	<u>101,433</u>	<u>118,212</u>	<u>102,405</u>	<u>15,807</u>
Fire District #9:				
Operating expenses	61,667	40,127	31,826	8,301
Prior year carryover	6,995	4,633	3,682	951
	<u>68,662</u>	<u>44,760</u>	<u>35,508</u>	<u>9,252</u>
Fire District #10:				
Operating expenses	61,667	52,500	44,542	7,958
Prior year carryover	1,947	-	-	-
	<u>63,614</u>	<u>52,500</u>	<u>44,542</u>	<u>7,958</u>
Fire District #11:				
Operating expenses	84,279	55,817	44,471	11,346
Prior year carryover	1,333	400	400	-
	<u>85,612</u>	<u>56,217</u>	<u>44,871</u>	<u>11,346</u>
Fire District #13:				
Operating expenses	61,667	22,318	19,084	3,234
Prior year carryover	3,997	58	58	-
	<u>65,664</u>	<u>22,376</u>	<u>19,142</u>	<u>3,234</u>
Miscellaneous:				
Operating expenses	61,667	531,020	489,876	41,144
Capital outlay	-	3,945	3,945	-
Prior year carryover	36,973	53,606	53,606	-
	<u>98,640</u>	<u>588,571</u>	<u>547,427</u>	<u>41,144</u>
Total expenditures	<u>1,019,382</u>	<u>1,129,052</u>	<u>986,400</u>	<u>142,652</u>
Excess of revenue over expenditures			<u>\$ 60,614</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental	\$ 177,600	\$ 189,600	\$ 189,600	\$ -
Prior year cash balance budget	26,034	26,034		
Total budget	<u>203,634</u>	<u>215,634</u>		
Expenditures:				
Public safety:				
Operating expenses	177,600	189,600	165,016	24,584
Prior year carryover	26,034	26,034	25,896	138
Total expenditures	<u>203,634</u>	<u>215,634</u>	<u>190,912</u>	<u>24,722</u>
Deficiency of revenue over expenditures			<u>\$ (1,312)</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, 2008**

	<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	94,756	94,756		
Total budget	<u>1,094,756</u>	<u>1,094,756</u>		
Expenditures:				
Health and welfare:				
Operating expenses	1,000,000	1,000,000	912,537	87,463
Prior year carryover	94,756	94,756	89,925	4,831
Total expenditures	<u>1,094,756</u>	<u>1,094,756</u>	<u>1,002,462</u>	<u>92,294</u>
Deficiency of revenue over expenditures			<u>\$ (2,462)</u>	

COUNTY OF BERNALILLO, NEW MEXICO

SPECIAL REVENUE FUND

ERDA

SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL

(NON-GAAP Budgetary Basis)

Year Ended June 30, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment Income	\$ -	\$ 30,000	\$ 28,364	\$ (1,636)
Miscellaneous	30,617	109,715	114,077	4,362
Total revenues	<u>30,617</u>	<u>139,715</u>	<u>142,441</u>	<u>2,726</u>
Prior year cash balance budget	<u>290,553</u>	<u>402,952</u>		
Total budget	<u>321,170</u>	<u>542,667</u>		
Expenditures:				
Public safety:				
Operating expenses	71,275	141,434	86,961	54,473
Prior year carryover	249,895	137,086	118,026	19,060
Total expenditures	<u>321,170</u>	<u>542,667</u>	<u>235,205</u>	<u>307,462</u>
Deficiency of revenue over expenditures			<u>\$ (92,764)</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Charges for services	\$18,000,000	\$ 18,000,000	\$ 7,319,936	\$ (10,680,064)
Miscellaneous	1,596,000	1,596,000	1,596,000	-
Total revenues	<u>19,596,000</u>	<u>19,596,000</u>	<u>8,915,936</u>	<u>(10,680,064)</u>
Prior year cash balance budget	-	-		
Total budget	<u>19,596,000</u>	<u>19,596,000</u>		
Expenditures				
Public safety				
Operating expenses	<u>18,550,772</u>	<u>18,550,772</u>	<u>7,375,105</u>	<u>11,175,667</u>
Other financing uses				
Transfer out	<u>913,187</u>	<u>913,187</u>	<u>913,187</u>	<u>-</u>
Total expenditures and other financing uses	<u>19,463,959</u>	<u>19,463,959</u>	<u>8,288,292</u>	<u>11,175,667</u>
Excess of revenue over expenditures and other financing uses			<u>\$ 627,644</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Taxes	\$ 2,500,000	\$ 2,500,000	\$ 2,679,456	\$ 179,456
Miscellaneous	110,000	110,000	5,468	(104,532)
Total revenues	<u>2,610,000</u>	<u>2,610,000</u>	<u>2,684,924</u>	<u>74,924</u>
Prior year cash balance budget	<u>1,848,289</u>	<u>1,848,289</u>		
Total budget	<u>4,458,289</u>	<u>4,458,289</u>		
Expenditures:				
Health and welfare:				
Operating expenses	2,610,000	2,610,000	1,533,143	1,076,857
Prior year carryover	1,463,395	1,463,395	426,648	1,036,747
Total expenditures	<u>4,073,395</u>	<u>4,073,395</u>	<u>1,959,791</u>	<u>2,113,604</u>
Other financing Uses				
Transfers out	<u>384,894</u>	<u>384,894</u>	<u>384,894</u>	<u>-</u>
Total expenditures and other financing uses	<u>4,458,289</u>	<u>4,458,289</u>	<u>2,344,685</u>	<u>2,113,604</u>
Excess of revenues over expenditures and other financing uses			<u>\$ 340,239</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, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 606,200	\$ 606,200	\$ 584,649	\$ (21,551)
Total revenues	<u>606,200</u>	<u>606,200</u>	<u>584,649</u>	<u>(21,551)</u>
Prior year cash balance budget	<u>52,623</u>	<u>52,623</u>		
Total budget	<u>658,823</u>	<u>658,823</u>		
Expenditures:				
General government:				
Operating expenses	281,781	281,781	257,900	23,881
Capital outlay	128,300	128,300	19,888	108,412
Prior year carryover	<u>248,742</u>	<u>248,742</u>	<u>117,762</u>	<u>130,980</u>
Total expenditures	<u>658,823</u>	<u>658,823</u>	<u>395,550</u>	<u>263,273</u>
Excess of revenue over expenditures			<u>\$ 189,099</u>	

COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
COMMUNITY SERVICES
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Miscellaneous	\$ 98,623	\$ 98,623	\$ 138,961	\$ 40,338
Prior year cash balance budget	109,715	190,713		
Total budget	<u>208,338</u>	<u>289,336</u>		
Expenditures:				
Health and welfare				
Operating expenses	62,000	142,998	22,718	120,280
Prior year carryover	146,338	146,338	41,008	105,330
Total expenditures	<u>208,338</u>	<u>289,336</u>	<u>63,726</u>	<u>225,610</u>
Excess of revenue over expenditures			<u>\$ 75,235</u>	

**COUNTY OF BERNALILLO, NEW MEXICO
SPECIAL REVENUE FUND
INDUSTRIAL REVENUE BONDS
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2008**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Miscellaneous	\$ 754,765	\$ 806,447	\$ 788,371	\$ (18,076)
Prior year cash balance budget	<u>788,912</u>	<u>788,912</u>		
Total budget	<u>1,543,677</u>	<u>1,595,359</u>		
Expenditures:				
General government	754,765	943,197	425,126	518,071
Capital Outlay	-	40,000	35,287	4,713
Prior year carryover	<u>788,912</u>	<u>612,162</u>	<u>109,225</u>	<u>502,937</u>
Total expenditures	<u>1,543,677</u>	<u>1,595,359</u>	<u>569,638</u>	<u>1,025,721</u>
Excess of revenue over expenditures			<u>\$ 218,733</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, 2008

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 9,372,404	\$ 9,372,404	\$ 11,551,146	\$ 2,178,742
Interest Income	751,111.00	751,111	252,720	(498,391)
Total revenues	<u>10,123,515</u>	<u>10,123,515</u>	<u>11,803,866</u>	<u>1,680,351</u>
Prior year cash balance budget	-	5,645,000		
Total budget	<u>10,123,515</u>	<u>15,768,515</u>		
Expenditures:				
Debt service:				
Principal	5,600,000	11,996,111	5,600,000	6,396,111
Interest	3,772,404	3,772,404	4,003,515	(231,111)
Miscellaneous	-	-	36,765	(36,765)
Total expenditures	<u>9,372,404</u>	<u>15,768,515</u>	<u>9,640,280</u>	<u>6,128,235</u>
Other financing uses				
Operating transfers out	-	-	5,728,358	(5,728,358)
Total expenditures and other financing uses	<u>9,372,404</u>	<u>\$ 15,768,515</u>	<u>15,368,638</u>	<u>399,877</u>
Deficiency of revenue over expenditures and other financing uses			<u>\$ (3,564,772)</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, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ 275,550	\$ 275,550	\$ 275,690	\$ 140
Other financing sources:				
Transfers in	3,711,646	3,711,646	3,711,646	-
Total revenues and other financing sources	<u>3,987,196</u>	<u>3,987,196</u>	<u>3,987,336</u>	<u>140</u>
Expenditures:				
Debt service:				
Principal	1,540,000	1,540,000	1,540,000	-
Interest	2,447,196	2,447,196	2,447,196	-
Total expenditures	<u>3,987,196</u>	<u>3,987,196</u>	<u>3,987,196</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 140</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, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ 331,745	\$ 331,745	\$ 371,142	\$ 39,397
Other financing sources:				
Transfers in	4,736,583	4,736,583	4,736,583	-
Total revenues and other financing sources	<u>5,068,328</u>	<u>5,068,328</u>	<u>5,107,725</u>	<u>39,397</u>
Expenditures:				
Debt service:				
Principal	2,000,000	2,000,000	2,000,000	-
Interest	3,068,328	3,068,328	3,068,328	-
Total expenditures	<u>5,068,328</u>	<u>5,068,328</u>	<u>5,068,328</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 39,397</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, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ 88,909	\$ 88,909	\$ 89,303	\$ 394
Miscellaneous	650,000	650,000	692,140	42,140
Total revenues	<u>738,909</u>	<u>738,909</u>	<u>781,443</u>	<u>42,534</u>
Other financing sources				
Transfers in	875,119	875,119	875,119	-
Total revenues and other financing sources	<u>1,614,028</u>	<u>1,614,028</u>	<u>1,656,562</u>	<u>42,534</u>
Prior year cash balance budget	4,472	4,472		
Total budget	<u>1,618,500</u>	<u>1,618,500</u>		
Expenditures				
Debt service:				
Principal	1,000,000	1,000,000	1,000,000	-
Interest	618,500	618,500	618,500	-
Total expenditures	<u>1,618,500</u>	<u>1,618,500</u>	<u>1,618,500</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 38,062</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, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Investment income	\$ 281,224	\$ 281,224	\$ 280,443	\$ (781)
Other financing sources				
Transfer in	3,031,001	3,031,001	3,031,001	-
Total revenues and other financing sources	<u>3,312,225</u>	<u>3,312,225</u>	<u>3,311,444</u>	<u>(781)</u>
Expenditures:				
Debt service:				
Principal	955,000	955,000	955,000	-
Interest	2,357,225	2,357,225	2,357,225	-
Total expenditures	<u>3,312,225</u>	<u>3,312,225</u>	<u>3,312,225</u>	<u>-</u>
Deficiency of revenues and other financing sources over expenditures			<u>\$ (781)</u>	

COUNTY OF BERNALILLO, NEW MEXICO
DEBT SERVICE FUND
SERIES 2004
SCHEDULE OF REVENUES, EXPENDITURES - BUDGET AND ACTUAL
(NON-GAAP Budgetary Basis)
Year Ended June 30, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Investment income	\$ -	\$ -	\$ 29,810	\$ 29,810
Miscellaneous	246,558	246,558	873,175	626,617
Total Revenues	<u>246,558</u>	<u>246,558</u>	<u>902,985</u>	<u>656,427</u>
Other financing sources				
Transfers in	770,655	913,187	913,187	-
Total revenues and other financing sources	<u>1,017,213</u>	<u>1,159,745</u>	<u>1,816,172</u>	<u>656,427</u>
Expenditures:				
Debt service:				
Principal	500,000	500,000	500,000	-
Interest	517,213	517,213	517,213	-
Total expenditures	<u>1,017,213</u>	<u>1,017,213</u>	<u>1,017,213</u>	<u>-</u>
Excess of revenues and other financing sources over expenditures			<u>\$ 798,959</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, 2008

	Original Budget	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Other financing sources:				
Transfers in	\$ 2,094,805	\$ 2,094,805	\$ 2,094,805	\$ -
Total other financing sources	<u>2,094,805</u>	<u>2,094,805</u>	<u>2,094,805</u>	<u>-</u>
Prior year cash balance budget	<u>443,945</u>	<u>443,945</u>		
Total budget	<u>2,538,750</u>	<u>2,538,750</u>		
Expenditures:				
Debt service:				
Interest	<u>2,538,750</u>	<u>2,538,750</u>	<u>2,538,750</u>	<u>-</u>
Total expenditures	<u>2,538,750</u>	<u>2,538,750</u>	<u>2,538,750</u>	<u>-</u>
Deficiency of other financing sources over expenditures			<u>\$ (443,945)</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:

Cash Over/Short. To account for differences of less than \$1.00 between property tax billed and collected. This fund was created by authority of Section 4-43-2, NMSA 1978 Compilation.

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).

BERNALILLO COUNTY, 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.

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
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 June 30, 2008

	Treasurer Funds							
	Cash Over Short	Children's Trust Fund	Refund Overpayments	Valuation Problems	Partial Payments	Taxes Paid in Advance	Claim for Refund IOI	Undistributed Taxes
ASSETS								
Cash and investments Receivables:	\$ (1,108)	\$ (2,959)	\$ 1,807,147	\$ 8,401	\$ 58,175	\$ 120,417	\$ 72,972	\$ 4,371,497
Property taxes	-	-	-	-	-	-	-	25,836,888
Other	-	-	-	-	-	-	302	-
Do from primary government	-	-	679,500	-	-	-	-	-
Total assets	\$ (1,108)	\$ (2,959)	\$ 2,486,647	\$ 8,401	\$ 58,175	\$ 120,417	\$ 73,274	\$ 30,208,385
LIABILITIES								
Deposits held in trust for others	\$ (1,108)	\$ (2,959)	\$ 2,486,647	\$ 8,401	\$ 58,175	\$ 120,417	\$ 73,274	\$ 4,371,497
Future taxes collectable	-	-	-	-	-	-	-	25,836,888
Total liabilities	\$ (1,108)	\$ (2,959)	\$ 2,486,647	\$ 8,401	\$ 58,175	\$ 120,417	\$ 73,274	\$ 30,208,385

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

COUNTY OF BERNALILLO, NEW MEXICO
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 June 30, 2008

	Treasurer Funds							Total Agency Fund	
	NSF Applies	Claim for Refund	Trust and Escrow	Total Treasurer	Court Services Fund	County Sheriff	Special Assessment District 83-1		Special Assessment District 83-1B
ASSETS									
Cash and investments	\$ 3,291	\$ 1,535,455	\$ 2,859	\$ 7,976,147	\$ 5,750	\$ 534,365	\$ 278,637	\$ 230,313	9,025,212
Receivables:									
Property taxes	-	-	-	25,836,888	-	-	-	1,680,000	27,516,888
Other	-	-	-	302	-	-	516,312	-	516,614
Due from primary government	-	-	-	679,500	-	-	-	-	679,500
Total assets	\$ 3,291	\$ 1,535,455	\$ 2,859	\$ 34,492,837	\$ 5,750	\$ 534,365	\$ 794,949	\$ 1,910,313	\$ 37,738,214
LIABILITIES									
Deposits held in trust for others	\$ 3,291	\$ 1,535,455	\$ 2,859	\$ 8,655,949	\$ 5,750	\$ 534,365	\$ 794,949	\$ 230,313	\$ 10,221,326
Future taxes collectable	-	-	-	25,836,888	-	-	-	1,680,000	27,516,888
Total liabilities	\$ 3,291	\$ 1,535,455	\$ 2,859	\$ 34,492,837	\$ 5,750	\$ 534,365	\$ 794,949	\$ 1,910,313	\$ 37,738,214

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.

Bernalillo County Housing Authority. To account 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, 2008

	Business-type Activities Enterprise Funds					Totals
	Solid Waste	Bernalillo County Housing Authority	Seybold Village Handicapped Project	Regional Juvenile Detention Center	El Centro Familiar	
ASSETS						
Current assets:						
Cash and investments	\$ -	\$ 1,569,595	\$ 234,336	\$ -	\$ 678,535	\$ 2,482,466
Accounts receivable, net	420,945	313,463	23,911	623,946	2,219	1,384,484
Accrued interest receivable	-	-	-	-	395	395
Due from other funds	-	458,335	-	-	-	458,335
Total current assets	420,945	2,341,393	258,247	623,946	681,149	4,325,680
Noncurrent assets:						
Capital assets:						
Land	34,000	363,092	205,500	-	36,852	639,444
Buildings	681,791	1,737,824	1,996,972	-	2,556,175	6,972,762
Equipment, machinery, and furniture	1,605,685	301,114	1,293	-	5,130	1,913,222
Less accumulated depreciation	(1,512,459)	(634,554)	(966,004)	-	(878,405)	(3,991,422)
Total noncurrent assets	809,017	1,767,476	1,237,761	-	1,719,752	5,534,006
Total assets	\$ 1,229,962	\$ 4,108,869	\$ 1,496,008	\$ 623,946	\$ 2,400,901	\$ 9,859,686
LIABILITIES						
Current liabilities:						
Accounts payable and other current liabilities	\$ 30,753	\$ 70,618	\$ 7,229	\$ 95,166	\$ 4,522	\$ 208,288
Interest payable	-	5,839	-	-	-	5,839
Compensated absences	3,670	4,908	71	1,566	184	10,399
Accrued payroll	17,532	11,313	806	28,957	2,068	60,676
Due to other funds	75,828	235,438	170,005	468,662	263,426	1,213,359
Unearned revenue	454,993	-	295	-	1,271	456,559
Note payable	-	11,581	-	-	-	11,581
Revenue bonds payable	-	-	-	-	45,000	45,000
Total current liabilities	582,776	339,697	178,406	594,351	316,471	2,011,701
Noncurrent liabilities:						
Compensated absences	69,730	93,261	1,357	29,763	3,488	197,599
Deposits held in trust for others	-	16,826	-	8,329	9,796	34,951
Advance from other funds	29,062	-	-	-	-	29,062
Note payable	-	983,094	-	-	-	983,094
Revenue bonds payable	-	-	-	-	1,655,000	1,655,000
Total noncurrent liabilities	98,792	1,093,181	1,357	38,092	1,668,284	2,899,706
Total liabilities	681,568	1,432,878	179,763	632,443	1,984,755	4,911,407
NET ASSETS						
Invested in capital assets, net of related debt	809,017	772,801	1,237,760	-	19,752	2,839,330
Unrestricted (deficit)	(260,623)	1,903,190	78,485	(8,497)	396,394	2,108,949
Total net assets	\$ 548,394	\$ 2,675,991	\$ 1,316,245	\$ (8,497)	\$ 416,146	\$ 4,948,279

The Notes to 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, 2008

	Business-type Activities Enterprise Funds					Totals
	Solid Waste	Bernalillo County Housing Authority	Seybold Village Handicapped Project	Regional Juvenile Detention Center	El Centro Familiar	
Operating revenues:						
Administrative and service fees	\$ 4,373,905	\$ 537,282	\$ -	\$ 859,131	\$ -	\$ 5,770,318
Rental income						
Tenants	-	-	41,392	-	170,909	212,301
Other income	187,190	195,677	-	-	1,028	383,895
Total operating revenues	<u>4,561,095</u>	<u>732,959</u>	<u>41,392</u>	<u>859,131</u>	<u>171,937</u>	<u>6,366,514</u>
Operating expenses:						
Salaries and wages	631,555	558,457	28,716	769,976	35,295	2,023,999
Contractual services	3,637,167	10,625	43,143	71,115	23,168	3,785,218
Materials and supplies	358,854	1,068	-	-	9,955	369,877
Other services and charges	81,387	100,389	103,507	82,735	166,105	534,123
Landfill expenses	33,443	-	-	-	-	33,443
Depreciation	168,012	106,181	59,661	-	89,857	423,711
Total operating expenses	<u>4,910,418</u>	<u>776,720</u>	<u>235,027</u>	<u>923,826</u>	<u>324,380</u>	<u>7,170,371</u>
Operating income (loss)	<u>(349,323)</u>	<u>(43,761)</u>	<u>(193,635)</u>	<u>(64,695)</u>	<u>(152,443)</u>	<u>(803,857)</u>
Non-operating revenues (expenses):						
Interest income	-	56,102	6,968	-	20,809	83,879
Interest expense	-	(83,933)	-	-	(101,790)	(185,723)
Grants	165,001	395,128	95,399	-	153,239	808,767
County contributions	-	123,696	-	-	-	123,696
Total nonoperating revenue	<u>165,001</u>	<u>490,993</u>	<u>102,367</u>	<u>-</u>	<u>72,258</u>	<u>830,619</u>
Income (loss) before contributions	<u>(184,322)</u>	<u>447,232</u>	<u>(91,268)</u>	<u>(64,695)</u>	<u>(80,185)</u>	<u>26,762</u>
Transfers in	<u>384,894</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>384,894</u>
Change in net assets	<u>200,572</u>	<u>447,232</u>	<u>(91,268)</u>	<u>(64,695)</u>	<u>(80,185)</u>	<u>411,656</u>
Total net assets - beginning	347,822	2,228,759	1,407,513	56,198	496,331	4,536,623
Total net assets (deficit) - ending	<u>\$ 548,394</u>	<u>\$ 2,675,991</u>	<u>\$ 1,316,245</u>	<u>\$ (8,497)</u>	<u>\$ 416,146</u>	<u>\$ 4,948,279</u>

The Notes to 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, 2008**

	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	\$ 4,904,422	\$ 530,580	\$ -	\$ 716,553	\$ -	\$ 6,151,555
Receipts from rents	-	-	26,217	-	170,909	197,126
Receipts from other funds for goods and services	-	231,018	121,854	-	159,525	512,397
Payments to employees for services	(442,625)	(350,806)	(25,486)	(554,522)	(38,500)	(1,411,939)
Payments to vendors for goods and services	(4,498,346)	(288,946)	(152,589)	(162,031)	(196,704)	(5,298,616)
Payments to other funds for goods and services	(402,845)	(496,323)	-	-	-	(899,168)
Miscellaneous cash received	-	3,176	-	-	-	3,176
Miscellaneous cash paid	-	-	-	-	(418)	(418)
Net cash provided (used) by operating activities	(439,394)	(371,301)	(30,004)	-	94,812	(745,887)
Cash flows from noncapital financing activities:						
Operating grants/subsidies received	-	-	95,399	-	153,239	248,638
Contributions from other funds	165,001	-	-	-	-	165,001
Contributions to other funds	(104,299)	-	-	-	-	(104,299)
Transfers in from other funds	384,894	-	-	-	-	384,894
Net cash provided by noncapital financing activities	445,596	-	95,399	-	153,239	694,234
Cash flows from capital and related financing activities:						
Principal paid on bond maturities	-	-	-	-	(40,000)	(40,000)
Mortgage proceeds	-	226,000	-	-	-	226,000
Mortgage paid	-	(388,976)	-	-	-	(388,976)
Interest paid	-	(78,139)	-	-	(101,790)	(179,929)
Disposal of capital assets	-	390,641	14,797	-	-	405,438
Acquisition of capital assets	(6,202)	(262,946)	-	-	-	(269,148)
Capital grants received	-	518,824	-	-	-	518,824
Net cash provided (used) by capital and related financing activities	(6,202)	405,404	14,797	-	(141,790)	272,209
Cash flows from investing activities:						
Interest received on investments	-	56,102	6,969	-	20,590	83,661
Net cash provided by investing activities	-	56,102	6,969	-	20,590	83,661
Net increase (decrease) in cash and cash equivalents	-	90,205	87,161	-	126,851	304,217
Cash and cash equivalents, beginning of year	-	1,479,390	147,175	-	551,684	2,178,249
Cash and cash equivalents, end of year	\$ -	\$ 1,569,595	\$ 234,336	\$ -	\$ 678,535	\$ 2,482,466
Reconciliation of operating income (loss) to net cash flows provided/used by operating activities:						
Operating income (loss)	\$ (349,323)	\$ (43,761)	\$ (193,635)	\$ (64,695)	\$ (152,443)	\$ (803,857)
Adjustments to reconcile net income to net cash flows:						
Depreciation	168,012	106,181	59,661	-	89,857	423,711
(Increase) decrease in:						
Accounts receivable	(180,585)	(186,509)	(14,559)	(281,273)	(2,177)	(665,103)
Allowance for uncollectable accounts	528,178	-	-	-	-	528,178
Due from other funds	-	145,394	31,618	-	-	177,012
Deposits held in trust	-	3,176	-	608	-	3,784
Increase (decrease) in:						
Deferred revenue	(4,266)	(15,871)	(470)	-	131	(20,476)
Accounts payable	(209,560)	(5,747)	(1,314)	25,073	2,044	(189,504)
Due to other funds	(402,845)	(410,698)	90,237	320,145	159,525	(243,636)
Tenants payable	830	-	(146)	-	601	1,285
Accrued compensated absences	10,165	36,534	(1,396)	142	(2,726)	42,719
Net cash flows used by operating activities	\$ (439,394)	\$ (371,301)	\$ (30,004)	\$ -	\$ 94,812	\$ (745,887)
Noncash investing, capital, and financing activities:						
Land and building	-	1,013,600	-	-	-	1,013,600
Machinery and equipment transfers	-	42,948	-	-	-	42,948

The Notes to 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, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Customer billings	\$ 4,200,505	\$ 4,200,505	\$ 3,866,282	\$ (334,223)
Transfer station fees	380,000	380,000	329,228	(50,772)
Miscellaneous	330,240	330,240	352,190	21,950
Total Revenues	<u>4,910,745</u>	<u>4,910,745</u>	<u>4,547,700</u>	<u>(363,045)</u>
Other financing sources				
Contributed capital	<u>384,894</u>	<u>384,894</u>	<u>384,894</u>	<u>-</u>
Total revenues and other financing sources	<u>5,295,639</u>	<u>5,295,639</u>	<u>4,932,594</u>	<u>(363,045)</u>
Prior year cash balance budget	<u>4,096</u>	<u>4,096</u>		
Total budget	<u>5,299,735</u>	<u>5,299,735</u>		
Expenses:				
Operating expenses	<u>5,299,735</u>	<u>5,299,735</u>	<u>5,106,583</u>	<u>193,152</u>
Deficiency of revenues and other financing sources over expenses			<u>\$ (173,989)</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, 2008

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Fees for services	\$ 1,069,768	\$ 1,069,768	\$ 716,553	\$ (353,215)
Prior year carryover	12,294	12,294		
Total Revenues	<u>1,082,062</u>	<u>1,082,062</u>		
Expenses:				
Public works				
Operating expenses	1,069,768	1,069,768	918,817	150,951
Prior year carryover	12,294	12,294	12,294	-
Total expenses	<u>1,082,062</u>	<u>1,082,062</u>	<u>931,111</u>	<u>150,951</u>
Deficiency of revenues over expenses			<u>\$ (214,558)</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, 2008

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Fees for services	\$ 6,440,720	\$ 6,440,720	\$ 5,532,150	\$ (908,570)
Prior year cash balance budget	774,494	774,494		
Total budget	<u>7,215,214</u>	<u>7,215,214</u>		
Expenses:				
Operating expenses	6,440,720	6,440,720	5,424,033	1,016,687
Prior year carryover	774,494	774,494	108,117	666,377
Total expenses	<u>7,215,214</u>	<u>7,215,214</u>	<u>5,532,150</u>	<u>1,683,064</u>
Excess of revenues over expenses			<u>\$ -</u>	

COUNTY OF BERNALILLO, NEW MEXICO
 FINANCIAL DATA SCHEDULE - AS REQUIRED BY HUD
 YEAR ENDED JUNE 30, 2008

Financial Data Schedule - Balance Sheet

Line Item No.	Account Description	Total AMPs	Housing Choice Vouchers	Disaster Vouchers	N/C S/R Section 8	State/Local	Business Activity	Total
111	Cash-unrestricted	\$ 209,437	\$ 2,000,492		\$ 387,044		\$ 1,454,328	\$ 4,051,300
115	Cash - Restricted for payment of current liability	\$ -	\$ 196,350					\$ 196,350
100	Total Cash	\$ 209,437	\$ 2,196,842	\$ -	\$ 387,044	\$ -	\$ 1,454,328	\$ 4,247,650
122	Accounts receivable - HUD other projects	\$ 17,489						\$ 17,489
125	Account receivable - miscellaneous	\$ -				\$ 14,972	\$ 20,775	\$ 35,747
126	Accounts receivable - tenants	\$ 6,422			\$ 2,219			\$ 8,641
128	Fraud recovery	\$ -	\$ 147,496					\$ 147,496
128.1	Allowance for doubtful accounts - fraud	\$ -	\$ (147,496)					\$ (147,496)
129	Accrued interest receivable	\$ -			\$ 395			\$ 395
120	Total receivables, net of allowance for doubtful accounts	\$ 41,400	\$ 6,278	\$ -	\$ 2,614	\$ 14,972	\$ 20,775	\$ 86,039
131	Investments - unrestricted	\$ 24,899					\$ 115,267	\$ 140,166
132	Investments - restricted	\$ -			\$ 291,492			\$ 291,492
144	Inter program - due from	\$ -	\$ 210,534	\$ 5,911		\$ 2,135	\$ 508,028	\$ 726,609
150	Total Current Assets	\$ 258,247	\$ 2,413,654	\$ 5,911	\$ 681,150	\$ 17,107	\$ 2,098,398	\$ 5,474,468
161	Land	\$ 205,500			\$ 36,852		\$ 363,092	\$ 605,444
162	Buildings	\$ 1,996,972			\$ 2,556,175		\$ 1,737,824	\$ 6,290,972
163	Furniture, equipment and machinery - dwellings	\$ 1,293			\$ 5,130			\$ 6,423
164	Furniture, equipment and machinery - administration	\$ -					\$ 301,114	\$ 301,114
166	Accumulated depreciation	\$ (966,005)			\$ (878,405)		\$ (634,554)	\$ (2,478,964)
160	Total capital assets, net of accumulated depreciation	\$ 1,237,761	\$ -	\$ -	\$ 1,719,752	\$ -	\$ 1,767,476	\$ 4,724,989
174	Other assets	\$ -				\$ -	\$ 277,716	\$ 277,716
180	Total Non-current Assets	\$ 1,237,761	\$ -	\$ -	\$ 1,719,752	\$ -	\$ 2,045,192	\$ 5,002,704
190	Total Assets	\$ 1,496,008	\$ 2,413,654	\$ 5,911	\$ 2,400,901	\$ 17,107	\$ 4,143,590	\$ 10,477,172
312	Accounts payable <= 90 days	\$ 3,174			\$ 4,523		\$ 5,217	\$ 12,914
313	Accounts payable > 90 days past due	\$ -						\$ -
321	Accrued wage/payroll taxes payable	\$ 806	\$ 16,098		\$ 2,068		\$ 11,313	\$ 30,285
322	Accrued compensated absences - current portion	\$ 71	\$ 2,126		\$ 184		\$ 2,782	\$ 5,164
333	Accounts payable - other government	\$ -					\$ 65,400	\$ 65,400
341	Tenant security deposits	\$ 4,055			\$ 9,796		\$ 16,826	\$ 30,677
342	Deferred revenue	\$ 295			\$ 1,271			\$ 1,566
343	Current portion of long-term debt - capital projects/mortgage revenue bonds	\$ -			\$ 45,000		\$ 11,582	\$ 56,582
345	Other current liabilities	\$ -	\$ 195,852					\$ 195,852
347	Inter program - due to	\$ 170,005	\$ 5,911		\$ 263,426	\$ 49,693	\$ 237,573	\$ 726,609
310	Total Current Liabilities	\$ 178,406	\$ 219,987	\$ -	\$ 326,268	\$ 49,693	\$ 356,532	\$ 1,130,887
351	Capital Projects/ Mortgage Revenue Bonds	\$ -			\$ 1,655,000		\$ 983,094	\$ 2,638,094
354	Accrued compensated absences- Non-current	\$ 1,357	\$ 40,394		\$ 3,488		\$ 52,867	\$ 98,106
350	Total Non-current liabilities	\$ 1,357	\$ 40,394	\$ -	\$ 1,658,488	\$ -	\$ 1,035,961	\$ 2,736,200
300	Total Liabilities	\$ 179,764	\$ 260,381	\$ -	\$ 1,984,756	\$ 49,693	\$ 1,392,493	\$ 3,867,087
508.1	Invested in capital assets, net of related debt	\$ 1,237,761			\$ 19,752			\$ 1,257,513
511.1	Restricted Net Assets							
512.1	Unrestricted Net Assets		\$ 2,153,273	\$ 5,911	\$ 396,393	\$ (32,586)	\$ 2,751,097	
513	Total Equity/Net Assets	\$ 1,316,244	\$ 2,153,273	\$ 5,911	\$ 416,145	\$ (32,586)	\$ 2,751,097	\$ 6,610,085
600	Total Liabilities and Equity/Net assets	\$ 1,496,008	\$ 2,413,654	\$ 5,911	\$ 2,400,901	\$ 17,107	\$ 4,143,590	\$ 10,477,172

COUNTY OF BERNALILLO, NEW MEXICO
 FINANCIAL DATA SCHEDULE - AS REQUIRED BY HUD
 YEAR ENDED JUNE 30, 2008

Financial Data Schedule - Revenue and Expenditures

Line Item No.	Account Description	Total AMPs	Housing Choice Vouchers	Disaster Vouchers	N/C S/R Section 8	State/Local	Business Activity	Total
70300	Net tenant rental revenue	\$ 39,426			\$ 170,323		\$ 94,809	\$ 304,559
70400	Tenant revenue - other	\$ 1,966			\$ 585			\$ 2,551
70500	Total Tenant Revenue	\$ 41,392	\$ -	\$ -	\$ 170,909	\$ -	\$ 94,809	\$ 307,110
70600	HUD PHA operating grants	\$ 95,399	\$ 13,717,403	\$ 36,126	\$ 153,239			\$ 14,002,167
70800	Other government grants	\$ -	\$ 45,141				\$ 123,696	\$ 168,837
71100	Investment income - unrestricted	\$ 6,968	\$ 71,511	\$ -	\$ 20,809		\$ 56,102	\$ 155,390
71400	Fraud recovery	\$ -	\$ 36,849	\$ -	\$ -			\$ 36,849
71500	Other revenue	\$ -	\$ 248,799		\$ 1,027	\$ 499,684	\$ 10,338	\$ 759,847
71600	Gain or loss on sale of capital assets	\$ -					\$ (14,026)	\$ (14,026)
70000	Total Revenue	\$ 143,759	\$ 14,119,703	\$ 36,126	\$ 345,984	\$ 499,684	\$ 270,919	\$ 15,416,174
91100	Administrative salaries	\$ 6,489	\$ 410,120	\$ 3,286	\$ 16,681		\$ 392,650	\$ 829,226
91200	Auditing fees	\$ 123	\$ 11,929		\$ 315			\$ 12,367
91400	Advertising and Marketing	\$ -			\$ 2,423		\$ 64	\$ 2,487
91500	Employee benefit contributions - administrative	\$ 2,194	\$ 188,649		\$ 7,019		\$ 129,274	\$ 327,136
91600	Office Expenses	\$ 2,464	\$ 112,990		\$ 7,838	\$ 858	\$ 35,466	\$ 159,616
91700	Legal Expense	\$ -			\$ 134		\$ 4,335	\$ 4,469
91900	Other	\$ 497	\$ 197		\$ 1,763	\$ 64	\$ 810	\$ 3,331
91000	Total Operating-Administrative	\$ 69,694	\$ 1,087,678	\$ 3,286	\$ 95,733	\$ 56,923	\$ 25,317	\$ 1,338,632
92100	Tenant services - salaries	\$ -	\$ 70,853					\$ 70,853
92300	Employee benefit contributions - tenant services	\$ -	\$ 30,861					\$ 30,861
92400	Tenant services - other	\$ -	\$ 12,651				\$ 1,318	\$ 13,969
92500	Total Tenant Services	\$ -	\$ 114,366	\$ -	\$ -	\$ -	\$ 1,318	\$ 115,683
93100	Water	\$ 9,232			\$ 12,363			\$ 21,595
93200	Electricity	\$ 1,905			\$ 13,382			\$ 15,287
93300	Gas	\$ 414			\$ 10,702			\$ 11,116
93000	Total Utilities	\$ 11,551	\$ -	\$ -	\$ 36,447	\$ -	\$ -	\$ 47,998
94100	Ordinary maintenance and operations - labor	\$ 15,413			\$ 39,957			\$ 55,371
94200	Ordinary maintenance and operations - materials and other	\$ 7,981	\$ 833		\$ 9,955		\$ 365	\$ 19,134
94300	Ordinary Maintenance and Operations Contracts	\$ 40,434	\$ -	\$ -	\$ 18,116	\$ -	\$ 383	\$ 58,933
94500	Employee benefit contribution - ordinary maintenance	\$ 6,016			\$ 14,322			\$ 20,337
94000	Total Maintenance	\$ 69,844	\$ 833	\$ -	\$ 82,350	\$ -	\$ 748	\$ 153,775
95200	Protective services - other contract costs	\$ 705			\$ 5,052			\$ 5,758
95300	Protective services - other	\$ 2,004			\$ 516			\$ 2,519
95000	Total Protective Services	\$ 2,709	\$ -	\$ -	\$ 5,568	\$ -	\$ -	\$ 8,277
96110	Property Insurance	\$ 4,566			\$ 8,887		\$ 7,530	\$ 20,983
96140	All other Insurance	\$ 293	\$ 4,800		\$ 753		\$ 16,587	\$ 22,434
96100	Total insurance Premiums	\$ 4,859	\$ 4,800	\$ -	\$ 9,640	\$ -	\$ 24,118	\$ 43,417
96200	Other general expenses	\$ 14,797			\$ 2,975	\$ 475,347	\$ (487,047)	\$ 6,072
96210	Compensated absences	\$ (1,396)	\$ (19,116)		\$ (2,726)		\$ 55,650	\$ 32,411
96400	Bad debt - tenant rents	\$ 3,308			\$ 4,536			\$ 7,843
96000	Total Other General Expenses	\$ 16,708	\$ (19,116)	\$ -	\$ 4,785	\$ 475,347	\$ (431,398)	\$ 46,326
96710	Interest of Mortgage (or Bonds) Payable	\$ -			\$ 101,790		\$ 83,933	\$ 185,723
96700	Interest expense and Amortization cost	\$ -	\$ -	\$ -	\$ 101,790	\$ -	\$ 83,933	\$ 185,723
97000	Excess Revenue Over Operating Expenses	\$ (31,607)	\$ 12,931,142	\$ 32,840	\$ 9,671	\$ (32,586)	\$ 566,883	\$ 13,476,343
97300	Housing assistance payments	\$ -	\$ 10,864,433	\$ 26,929	\$ -			\$ 10,891,362
97400	Depreciation expense	\$ 59,662			\$ 89,857		\$ 106,181	\$ 255,700
90000	Total Expenses	\$ 235,028	\$ 12,052,995	\$ 30,215	\$ 426,169	\$ 532,270	\$ (189,783)	\$ 13,086,894
10000	Excess (Deficiency) of Revenue Over (Under) Expenses	\$ (91,269)	\$ 2,066,708	\$ 5,911	\$ (80,186)	\$ (32,586)	\$ 460,702	\$ 2,329,280
11030	Beginning equity	\$ 1,407,513	\$ 86,565	\$ -	\$ 496,331	\$ -	\$ 2,290,395	\$ 4,280,804
11170	Administrative Fee Equity		\$ 668,123	\$ -	\$ -			\$ 668,123
11180	Housing Assistance Payments		\$ 1,485,150	\$ 5,911	\$ -			\$ 1,491,061
11190	Unit Months Available	\$ 252	\$ 24,261	\$ 54	\$ 648		\$ 108	\$ 25,323
11210	Unit Months Leased	\$ 248	\$ 19,949	\$ 54	\$ 632		\$ 108	\$ 20,991
11270	Excess Cash	\$ (38,853)						\$ (38,853)

COUNTY OF BERNALILLO, NEW MEXICO
 SCHEDULE OF BANK ACCOUNTS
 YEAR ENDED JUNE 30, 2008

Financial Institution: Account name	Type of Account	Bank Balance	(Checks) Deposits	Book Balance
Wells Fargo Bank				
Treasurer	Checking	\$ 46,688,020	\$ (572,455)	\$ 46,115,565
General	Checking	123,093	-	123,093
Housing Authority Accounts:				
Management	Checking	-	214,833	214,833
Management	Savings	10	861,324	861,334
Management	Savings	-	348,888	348,888
Management		-	29,024	29,024
Seybold Village - 21 Unit Low Rent	Checking	-	185,554	185,554
Seybold Village - 21 Unit Low Rent	Savings	-	23,882	23,882
Section 8 Voucher Program	Checking	84	1,913,557	1,913,641
Section 8 Voucher Program	Savings	-	86,850	86,850
Section 8 Voucher Program	Escrow	-	196,350	196,350
Centro Familiar Trust	Checking	-	8,544	8,544
Centro Familiar	Checking	-	303,078	303,078
Centro Familiar	Savings	-	75,028	75,028
Centro Familiar	Investment	291,492	-	291,492
Sheriff's Accounts:				
Evidence Fund	Checking	534,365	-	534,365
Investigative Fund	Checking	14,193	-	14,193
Federal Narcotics	Checking	644,790	(12,400)	632,390
Total bank and book balance		48,288,046	3,662,057	51,958,104
New Mexico Bank and Trust				
Certificate of Deposit	Investment	5,000,000	-	5,000,000
Certificate of Deposit	Investment	10,000,000	-	10,000,000
State Employees Credit Union				
Certificate of Deposit	Investment	100,000	-	100,000
Sunrise Bank of Albuquerque				
Certificate of Deposit	Investment	3,000,000	-	3,000,000
Union Savings Bank				
Certificate of Deposit	Investment	2,000,000	-	2,000,000
Wells Fargo				
Certificate of Deposit	Investment	30,000,000	-	30,000,000
Certificate of Deposit	Investment	50,000,000	-	50,000,000
Savings	Investment	51,266	-	51,266
State of New Mexico				
Local Government Investment Pool	Investment	63,106	-	63,106
Bayerische Landsbank 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	5,438,448	-	5,438,448
Flex Repo - Reserve	Investment	4,615,582	-	4,615,582
Bank of NY (Coastal Securities):				
Fannie Mae	Investment	1,826,014	-	1,826,014
Fannie Mae	Investment	878,535	-	878,535
Federal Home Loan Bank	Investment	5,012,778	-	5,012,778
Jefferies & Co., Inc. Wells Fargo Trust				
Fannie Mae	Investment	5,007,771	-	5,007,771
Fannie Mae	Investment	4,932,500	-	4,932,500
Federal Farm Credit Agency	Investment	4,991,250	-	4,991,250
Federal Farm Credit Agency	Investment	4,539,350	-	4,539,350
Federal Farm Credit Agency	Investment	4,990,000	-	4,990,000
Federal Farm Credit Agency	Investment	4,968,547	-	4,968,547
Federal Home Loan Bank	Investment	4,999,750	-	4,999,750
Federal Home Loan Bank	Investment	5,000,000	-	5,000,000
Freddie Mac	Investment	5,000,000	-	5,000,000
Freddie Mac	Investment	4,988,000	-	4,988,000
PJM Chase (Brookstreet):				
Federal Home Loan Bank	Investment	5,000,000	-	5,000,000
LF Rothchild				
Fannie Mae	Investment	5,059,729	-	5,059,729
Federal Farm Credit Agency	Investment	4,993,875	-	4,993,875
Federal Home Loan Bank	Investment	4,999,750	-	4,999,750
Federal Home Loan Bank	Investment	5,000,000	-	5,000,000
Freddie Mac	Investment	6,085,433	-	6,085,433
Freddie Mac	Investment	4,989,063	-	4,989,063
Multi-bank Securities, Inc. (Wells Fargo Trust)				
Federal Home Loan Bank	Investment	3,115,000	-	3,115,000
Freddie Mac	Investment	4,999,750	-	4,999,750
Mutual Securities, Inc.				
Fannie Mae	Investment	4,995,000	-	4,995,000
Fannie Mae	Investment	4,982,813	-	4,982,813
Fannie Mae	Investment	5,966,740	-	5,966,740
Federal Home Loan Bank	Investment	5,000,000	-	5,000,000
Federal Home Loan Bank	Investment	4,987,500	-	4,987,500
Freddie Mac	Investment	5,000,000	-	5,000,000
Reymond James & Assoc., Inc.				
Federal Home Loan Bank	Investment	1,998,009	-	1,998,009
Federal Home Loan Bank	Investment	4,998,750	-	4,998,750
Freddie Mac	Investment	5,000,000	-	5,000,000
Freddie Mac	Investment	1,887,500	-	1,887,500
Freddie Mac	Investment	2,500,000	-	2,500,000
UBS Financial Services:				
Federal Home Loan Bank	Investment	10,000,000	-	10,000,000
Viking Sparks				
Fannie Mae	Investment	5,035,833	-	5,035,833
Wells Fargo Bank:				
Federal Farm Credit Agency	Investment	999,375	-	999,375
Federal Home Loan Bank	Investment	2,991,563	-	2,991,563
Freddie Mac	Investment	1,006,880	-	1,006,880
Total Investments				285,721,507
Petty Cash on Hand				1,665
Total cash and investments per Note IVA				\$ 337,681,276

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
JUNE 30, 2008**

<u>Wells Fargo</u>	<u>Cusip No.</u>	<u>Maturity Date</u>	
Checking Accounts			\$ 20,755,575
Savings Accounts-Construction Funds			1,894,194
Certificates of Deposit			-
Less FDIC Coverage			<u>(200,000)</u>
Uninsured balance			<u>22,449,769</u>
Collateral requirement at 50%			<u>11,224,884</u>
Collateral held at Wells Fargo Bank Northwest, Ogden, Utah:			
FGIOH0	3128MS7G9	06/01/37	(20,253,683)
FNIONP	31371MVU8	07/01/36	(5,433,840)
FNCL	31371NEW1	06/01/37	(9,815,642)
FNCL	31408GBH9	01/01/36	(8,387,312)
FNCL	31409AJ59	02/01/36	(10,057,719)
FNCL	31409DUS0	04/01/36	(7,610,915)
FNCL	31409JKD1	06/01/36	(10,590,046)
FNCL	31409JP38	06/01/36	(2,812,235)
FNCL	31410CLX8	06/01/36	(3,481,456)
FNCL	31410MHS2	04/01/36	(17,414,280)
FNCL	31410SA98	05/01/36	(2,167,592)
FNCL	31411AUH6	11/01/36	(310,852)
FNCL	31409T2Y3	02/01/36	(29,605)
FNCL	31413KL90	10/01/37	(1,991,922)
FNCL	31409T2Y3	02/01/36	(8,715)
FNCL	31409W2Q3	04/01/36	(337,699)
FNCL	31407YCZ0	12/01/35	(190,704)
FNCL	31415CL54	05/01/38	(13,923,735)
FNCL	31415B4K2	05/01/38	(1,576,380)
FNCL	31409T2Y3	02/01/36	(14,194)
FNCL	31413QE46	02/01/38	(644,790)
FGLMC	3128M4Z22	08/01/37	(88,588)
FNCL	31408H2P9	04/01/36	(76,529)
FNCL	31414JC92	02/01/38	(878,551)
FNCL	31411S6C5	04/01/37	(355,866)
FNCL	31409T2Y3	02/01/36	(24,361)
FNCL	31414KXN5	01/01/38	<u>(200,277)</u>
			<u>(118,677,489)</u>
Uninsured and uncollateralized balance			<u>\$ -</u>

<u>Wells Fargo Trust</u>		
Money Market Account*		\$ 31,308,423
* Wells Fargo Trust Money Market Governmental MM Fund - Institutional carries the explicit guarantee of the US Government.		

<u>State Employees Credit Union</u>	<u>Cusip No.</u>	<u>Maturity Date</u>	
Certificate of Deposit			\$ 100,000
Less FDIC insurance			<u>(100,000)</u>
Uninsured balance			<u>\$ -</u>

COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
JUNE 30, 2008

New Mexico Bank & Trust

Certificate of Deposit			\$ 5,000,000
Certificate of Deposit			10,000,000
Less FDIC insurance			(100,000)
Uninsured balance			<u>14,900,000</u>
Collateralized requirement at 50%			<u>7,450,000</u>
Collateral held at Commerce Bank, St. Louis, MO:			
FHLB	3133MGYH3	08/15/11	(1,582,335)
FHLB	3133X3YY3	02/13/09	(2,509,600)
FNMA	31411AVX0	11/01/36	(2,717,372)
FNMA	31393EMY3	03/25/17	(995,280)
			<u>(7,804,587)</u>
Uninsured balance			\$ <u>7,095,413</u>
Uncollateralized balance			\$ <u>-</u>

Union Savings Bank

Certificate of Deposit			\$ 2,000,000
Less FDIC insurance			(100,000)
Uninsured balance			<u>1,900,000</u>
Collateralized requirement at 50%			<u>950,000</u>
Collateral held at Federal Home Loan Bank of Dallas, Irving, TX:			
FHLB	31374TJ59	07/01/27	(79,664)
FHLB	3128PEKB3	07/01/16	(566,364)
FHLB	312968BN9	05/01/19	(691,954)
FHLB	31384VSS2	02/01/30	(169,917)
FHLB	31365GK31	08/01/20	(53,798)
FHLB	36225C2Y1	12/20/33	(412,592)
FHLB	31367UY74	11/01/17	(157,374)
			<u>(2,131,663)</u>
Uninsured and uncollateralized balance			\$ <u>-</u>

Wells Fargo Bank

Certificate of Deposit			\$ 50,000,000
Certificate of Deposit			30,000,000
Less FDIC insurance			(100,000)
Uninsured balance			<u>79,900,000</u>
Collateralized requirement at 50%			<u>39,950,000</u>
Collateral held at Wells Fargo Bank, California:			
FGIOHO	3128MS7G9	06/01/37	(20,253,683)
FNIONP	31371MVU8	07/01/36	(5,433,840)
FNCL	31371NEW1	06/01/37	(9,815,642)
FNCL	31408GBH9	01/01/36	(8,387,312)
FNCL	31409AJ59	02/01/36	(10,057,719)
FNCL	31409DUS0	04/01/36	(7,610,915)
FNCL	31409JKD1	06/01/36	(10,590,046)
FNCL	31409JP38	06/01/36	(2,812,235)
FNCL	31410CLX8	06/01/36	(3,481,456)
FNCL	31410MHS1	04/01/36	(17,414,280)
FNCL	31410SA98	05/01/36	(2,167,592)
			<u>(98,024,720)</u>
Uninsured and uncollateralized balance			\$ <u>-</u>

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF PLEDGED COLLATERAL
JUNE 30, 2008**

Sunrise Bank of Albuquerque

Certificate of Deposit			\$	3,000,000
Less FDIC insurance				(100,000)
Uninsured balance				<u>2,900,000</u>
Collateralized requirement at 100%				<u>2,900,000</u>
Collateral held at Federal Home Loan Bank of Dallas:				
	<u>Letter of Credit #</u>			
Federal Home Loan Bank of Dallas	4572004695	10/27/08		(3,000,000)
				<u>(3,000,000)</u>

Uninsured and uncollateralized balance \$ -

Bayerische Hypo- und Vereinsbank AG

Cusip No.

Maturity Date

Repurchase Agreement			\$	4,933,749
Uninsured balance				<u>4,933,749</u>
Collateral requirement at 102%				<u>5,032,424</u>
Collateral held at Bank of New York, New York, NY:				
BILL	912795F30	07/03/08		(5,000)
8 1/8 Bond 19	912810ED6	08/15/19		(5,054,767)
				<u>(5,059,766)</u>

Uninsured and uncollateralized balance \$ -

Westdeutshce Landsbank Girozentrale

Repurchase Agreement			\$	4,615,582
Repurchase Agreement				<u>5,438,448</u>
Uninsured balance				<u>10,054,030</u>
Collateral requirement at 102%				<u>10,255,111</u>
Collateral held at Well Fargo Bank, Minneapolis, MN:				
Natl Archives Fac TR	63252FAA7	09/01/19		(6,929,673)
US Treasury Bond	912810PW2	02/15/38		(48,114)
US Treasury Bond	912810DW5	05/15/16		(408,637)
US Treasury Bond	912810DX3	11/15/16		(3,030,702)
				<u>(10,417,126)</u>

Uninsured and uncollateralized balance \$ -

Bayerische Landsbank Girozentrale

Repurchase Agreement			\$	1,693,500
Uninsured balance				<u>1,693,500</u>
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		(1,909,372)
				<u>(1,909,372)</u>

Uninsured and uncollateralized balance \$ -

Total uninsured balance \$ 7,095,413
Total uncollateralized balance \$ -

**COUNTY OF BERNALILLO, NEW MEXICO
TAX ROLL RECONCILIATION
JUNE 30, 2008**

Property tax receivable, beginning of year	\$	32,605,813
Changes to Tax Roll:		
Net taxes charged to treasurer for fiscal year 2008 (tax year 2007)		536,149,542
Adjustments:		
Increase in taxes receivable		4,274,826
Charge off of taxes receivable		(4,276,321)
Increase in Cost to State		21,193
Increase in HB31		428,974
Increase in interest to County		960,669
Increase in penalties to County		479,634
Increase in interest to MRDGCD		63,158
Increase in penalties to MRDGCD		29,004
Elimination of tax year 1997		(276,679)
Total receivables prior to collections		570,459,814
 Collections for fiscal year ended June 30, 2008 (Tax Years 1999-2007)		 (534,443,329)
Collections for fiscal year ended June 30, 2008 (Tax Year 1998)		(33,685)
Property taxes receivable, end of year	<u>\$</u>	<u>35,982,800</u>

Property Taxes receivable by years:

1998	\$	619,939
1999		480,225
2000		1,044,377
2001		1,669,055
2002		1,099,270
2003		992,901
2004		1,302,237
2005		2,463,791
2006		5,701,879
2007		20,609,126
 Total taxes receivable	<u>\$</u>	<u>35,982,800</u>

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2008

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INTPEN	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												
1999-2006	106,020,025	613,565	105,561,099	-	-	994,293	607,437	104,566,806	74,214	458,926	994,293	398,002
2007	16,052,383	15,452,199	15,452,199	-	-	154,425	15,297,774	15,297,774	11,244	610,184	154,425	598,940
Total State	122,082,408	16,065,764	121,013,298	-	-	1,148,718	15,905,211	119,864,580	85,458	1,069,110	1,148,718	996,942
County:												
County Operational												
1999-2006	588,541,896	4,021,370	588,307,883	-	-	5,549,031	3,981,157	577,758,852	410,579	3,234,013	5,549,031	2,823,433
2007	98,841,428	94,769,028	94,769,028	-	-	947,690	93,821,338	93,821,338	89,189	4,072,400	947,690	4,003,211
Total County Operational	688,383,324	98,790,398	678,076,911	-	-	6,496,721	97,802,495	671,580,190	479,768	7,306,413	6,496,721	6,826,644
County Debt Service												
1999-2006	68,096,651	403,722	67,797,564	-	-	648,941	399,684	67,148,623	47,668	299,087	648,941	254,900
2007	11,694,590	11,230,422	11,230,422	-	-	112,304	11,118,118	11,118,118	8,186	464,168	112,304	455,982
Total County Debt Service	79,791,241	11,634,144	79,027,986	-	-	761,245	11,517,802	78,266,741	55,854	763,255	761,245	710,882
County Open Space												
1999-2006	22,079,457	121,563	22,008,012	-	-	199,953	120,348	21,808,059	15,456	71,445	199,953	81,242
2007	1,314,634	1,265,309	1,265,309	-	-	12,653	1,252,656	1,252,656	920	49,326	12,653	48,405
Total County Open Space	23,394,091	1,386,872	23,273,321	-	-	212,606	1,373,004	23,060,715	16,376	120,771	212,606	129,647
County Judgement												
1999-2006	2,606,684	19,384	2,521,180	-	-	25,211	19,191	2,495,969	1,825	85,504	25,211	83,679
2007	262,805	202,497	202,497	-	-	2,025	200,472	200,472	184	60,309	2,025	60,125
Total County Judgement	2,869,489	221,881	2,723,677	-	-	27,236	219,663	2,696,441	2,009	145,813	27,236	143,804
County Reappraisal Fund												
1999-2006	-	-	-	-	-	-	-	25,897,956	-	-	(25,897,956)	-
2007	-	-	-	-	-	-	-	4,739,281	-	-	(4,739,281)	-
Total County Reappraisal Fund	-	-	-	-	-	-	-	30,637,237	-	-	(30,637,237)	-
Total County	791,438,145	112,033,295	783,101,895	-	-	7,497,808	110,912,964	806,241,324	554,007	8,336,252	(23,139,429)	7,810,977
Albuquerque:												
Albuquerque Operational												
1999-2006	172,796,375	1,177,858	172,151,533	-	-	1,651,709	1,166,079	170,499,824	120,959	646,842	1,651,709	529,173
2007	34,254,523	33,056,195	33,056,195	-	-	330,562	32,725,633	32,725,633	23,978	1,198,328	330,562	1,174,349
Total Albuquerque Operational	207,052,898	34,234,053	205,207,728	-	-	1,982,271	33,891,712	203,225,457	144,937	1,845,170	1,982,271	1,703,522
Albuquerque Debt Service												
1999-2006	537,175,323	2,922,267	534,920,323	-	-	5,056,516	2,893,044	529,863,807	376,023	2,255,000	5,056,516	1,878,977
2007	87,034,476	84,019,364	84,019,364	-	-	840,194	83,179,171	83,179,171	60,924	3,015,112	840,194	2,954,188
Total Albuquerque Debt Service	624,209,799	86,941,631	618,939,687	-	-	5,896,710	86,072,215	613,042,978	436,947	5,270,112	5,896,710	4,833,165
Total Albuquerque	831,262,697	121,175,684	824,147,415	-	-	7,878,981	119,965,927	816,268,435	581,884	7,115,282	7,878,981	6,536,687

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2008

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	MIRGCD INT/PEN	MIRGCD 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
Tijeras:												
Tijeras Operational												
1999-2006	80,349	694	79,459	-	-	747	687	78,713	56	890	747	834
2007	11,498	11,101	11,101	-	-	111	10,990	10,990	8	397	111	389
Total Tijeras	91,847	11,795	90,560	-	-	858	11,677	89,703	64	1,287	858	1,223
Corrales:												
Corrales Operational												
1999-2006	320,364	-	319,467	-	-	2,934	-	316,533	224	917	2,934	706
2007	320,364	-	319,467	-	-	2,934	-	316,533	224	917	2,934	706
Total Corrales Operational	640,728	-	638,934	-	-	5,868	-	633,066	448	1,834	5,868	1,412
Corrales Debt Service												
1999-2006	106,167	-	105,991	-	-	945	-	105,046	74	176	945	174
2007	106,167	-	105,991	-	-	945	-	105,046	74	176	945	174
Total Corrales Debt Service	212,334	-	211,982	-	-	1,890	-	210,092	148	352	1,890	348
Total Corrales	428,562	-	425,458	-	-	3,879	-	421,579	298	1,093	3,879	860
Rio Rancho:												
Rio Rancho Operational												
1999-2006	175,087	5,137	174,750	-	-	1,709	5,085	173,041	123	337	1,709	250
2007	21,740	21,547	21,547	-	-	215	21,331	21,331	15	194	215	178
Total Rio Rancho Operational	196,827	26,684	196,297	-	-	1,924	26,416	194,372	138	531	1,924	428
Rio Rancho Debt Service												
1999-2006	63,801	1,794	63,647	-	-	626	1,776	63,021	45	154	626	139
2007	18,059	17,869	17,869	-	-	179	17,690	17,690	13	190	179	177
Total Rio Rancho Debt Service	81,860	19,663	81,516	-	-	805	19,466	80,711	58	344	805	316
Total Rio Rancho	278,687	46,347	277,813	-	-	2,729	45,882	275,083	196	875	2,729	744
Los Ranchos Open Space												
2007	195,404	189,957	189,957	-	-	1,900	188,058	188,058	137	5,447	1,900	5,310
Total Los Ranchos	195,404	189,957	189,957	-	-	1,900	188,058	188,058	137	5,447	1,900	5,310
School APS:												
APS Operational												
1999-2006	24,405,168	176,276	24,245,747	-	-	230,000	174,514	24,015,747	17,084	159,421	230,000	142,338
2007	4,126,551	3,930,428	3,930,428	-	-	39,304	3,891,124	3,891,124	2,889	196,123	39,304	193,234
Total APS Operational	28,531,719	4,106,704	28,176,175	-	-	269,304	4,065,638	27,906,871	19,973	355,544	269,304	335,572
APS Debt Service												
1999-2006	166,028,850	1,045,431	167,154,776	-	-	1,594,823	1,034,976	165,569,952	117,620	874,074	1,594,823	756,454
2007	56,323,172	54,166,768	54,166,768	-	-	541,668	53,625,101	53,625,101	39,426	2,156,404	541,668	2,116,977
Total APS Debt Service	222,352,022	55,212,199	221,321,544	-	-	2,126,491	54,660,077	219,195,053	157,046	3,030,478	2,126,491	2,873,431
APS Capital Improvement												
1999-2006	196,033,475	937,512	195,368,271	-	-	1,273,549	928,137	194,094,722	95,223	665,205	1,273,549	569,981
2007	26,139,928	25,150,806	25,150,806	-	-	251,508	24,899,298	24,899,298	18,296	989,122	251,508	970,824
Total APS Capital Improvement	162,173,403	26,088,318	160,519,077	-	-	1,525,057	25,827,435	158,994,020	113,519	1,654,327	1,525,057	1,540,805

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2008

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INTYPEN	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
APS HB33 School Building												
1999-2006	311,343,330	1,986,318	310,049,473	-	-	2,939,474	1,966,455	307,109,999	217,940	1,293,857	2,939,474	1,075,917
2007	51,814,407	49,850,313	49,850,313	-	-	498,503	49,351,810	49,351,810	36,270	1,964,094	498,503	1,927,824
Total APS HB33 School Building	363,157,737	51,836,631	359,899,786	-	-	3,437,977	51,318,265	356,461,809	254,210	3,257,951	3,437,977	3,003,741
Total School APS	778,214,881	137,243,852	769,916,552	-	-	7,368,829	135,871,415	762,557,753	544,748	8,298,300	7,368,829	7,753,549
School 08:												
SD 08 Operational												
1999-2006	6,501	12	6,486	-	-	51	12	6,435	5	15	51	16
2007	50	50	50	-	-	-	50	50	-	-	-	-
Total SD 08 Operational	6,551	62	6,536	-	-	51	62	6,485	5	15	51	16
SD 08 Debt Service												
1999-2006	115,289	228	114,370	-	-	895	225	113,474	81	919	895	842
2007	717	717	717	-	-	7	710	710	1	-	-	7
Total SD 08 Debt Service	116,006	945	115,087	-	-	902	935	114,184	82	919	902	842
SD 08 Capital Improvement												
1999-2006	35,732	70	35,469	-	-	277	70	35,192	25	263	277	239
2007	200	200	200	-	-	2	198	198	-	-	-	-
Total SD 08 Capital Improvement	35,932	270	35,669	-	-	279	268	35,390	25	263	279	239
Total School 08	158,489	1,277	157,292	-	-	1,232	1,265	156,059	112	1,197	1,232	1,097
School 24:												
SD 24 Operational												
1999-2006	140,318	1,329	136,900	-	-	1,318	1,316	135,562	98	3,418	1,318	3,411
2007	27,843	25,935	25,935	-	-	259	25,675	25,675	19	1,908	259	1,889
Total SD 24 Operational	168,161	27,264	162,835	-	-	1,577	26,991	161,237	117	5,326	1,577	5,300
SD 24 Debt Service												
1999-2006	2,872,285	25,383	2,806,019	-	-	27,138	25,129	2,778,881	2,011	66,275	27,138	64,265
2007	542,942	513,382	513,382	-	-	5,134	508,248	508,248	380	29,560	5,134	29,180
Total SD 24 Debt Service	3,415,237	538,765	3,319,401	-	-	32,272	533,377	3,287,129	2,391	95,835	32,272	93,445
SD 24 Capital Improvement												
1999-2006	767,350	6,772	749,832	-	-	7,211	6,705	742,621	537	17,518	7,211	16,981
2007	149,145	141,248	141,248	-	-	1,412	139,835	139,835	104	7,897	1,412	7,792
Total SD 24 Capital Improvement	916,495	148,020	891,080	-	-	8,623	146,540	882,456	641	25,415	8,623	24,773
Total School 24	4,498,893	714,049	4,373,316	-	-	42,472	706,908	4,330,842	3,149	126,576	42,472	123,518
CNM:												
1999-2006	201,988,042	1,307,697	201,009,944	-	-	-	1,307,697	201,009,944	141,392	978,097	-	836,706
2007	33,831,370	32,509,198	32,509,198	-	-	-	32,509,198	32,509,198	23,682	1,322,172	-	1,288,490
Total CNM	235,819,412	33,816,895	233,519,142	-	-	-	33,816,895	233,519,142	165,074	2,300,269	-	2,135,196

COUNTY OF BERNALILLO, NEW MEXICO
PROPERTY TAX SCHEDULE
JUNE 30, 2008

Agency	Property Taxes Levied	Collected in Current Year	Collected To-Date	MRGCD INTPEN	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 Received at Year End
CNM Debt Service												
1999-2006	38,638,950	266,916	38,421,802	-	-	-	266,916	38,421,802	27,047	217,148	-	190,101
2007	7,188,980	6,916,476	6,916,476	-	-	-	6,916,476	6,916,476	5,032	272,504	-	267,472
Total CNM Debt Service	45,827,930	7,183,392	45,338,278	-	-	-	7,183,392	45,338,278	32,079	489,652	-	457,573
Total CNM	281,547,342	41,000,287	278,857,420	-	-	-	41,000,287	278,857,420	197,153	2,789,921	-	2,592,769
UNMH:												
UNMH:												
1999-2006	395,706,234	3,104,025	393,624,960	-	-	3,936,249	3,072,984	369,668,710	276,994	2,081,274	3,936,249	1,804,279
2007	84,517,409	81,301,926	81,301,926	-	-	813,019	80,488,907	80,488,907	59,162	3,215,482	813,019	3,156,320
Total UNMH	480,223,643	84,405,951	474,926,886	-	-	4,749,268	83,561,891	470,177,617	336,156	5,296,756	4,749,268	4,960,599
UNMH/BCMC												
1999-2006	61,402,794	9,028	61,249,663	-	-	465,574	8,938	60,784,088	42,982	153,131	465,574	110,150
2007	61,402,794	9,028	61,249,663	-	-	465,574	8,938	60,784,088	42,982	153,131	465,574	110,150
Total UNMH/BCMC	541,626,437	84,414,979	536,176,549	-	-	5,214,842	83,570,829	530,961,705	379,138	5,449,887	5,214,842	5,070,749
BCMH/MRC												
BCMH:												
1999-2006	7,129,046	1,050	7,121,735	-	-	54,135	1,039	7,067,600	4,990	7,311	54,135	10,132
2007	7,129,046	1,050	7,121,735	-	-	54,135	1,039	7,067,600	4,990	7,311	54,135	10,132
Total BCMHC	19,344,185	142,316	19,308,741	-	-	182,744	140,893	19,125,997	13,541	35,443	182,744	65,589
AMAFCA:												
AFC Operational												
1999-2006	3,121,150	2,973,044	2,973,044	-	-	29,730	2,943,314	2,943,314	2,185	148,106	29,730	145,921
2007	22,465,335	3,115,360	22,281,785	-	-	212,474	3,084,207	22,069,311	15,726	183,549	212,474	211,510
Total Operational	50,587,562	311,422	50,220,770	-	-	476,197	308,307	49,744,573	35,397	346,783	476,197	311,385
AFC Debt												
1999-2006	8,513,018	8,202,948	8,202,948	-	-	82,029	8,120,919	8,120,919	5,959	310,070	82,029	304,111
2007	59,080,570	8,514,370	59,423,718	-	-	558,226	8,429,226	57,865,492	41,356	656,853	558,226	615,496
Total AFC Debt	81,545,905	11,629,730	80,705,503	-	-	770,700	11,513,433	79,934,803	57,082	840,402	770,700	827,006
MRGCD:												
MRGCD												
1999-2006	63,140,047	480,806	62,345,335	726,315	623,406	578,757	544,798	61,869,487	44,198	794,712	578,757	759,823
2007	7,833,967	7,320,742	7,320,742	17,620	72,475	73,207	7,192,679	7,192,679	5,484	513,225	73,207	507,741
Total MRGCD	70,974,014	7,801,548	69,666,077	743,935	695,881	651,964	7,737,477	69,062,166	49,682	1,307,937	651,964	1,267,564
Edge S/W:												
ESWCD												
1999-2006	727,876	7,283	722,086	-	-	6,949	7,211	715,137	510	5,790	6,949	5,280
2007	129,912	123,799	123,799	-	-	1,238	122,561	122,561	91	6,113	1,238	6,022
Total ESWCD	857,788	131,082	845,885	-	-	8,187	129,772	837,698	601	11,903	8,187	11,302
Grand Total	3,512,429,534	532,460,696	3,477,066,755	743,935	695,881	30,637,234	527,560,144	3,477,114,808	2,458,639	35,362,780	(3)	33,010,449

COUNTY OF BERNALILLO, NEW MEXICO
 JOINT POWERS AGREEMENTS
 JUNE 30, 2008

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	\$323,788	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
NM Corrections Dept.	Bernalillo County	Security Transport Services CCN 85-0096	1985	30-Day Notice	Not specified	Provide prisoner Transportation	Unknown	NM Correction Department
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	Unknown	\$1,922,056	Board of Directors
New Mexico County Insurance Authority	Board of Directors	Multi-line Self-Insurance Fund CCN 92-0424	1989	Indefinite	Varies yearly	Unknown	\$1,650,614	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 2006-0693	2006	Indefinite	Not specified	Annual Rent Utilities	\$750,027	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, 2008

Participants	Responsible Party	Description	Beginning Date	Ending Date	Project Amount	County Portion	Current Year Contributions	Audit Responsibility
City of Albuquerque Commissioner of Public Lands for NM AMAFCA Village of Tijeras	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
	Bernalillo County	East Mountain Transfer Station CCN 93-0130	1993	30-Day Notice	Not specified	Maintain Transfer Station In safe Condition	\$215,000	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	\$1,045,075	All Parties
The Navajo Nation, Canoncito Community School Board of Education, Canoncito Chapter	Bernalillo County Canoncito Community School Board of Education	Solid Waste Transfer Station Within The Canoncito Chapter CCN 94-0414	1994	180-Day Notice	Not specified	Construction/ \$7,000 start up	Unknown	All Parties
Town of Bernalillo	Bernalillo County	Summer Lunch Program CCN 95-0215	1995	90-Day Notice	Varies yearly	Administer Program	\$288,232 County-wide	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
Torrance County Solid Waste Authority	Torrance County Solid Waste Authority	Torrance County/Bernalillo County Landfill CCN 1998-0115	1996	1-Year Notice	Not specified	Not to exceed \$633,000	Unknown	Torrance County

COUNTY OF BERNALILLO, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2008

Participants	Responsible Party	Description	Beginning Date	Ending Date	Project Amount	County Portion	Current Year Contributions	Audit Responsibility
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	2 nd Street-Pueblo Solano, Pueblo Luna, and Ortega Drain Outfall CCN 1999-0528	2000	30-Day Notice	Not specified	Maintenance of drainage improve- ments	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
NM Regulation & Licensing Department And Construction Industries Division	Bernalillo County	Regulation of Public Buildings Within Geographical Boundary OFNMPS 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
Energy, Minerals, and Natural Resources Department	Bernalillo County	Inmate work camp crews CCN 99-0014 & 2002-0135 CCN07-0186	03-09-02	04-22-08	Negotiable	Unknown	Unknown	Not specified
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 03-0673	02-25-04	By consent of Parties.	Various	None	None	City of Albuquerque

**COUNTY OF BERNALILLO, NEW MEXICO
JOINT POWERS AGREEMENTS
JUNE 30, 2008**

Participants	Responsible Party	Description	Beginning Date	Ending Date	Project Amount	County Portion	Current Year Contributions	Audit Responsibility
New Mexico Energy, Minerals and Natural Resource	Bernalillo County And EMNRD	Suppression of wildfires on State and non-municipal Private lands CCN 2004-0003	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
New Mexico Dept of Health	New Mexico Dept Of Health	Bernalillo County South Valley Health Commons CCN 2006-0218	05-23-06	11-08-2009	\$193,000	None	None	New Mexico Dept Of Health
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
Sandoval County	Bernalillo County	Operation of Regional Juvenile Detention Operation CCN 2007-0432	06-27-07	6 month notice	Unknown	Unknown	Unknown	Bernalillo County

COUNTY OF BERNALILLO, NEW MEXICO
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 Year Ended June 30, 2008

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
TREASURER CASH OVER/SHORT FUND				
ASSETS				
Cash and investments	\$ (958)	\$ (150)	\$ -	\$ (1,108)
LIABILITIES				
Deposits held in trust for others	\$ (958)	\$ (150)	\$ -	\$ (1,108)
TREASURER CHILDREN'S TRUST FUND				
ASSETS				
Cash and investments	\$ (2,479)	\$ 68,445	\$ 68,925	\$ (2,959)
Receivables - other	285	-	285	-
Total assets	<u>\$ (2,194)</u>	<u>\$ 68,445</u>	<u>\$ 69,210</u>	<u>\$ (2,959)</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ (2,194)</u>	<u>\$ 68,445</u>	<u>\$ 69,210</u>	<u>\$ (2,959)</u>
TREASURER REFUND OVERPAYMENTS FUND				
ASSETS				
Cash and investments	\$ 4,466,522	\$ (561,174)	\$ 2,098,201	\$ 1,807,147
Due from other primary government	-	-	679,500	679,500
Total assets	<u>4,466,522</u>	<u>(561,174)</u>	<u>2,098,201</u>	<u>2,486,647</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 4,466,522</u>	<u>\$ 118,326</u>	<u>\$ 2,098,201</u>	<u>\$ 2,486,647</u>
TREASURER VALUATION PROBLEMS FUND				
ASSETS				
Cash and investments	<u>\$ 8,401</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,401</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 8,401</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,401</u>
TREASURER PARTIAL PAYMENTS FUND				
ASSETS				
Cash and investments	<u>\$ 58,175</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,175</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 58,175</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,175</u>
TREASURER TAXES PAID IN ADVANCE FUND				
ASSETS				
Cash and investments	<u>\$ 147,158</u>	<u>\$ -</u>	<u>\$ 26,741</u>	<u>\$ 120,417</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 147,158</u>	<u>\$ -</u>	<u>\$ 26,741</u>	<u>\$ 120,417</u>

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

COUNTY OF BERNALILLO, NEW MEXICO
 AGENCY FUNDS
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 Year Ended June 30, 2008

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
TREASURER				
CLAIM FOR REFUND IOI FUND				
ASSETS				
Cash and investments	\$ 68,330	\$ 4,642	\$ -	\$ 72,972
Receivables - other	706	302	706	302
Total assets	<u>\$ 69,036</u>	<u>\$ 4,944</u>	<u>\$ 706</u>	<u>\$ 73,274</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 69,036</u>	<u>\$ 4,944</u>	<u>\$ 706</u>	<u>\$ 73,274</u>
TREASURER				
UNDISTRIBUTED TAXES				
ASSETS				
Cash and investments	\$ 4,750,389	\$ 2,376,222,386	\$ 2,376,601,278	\$ 4,371,497
Receivables - Property taxes	22,986,701	25,836,888	22,986,701	25,836,888
Total assets	<u>\$ 27,737,090</u>	<u>\$ 2,402,059,274</u>	<u>\$ 2,399,587,979</u>	<u>\$ 30,208,385</u>
LIABILITIES				
Deposits held in trust for others	\$ 4,750,389	\$ 2,376,222,386	\$ 2,376,601,278	\$ 4,371,497
Future taxes collectible	22,986,701	25,836,888	22,986,701	25,836,888
Total liabilities	<u>\$ 27,737,090</u>	<u>\$ 2,402,059,274</u>	<u>\$ 2,399,587,979</u>	<u>\$ 30,208,385</u>
TREASURER				
NSF APPLIES FUND				
ASSETS				
Cash and investments	<u>\$ 3,291</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,291</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 3,291</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,291</u>
TREASURER				
CLAIM FOR REFUND FUND				
ASSETS				
Cash and investments	<u>\$ 2,173,885</u>	<u>\$ -</u>	<u>\$ 638,430</u>	<u>\$ 1,535,455</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 2,173,885</u>	<u>\$ -</u>	<u>\$ 638,430</u>	<u>\$ 1,535,455</u>
TREASURER				
TRUST AND ESCROW FUND				
ASSETS				
Cash and investments	<u>\$ 2,859</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,859</u>
LIABILITIES				
Deposits held in trust for others	<u>\$ 2,859</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,859</u>
TOTAL - TREASURER				
TREASURER				
ASSETS				
Cash and investments	\$ 11,675,573	\$ 2,375,734,149	\$ 2,379,433,575	\$ 7,976,147
Receivables - Property taxes	22,986,701	25,836,888	22,986,701	25,836,888
Receivables - other	991	302	991	302
Total assets	<u>\$ 34,663,265</u>	<u>\$ 2,401,571,339</u>	<u>\$ 2,402,421,267</u>	<u>\$ 33,813,337</u>
LIABILITIES				
Deposits held in trust for others	\$ 11,676,564	\$ 2,376,413,951	\$ 2,379,434,566	\$ 8,655,949
Future taxes collectible	22,986,701	25,836,888	22,986,701	25,836,888
Total liabilities	<u>\$ 34,663,265</u>	<u>\$ 2,402,250,839</u>	<u>\$ 2,402,421,267</u>	<u>\$ 34,492,837</u>

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

COUNTY OF BERNALILLO, NEW MEXICO
AGENCY FUNDS
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
Year Ended June 30, 2008

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
COURT SERVICES FUNDS				
ASSETS				
Cash and investments	\$ 1,103	\$ 223,328	\$ 218,681	\$ 5,750
LIABILITIES				
Deposits held in trust for others	\$ 1,103	\$ 223,328	\$ 218,681	\$ 5,750
COUNTY SHERIFF FUND				
ASSETS				
Cash and investments	\$ 509,588	\$ 52,811	\$ 28,034	\$ 534,365
LIABILITIES				
Deposits held in trust for others	\$ 509,588	\$ 52,811	\$ 28,034	\$ 534,365
SPECIAL ASSESSMENTS DISTRICT 83-1				
ASSETS				
Cash and investments	\$ 148,800	\$ 147,237	\$ 17,400	\$ 278,637
Receivables-other	612,350	-	96,038	516,312
Total assets	<u>\$ 761,150</u>	<u>\$ 147,237</u>	<u>\$ 113,438</u>	<u>\$ 794,949</u>
LIABILITIES				
Deposits held in trust for others	\$ 761,150	\$ 147,237	\$ 113,438	\$ 794,949
SPECIAL ASSESSMENTS DISTRICT 83-1B				
ASSETS				
Cash and investments	\$ 15,626	\$ 445,293	\$ 230,606	\$ 230,313
Receivables - Property taxes	1,785,000	-	105,000	1,680,000
Total assets	<u>\$ 1,800,626</u>	<u>\$ 445,293</u>	<u>\$ 335,606</u>	<u>\$ 1,910,313</u>
LIABILITIES				
Deposits held in trust for others	\$ 15,626	\$ 445,293	\$ 230,606	\$ 230,313
Future taxes collectible	1,785,000	-	105,000	1,680,000
Total liabilities	<u>\$ 1,800,626</u>	<u>\$ 445,293</u>	<u>\$ 335,606</u>	<u>\$ 1,910,313</u>
TOTAL TREASURER				
ASSETS				
Cash and investments	\$ 12,350,690	\$ 2,376,602,818	\$ 2,379,928,296	\$ 9,025,212
Receivables - Property taxes	24,771,701	25,836,888	23,091,701	27,516,888
Receivables - other	613,341	302	97,029	516,614
Total assets	<u>\$ 37,735,732</u>	<u>\$ 2,402,440,008</u>	<u>\$ 2,403,117,026</u>	<u>\$ 37,058,714</u>
LIABILITIES				
Deposits held in trust for others	\$ 12,964,031	\$ 2,377,282,620	\$ 2,380,025,325	\$ 10,221,326
Future taxes collectible	24,771,701	25,836,888	23,091,701	27,516,888
Total liabilities	<u>\$ 37,735,732</u>	<u>\$ 2,403,119,508</u>	<u>\$ 2,403,117,026</u>	<u>\$ 37,738,214</u>

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

**COUNTY OF BERNALILLO, NEW MEXICO
RECONCILIATION OF NONMAJOR FUNDS GAAP BASIS
STATEMENT TO THE BUDGETARY BASIS STATEMENT
YEAR ENDED JUNE 30, 2008**

Funds	GAAP Basis	Accounts Receivable	Accrued Interest	Inventory	Accounts Payable	Deferred Revenue	Accrued Payroll	Compensated Absenses	Due from Grantor	Budgetary Basis
HealthCare GRT	\$ 10,118,159	\$ (2,192,462)	\$ -	\$ -	\$ -	\$ 358,535	\$ -	\$ -	\$ -	\$ 8,284,232
Emergency Medical Services	(4,793)	-	-	-	(1,622)	-	-	-	-	(6,415)
Recreation	536	401	-	-	(2,250)	-	-	-	-	(1,313)
DWI Services	528,121	600,000	-	-	(688,013)	(230,453)	27,409	-	737,240	974,304
Valuation	1,510,312	-	-	-	(11,144)	-	10,658	-	-	1,509,826
Fire Districts	79,045	-	-	(73,626)	55,195	-	-	-	-	60,614
Law Enforcement Protection	8,755	-	-	-	(10,067)	-	-	-	-	(1,312)
County Indigent	87,463	40,952	-	-	(130,877)	-	-	-	-	(2,462)
ERDA	(86,165)	430	3,639	-	(10,668)	-	-	-	-	(92,764)
Regional Correction Center	(1,025,295)	316,713	-	-	1,336,226	-	-	-	-	627,644
Environmental Health	536,356	102,735	-	-	(297,684)	-	(1,168)	-	-	340,239
Clerk's Recording & Filing	180,627	2,636	-	-	5,836	-	-	-	-	189,099
Community Service	24,945	50,280	-	-	-	-	-	-	-	75,235
Industrial Revenue Bonds	138,787	93,051	-	-	(13,105)	-	-	-	-	218,733
GO Bond Debt Service	(3,583,843)	(20,488)	18,634	-	-	20,925	-	-	-	(3,564,772)
Refunding Series 1998 Debt Service	3,201	-	(3,061)	-	-	-	-	-	-	140
Series 1996B Debt Service	41,986	-	(2,589)	-	-	-	-	-	-	39,397
Series 1997 Debt Service	38,672	-	(610)	-	-	-	-	-	-	38,062
Refunding Series 2005 Debt Service	-	-	(781)	-	-	-	-	-	-	(781)
Series 2004 Debt Service	800,061	-	(1,102)	-	-	-	-	-	-	798,959
Region Juvenile Detention Center	(64,695)	(281,274)	-	-	132,081	-	(813)	143	-	(214,558)
Solid Waste	200,572	(174,130)	-	-	(211,224)	(4,265)	4,893	10,165	-	(173,989)

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.	151
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.	155
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.	160
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.	162

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 SEVEN FISCAL YEARS
(accrual basis of accounting)

	2008	2007	2006	2005	2004	2003	2002
Governmental activities							
Invested in capital assets, net of related debt	\$ 308,271,760	\$ 299,526,749	\$ 259,799,155	\$ 256,203,651	\$ 262,781,593	\$ 258,269,827	\$ 241,476,055
Restricted	146,792,506	106,094,221	43,396,414	49,216,804	47,164,322	23,926,773	17,190,302
Unrestricted	94,132,470	70,097,399	83,841,598	59,844,194	36,256,788	42,837,998	16,565,534
Total governmental activities net of related debt	\$ 549,196,736	\$ 475,718,369	\$ 387,037,167	\$ 365,264,649	\$ 346,202,703	\$ 325,034,598	\$ 275,231,897
Business-type activities							
Invested in capital assets, net of related debt	\$ 2,839,330	\$ 3,196,311	\$ 4,204,373	\$ 3,602,601	\$ 3,159,453	\$ 3,229,267	\$ 2,085,987
Unrestricted	2,108,949	1,340,312	589,684	1,572,789	1,524,239	1,388,372	2,363,509
Total business-type activities	\$ 4,948,279	\$ 4,536,623	\$ 4,794,057	\$ 5,175,390	\$ 4,683,692	\$ 4,617,639	\$ 4,449,496
Primary government							
Invested in capital assets, net of related debt	\$ 311,111,090	\$ 302,723,060	\$ 264,003,528	\$ 259,806,252	\$ 265,941,046	\$ 261,499,094	\$ 243,562,042
Restricted	146,792,506	106,094,221	43,396,414	49,216,804	47,164,322	23,926,773	17,190,302
Unrestricted	96,241,419	71,437,711	84,431,282	61,416,983	37,781,027	44,226,370	18,929,043
Total primary government net assets	\$ 554,145,015	\$ 480,254,992	\$ 391,831,224	\$ 370,440,039	\$ 350,886,395	\$ 329,652,237	\$ 279,681,397

Note: Complete information for prior years is not available.

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

	2008	2007	2006	2005	2004	2003	2002
Expenses							
Governmental activities:							
General government	\$ 45,609,786	\$ 47,569,157	\$ 46,477,713	\$ 45,288,911	\$ 37,501,192	\$ 35,401,110	\$ 43,255,078
Public works	52,518,685	32,604,280	45,618,719	34,986,816	32,294,831	17,430,834	14,924,680
Public safety	143,867,733	129,957,959	108,438,819	89,268,696	82,328,864	70,268,870	62,911,948
Culture and recreation	12,637,946	15,337,172	14,202,035	11,411,012	11,409,199	10,970,249	10,538,867
Health and welfare	28,083,075	25,862,321	19,199,026	19,266,114	18,785,416	18,236,535	19,152,007
Interest on long-term debt	15,585,987	15,221,474	14,318,226	15,077,459	14,651,079	13,877,535	13,223,301
Total government activities expenses	<u>298,303,212</u>	<u>286,552,363</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>
Business-type activities:							
Solid waste	4,910,418	4,483,095	4,257,715	3,255,586	3,353,335	3,256,760	2,906,417
Housing Authority	860,653	847,572	469,038	1,036,213	1,672,735	1,632,148	1,606,827
Seybold Village Handicapped Project	235,027	172,947	168,763	145,955	126,954	135,129	122,065
Regional Juvenile Detention Center	923,826	1,158,479	1,273,084	1,330,647	1,275,350	1,190,085	989,458
El Centro Familiar	426,170	354,557	404,069	382,877	392,493	379,777	242,262
Total business-type activities expenses	<u>7,356,094</u>	<u>7,016,650</u>	<u>6,572,669</u>	<u>6,151,278</u>	<u>6,820,867</u>	<u>6,593,899</u>	<u>5,867,020</u>
Total primary government expenses	<u>\$ 305,659,306</u>	<u>\$ 273,569,013</u>	<u>\$ 254,827,207</u>	<u>\$ 221,450,286</u>	<u>\$ 203,791,448</u>	<u>\$ 172,779,032</u>	<u>\$ 169,872,910</u>
Program Revenues							
Government activities:							
Charges for services:							
General government	\$ 36,526,187	\$ 47,003,455	\$ 30,856,985	\$ 21,395,970	\$ 16,687,785	\$ 15,426,356	\$ 11,556,799
Public works	-	48,720	-	60	-	114	2,110,599
Culture and recreation	138	151	151	97	-	-	121
Operating grants and contributions:							
General government	232,986	442,797	280,737	1,008,250	504,723	72,137	32,348
Public Works	-	17,536	-	2,357	356,530	-	-
Public Safety	6,046,274	5,207,981	8,267,824	7,427,307	8,503,339	4,170,033	3,431,778
Culture and recreation	743,616	260,993	887,767	852,589	841,768	639,390	456,954
Health and Welfare	21,212,753	15,807,842	12,511,372	12,535,023	11,509,565	10,732,435	9,791,814
Capital Grants and contributions	-	129,563	11,152	-	6,355	-	-
General government	27,882,786	36,292,565	17,551,403	13,038,508	21,216,205	11,921,830	8,086,014
Public Works	5,063,696	844,478	161,551	39,915	103,493	250	232,394
Culture and recreation	6,124,856	4,741,191	1,356,935	1,106,620	1,644,695	339,709	859,015
Health and Welfare	2,921,570	3,758,832	177,626	874,397	873,929	1,275	171,859
Total government activities program revenue	<u>106,754,862</u>	<u>114,555,893</u>	<u>72,062,503</u>	<u>68,280,996</u>	<u>62,248,484</u>	<u>43,303,509</u>	<u>36,729,695</u>
Business-type activities:							
Charges for services:							
Solid Waste	4,373,905	3,646,753	4,022,140	3,050,320	3,054,698	2,942,500	2,753,246
Housing Authority	537,282	191,210	79,889	479,823	1,528,126	1,232,999	1,172,283
Seybold Village Handicapped Project	41,392	30,942	40,163	31,905	31,563	32,069	33,251
Regional Juvenile Detention Center	859,131	1,171,934	1,245,626	1,245,191	1,331,114	1,160,748	1,109,598
El Centro Familiar	170,909	110,664	107,485	95,764	97,643	101,140	98,379
Operating grants and contributions:							
Solid Waste	165,001	314,140	196,975	139,226	148,490	292,097	280,517
Housing Authority	123,696	54,556	-	-	-	-	-
Seybold Village Handicapped Project	56,546	214,296	-	-	-	-	-
El Centro Familiar	153,239	452,903	-	-	-	-	-
Capital grants and contributions:							
Housing Authority	395,128	29,691	-	-	-	-	-
Seybold Village Handicapped Project	38,853	-	-	-	-	-	-
Total business-type activities program revenues	<u>6,915,082</u>	<u>6,217,089</u>	<u>5,692,278</u>	<u>5,042,229</u>	<u>6,191,634</u>	<u>5,761,553</u>	<u>5,447,274</u>
Total primary government program revenues	<u>\$ 113,669,944</u>	<u>\$ 120,772,982</u>	<u>\$ 77,754,781</u>	<u>\$ 63,323,225</u>	<u>\$ 68,440,118</u>	<u>\$ 49,065,062</u>	<u>\$ 42,176,969</u>

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

	2008	2007	2006	2005	2004	2003	2002
Net (expenses)/revenue	(191,548,350)	(151,996,470)	(176,192,035)	(157,018,012)	(134,722,097)	(122,881,624)	(127,276,186)
Governmental activities	(441,012)	(799,561)	(890,391)	(1,109,049)	(629,233)	(832,346)	(419,755)
Business-type activities	<u>(191,999,362)</u>	<u>(152,796,031)</u>	<u>(177,072,426)</u>	<u>(156,127,061)</u>	<u>(135,351,330)</u>	<u>(123,713,970)</u>	<u>(127,695,941)</u>
Total primary governmental net expenses							
General Revenue and Other Changes in Net Assets							
Governmental activities:							
Taxes							
Property taxes	\$ 113,769,778	\$ 101,617,379	\$ 95,070,478	\$ 97,466,762	\$ 94,043,897	\$ 81,442,677	\$ 79,991,210
Gross receipts taxes	120,264,324	107,167,291	74,565,522	55,548,897	38,725,557	36,663,056	34,486,698
Motor vehicle taxes	4,301,323	3,788,667	4,132,542	3,608,463	3,547,419	3,373,650	3,506,553
Cigarette taxes	6,077	6,454	5,707	5,511	6,477	5,343	4,567
Gas taxes	1,572,980	1,636,764	1,964,503	1,680,496	1,553,716	1,560,909	1,531,929
Investment income	16,046,244	13,833,232	9,043,065	6,952,564	5,184,585	6,067,056	6,218,519
Miscellaneous	9,525,633	12,949,329	13,182,736	10,845,578	11,332,281	3,488,475	4,115,041
Transfers	(384,894)	(321,444)	200,000	200,000	200,000	-	-
Total governmental activities	<u>265,121,465</u>	<u>240,677,672</u>	<u>198,164,553</u>	<u>176,310,271</u>	<u>154,593,942</u>	<u>132,601,166</u>	<u>129,854,517</u>
Business-type activities:							
Investment income	83,879	103,533	50,653	9,022	5,175	6,243	9,457
Operating grants	-	-	534,517	588,439	708,896	632,117	638,996
Miscellaneous	383,895	117,150	107,233	119,688	119,379	100,748	85,924
Transfers	384,894	321,444	200,000	(200,000)	(200,000)	-	-
Capital contributions - capital assets	-	-	16,688	1,113,598	-	-	-
Total business-type activities	<u>852,668</u>	<u>542,127</u>	<u>909,091</u>	<u>1,600,747</u>	<u>633,450</u>	<u>739,106</u>	<u>734,377</u>
Total primary government	<u>265,974,133</u>	<u>241,219,799</u>	<u>199,073,644</u>	<u>177,911,018</u>	<u>155,227,392</u>	<u>133,340,274</u>	<u>130,588,894</u>
Change in Net Assets							
Governmental activities	73,573,115	88,681,202	21,772,518	19,292,259	19,871,845	9,719,542	2,578,331
Business-type activities	411,656	(257,434)	(171,300)	491,698	299,067	185,399	458,505
Total primary government	<u>\$ 73,984,771</u>	<u>\$ 88,423,768</u>	<u>\$ 21,601,218</u>	<u>\$ 19,783,957</u>	<u>\$ 20,170,912</u>	<u>\$ 9,904,941</u>	<u>\$ 3,036,836</u>

Note: Complete information for prior years is not available.

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

Fiscal Year	Property Tax	Gross Receipts Tax	Motor Vehicle Tax	Cigarette Tax	Gas Tax	Total
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

Note: Complete information for prior years is not available.

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

	2008	2007	2006	2005	2004	2003	2002
General Fund							
Reserved	\$ 76,149,060	\$ 72,502,604	\$ 56,650,858	\$ 45,370,030	\$ 47,932,951	\$ 41,979,016	\$ 39,394,869
Unreserved	96,737,751	74,202,179	40,812,437	26,938,653	-	-	-
Total general fund	<u>\$ 171,886,811</u>	<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>
All other governmental funds							
Reserved	\$ 45,019,893	\$ 55,218,508	\$ 64,816,097	\$ 40,610,704	\$ 49,185,246	\$ 43,427,813	\$ 40,765,082
Unreserved, reported in:							
Special revenue funds	19,852,744	4,893,091	6,468,130	5,490,978	3,967,191	5,781,664	4,383,797
Capital projects funds	57,554,118	31,338,418	15,040,577	41,243,986	47,086,248	10,704,687	1,977,627
Debt service funds	-	-	-	-	-	4,582,536	15,983,062
Total all other governmental funds	<u>\$ 122,426,755</u>	<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>

Note: Complete information for prior years is not available.

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

	2008	2007	2006	2005	2004	2003	2002
Revenues							
Taxes:							
Property	\$ 113,368,730	\$ 107,471,408	\$ 94,942,222	\$ 97,608,049	\$ 93,534,299	\$ 80,964,409	\$ 80,247,802
Sales	120,264,324	107,167,291	74,565,522	55,548,897	38,725,557	36,663,056	34,486,698
Motor vehicle	4,301,323	3,788,667	4,132,542	3,608,463	3,547,419	3,373,650	3,506,553
Cigarette	6,077	6,454	5,707	5,511	6,477	5,343	4,567
Gas	1,572,980	1,636,764	1,964,503	1,680,496	1,553,716	1,560,909	1,531,929
Intergovernmental	70,287,188	67,552,438	41,366,969	36,931,650	45,643,875	27,886,595	25,177,230
Licenses and permits	3,479,107	3,555,566	4,838,500	4,174,138	5,104,429	4,761,522	3,069,578
Fees for services	32,893,819	43,447,889	25,857,034	17,175,208	11,500,180	10,655,392	8,482,887
Investment income	16,046,244	13,833,232	9,043,065	6,952,564	5,184,585	6,067,056	6,218,519
Miscellaneous	9,525,633	10,477,726	13,182,736	10,849,578	11,090,075	3,527,306	4,162,361
Total revenues	371,745,425	352,937,435	269,898,800	234,530,554	215,890,612	175,465,238	166,888,124
Expenditures							
General government	42,291,899	49,893,135	40,984,541	42,217,400	35,748,909	36,742,351	40,379,744
Public works	23,093,549	23,608,319	26,839,945	17,673,512	15,907,897	10,810,538	8,293,762
Public safety	131,859,726	119,780,354	96,369,043	79,712,958	72,075,141	63,439,842	57,119,239
Health and welfare	27,109,801	24,904,668	18,253,158	18,393,227	18,016,551	17,521,345	18,389,976
Culture and recreation	11,205,752	14,012,941	11,742,718	10,444,279	10,508,127	10,160,201	9,675,464
Capital outlay	52,168,492	48,317,057	38,355,698	33,022,775	19,836,585	23,787,171	39,783,062
Capital outlay-other entities	14,209,243	-	-	-	-	-	-
Debt service:							
Principal	13,987,345	12,594,320	11,632,060	9,562,282	11,167,181	11,364,557	16,267,720
Interest	15,658,380	15,460,278	14,831,868	14,928,663	14,294,518	14,055,522	13,246,615
Bond issuance cost	409,433	75,948	643,458	66,712	329,926	201,479	-
Total expenditures	331,993,620	308,647,020	259,652,489	226,023,806	197,884,835	188,083,006	203,155,582
Excess (deficiency) of revenues over expenditures	39,751,805	44,290,415	10,246,311	8,506,746	18,005,777	(12,617,768)	(36,267,458)
Other financing sources (uses)							
Transfers in	17,872,263	18,764,786	27,045,866	17,554,672	35,274,967	13,156,077	12,203,169
Transfers out	(18,257,157)	(18,764,786)	(27,045,866)	(17,354,672)	(35,074,967)	-	(12,203,169)
Long-term note issued	-	-	7,401,180	-	-	-	-
Bonds issued	21,500,000	-	6,466,000	3,029,000	22,210,000	16,400,000	4,600,000
Refunding bonds issued	11,000,000	-	56,425,000	-	-	11,290,000	-
Payment to refunding bond escrow agent	734,178	-	(60,879,651)	-	-	(11,125,802)	-
Discount on bonds issued	(53,000)	(60,633)	(413,689)	(22,718)	(16,117)	-	-
Premium on bonds issued	(16,547,759)	10,000,000	4,888,617	-	-	24,849	-
Sale of capital assets	158,435	136,919	-	-	-	-	-
Total other financing sources (uses)	16,406,961	10,076,286	13,887,437	3,206,282	22,393,883	29,745,124	4,600,000
Net change in fund balances	\$ 56,158,766	\$ 54,366,701	\$ 24,133,748	\$ 11,713,028	\$ 40,399,660	\$ 17,127,356	\$ (31,667,458)
Debt service as a percentage of noncapital expenditures	10.42%	11.04%	11.05%	12.29%	14.39%	15.49%	18.07%

Note: Complete information for prior years is not available.

**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 Direct Tax Rate	Total Taxable Assessed Value	Estimated Actual Taxable Value	Assessed Value as a Percentage of Actual Value
	Residential Property	Commercial Property	Centrally Assessed	Livestock				
1999	\$ 4,595,209,865	\$ 1,986,847,490	\$ 339,173,595	\$ 1,363,922	8.432	\$ 6,922,594,872	\$ 8,441,259,217	82.01%
2000	5,722,494,321	2,413,320,335	364,404,245	1,265,955	8.167	8,501,484,856	12,168,426,031	69.87%
2001	5,867,746,373	2,284,636,732	404,657,055	1,216,731	8.428	8,558,256,891	12,176,541,986	70.28%
2002	6,290,127,716	2,386,326,792	456,590,691	1,276,628	8.593	9,134,321,827	12,712,295,203	71.85%
2003	6,580,549,243	2,309,396,776	460,213,785	1,251,252	8.465	9,351,411,056	12,469,603,322	74.99%
2004	6,843,151,309	2,385,170,939	431,315,470	1,178,093	9.489	9,660,815,811	13,100,007,455	73.75%
2005	7,269,453,586	2,429,391,192	402,552,650	1,239,423	9.479	10,102,636,851	13,632,488,946	74.11%
2006	7,743,446,079	3,095,290,965	420,417,136	1,278,523	8.369	11,260,432,703	14,202,608,812	79.28%
2007	8,442,782,935	2,978,241,211	446,277,809	1,371,876	8.491	11,868,673,831	14,824,548,909	80.06%
2008	\$ 9,333,295,563	\$ 3,380,218,205	\$ 476,185,795	\$ 1,412,868	8.493	13,191,112,431	\$16,455,304,512	80.16%

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.

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

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Bernalillo County								
Operating	7.489	7.393	7.220	8.310	8.342	7.265	7.266	6.478
Debt service	0.888	0.830	0.830	0.830	0.830	0.950	1.254	1.450
Open space	0.100	0.250	0.250	0.250	0.250	0.250	0.073	0.500
Judgment	0.016	0.018	0.069	0.089	0.067	N/A	N/A	N/A
Total direct rate	8.493	8.491	8.369	9.479	9.489	8.465	8.593	8.428
City of Albuquerque								
Operating	3.136	3.166	3.104	3.171	3.176	2.172	2.382	2.187
Debt Service	7.976	7.976	7.976	7.976	7.976	8.976	8.976	8.976
Albuquerque Public Schools								
Operating	0.304	0.302	0.299	0.301	0.304	0.307	0.312	0.310
Debt Service	4.308	2.167	2.162	2.166	2.162	2.160	2.160	2.160
Capital Improvement	2.000	1.995	1.958	2.000	2.000	-	2.000	2.000
Building	3.947	3.975	3.996	3.988	4.068	3.996	4.004	4.006
Hospitals	6.428	6.487	6.317	6.500	6.500	6.500	6.500	4.158
Village of Tijeras								
Operating	1.265	1.253	1.176	1.240	1.430	1.509	1.403	2.023
Village of Corrales								
Operating	2.950	3.662	3.395	1.919	2.015	2.962	2.84	3.056
Debt Service	1.349	1.020	1.373	NA	1.070	0.639	1.247	1.224
Torrance Schools								
Operating	0.364	0.372	0.373	0.369	0.362	0.372	0.357	0.352
Debt Service	7.159	7.214	8.254	8.219	7.729	7.976	6.452	6.189
Capital Improvement	2.000	2.000	2.000	2.000	2.000	2.000	2.000	2.000
Rio Rancho								
Operating	2.484	5.236	5.007	5.349	5.140	4.810	4.519	4.278
Debt Service	2.060	1.826	2.067	2.067	2.074	2.000	1.140	1.140
Rio Grande Conservancy District	4.250	4.635	4.963	5.330	5.320	5.376	5.425	5.560
Edgewood Soil & Water Conservancy District	0.935	0.956	0.969	1.000	1.000	1.000	1.000	1.000
State of New Mexico	1.291	1.291	1.234	1.028	1.520	1.123	1.765	1.529
Central NM Community College (fka TVI)								
Operating	2.584	2.625	2.569	2.618	2.617	2.624	2.613	2.017
Debt Service	0.550	0.550	0.550	0.550	0.550	0.550	0.550	0.550
Albuquerque Flood Control	0.919	0.931	0.920	0.931	0.933	0.933	0.940	0.934

Note: Complete information for prior years is not available.

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

<u>Taxpayer</u>	2008			1999		
	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 Quest Corp (fka)	\$ 135,500,358	1	1.027%	\$ 97,216,297	1	1.404%
U.S. West Communication Inc.	113,181,139	2	0.858%	76,477,410	2	1.105%
Public Service Company of New Mexico - Gas Services	33,571,116	3	0.254%	25,019,986	4	0.361%
Southwest Airlines	20,191,079	4	0.153%	21,066,963	6	0.304%
GCC Rio Grande Inc.	20,117,495	5	0.153%	-	-	-
Comcast Cablevision of NM Inc	18,340,589	6	0.139%	-	-	-
Simon Property Group, Ltd (Cottonwood Mall)	16,041,762	7	0.122%	30,330,301	3	0.438%
Haitman Properties of NM	15,686,365	8	0.119%	22,983,630	5	0.332%
Verizon Wireless	14,280,430	9	0.108%	-	-	-
Hub Albuquerque LLC	14,261,640	10	0.108%	-	-	-
Crescent Real Estate (Hyatt Hotel)	-	-	-	18,568,497	7	0.268%
Rio Grande Portland Cement	-	-	-	14,394,617	8	0.208%
Winrock Mall	-	-	-	11,745,457	9	0.170%
AT&T Communications	-	-	-	11,348,887	10	0.164%
Total	\$ 401,171,973		3.041%	\$ 329,152,045		4.755%

Source: Bernalillo County Treasurer's Office

Note:

Total taxable value including real and personal property for tax year 2007 (fiscal year 2008) is \$ 13,191,112,431
 Total taxable value including real and personal property for tax year 1998 (fiscal year 1999) is \$ 6,922,594,872

**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		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1999	\$ 58,459,145	\$ 54,716,433	93.61%	\$ 2,259,864	NA	NA
2000	67,987,334	62,052,150	91.27%	5,511,919	67,564,069	99.38%
2001	72,134,866	67,282,657	93.27%	4,231,577	71,514,234	99.14%
2002	77,927,470	73,466,035	94.27%	4,007,358	77,473,393	99.42%
2003	79,352,646	75,242,762	94.82%	3,823,850	79,066,612	99.64%
2004	91,822,433	87,599,841	95.41%	3,833,679	91,433,520	99.58%
2005	96,145,652	91,795,950	95.47%	3,870,382	95,666,332	99.50%
2006	93,906,198	90,013,460	95.85%	3,243,468	93,256,928	99.31%
2007	101,082,171	97,157,620	96.12%	2,501,932	99,659,552	98.59%
2008	\$ 112,113,596	\$ 107,467,225	95.86%	-	-	-

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.

NA - Complete information is not available to update this schedule.

**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		Special		Revenue		Bonds					Note Payable
	Obligation	Bonds	Revenue	Bonds	Capital Leases	Revenue	Bonds					
1999	\$ 78,866,000	\$ 132,080,000	\$ 179,181	\$ -	\$ 2,000,000	\$ -	\$ -	\$ 213,125,181	1.50%	385.40		
2000	80,451,000	195,045,000	137,211	-	1,975,000	-	-	277,608,211	1.84%	498.25		
2001	68,710,000	193,235,000	95,241	-	1,945,000	-	-	263,985,241	1.58%	469.21		
2002	65,675,000	188,990,000	1,193,991	-	1,915,000	-	-	257,773,991	1.53%	449.14		
2003	77,155,000	184,910,378	1,577,949	-	1,885,000	-	-	265,528,327	1.53%	455.34		
2004	83,915,000	192,225,000	1,774,674	-	1,850,000	-	-	279,764,674	1.52%	470.38		
2005	82,479,000	187,340,000	1,562,392	-	1,815,000	-	-	273,196,392	1.38%	449.54		
2006	83,475,000	181,510,000	1,350,110	5,586,382	1,780,000	867,305	-	268,115,110	1.25%	432.78		
2007	88,580,000	175,500,000	1,350,110	3,897,062	1,740,000	1,157,651	-	272,224,823	1.27%	422.69		
2008	\$ 98,835,000	\$ 170,005,000	\$ 1,350,110	\$ 1,504,717	\$ 1,700,000	\$ 994,675	\$ -	\$ 274,389,502	1.28%	426.06		

Note: 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. 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⁾
1999	\$ 78,866,000	\$ 8,582,966	\$ 70,283,034	0.83%	127.09
2000	80,451,000	5,719,715	74,731,285	0.61%	134.13
2001	68,710,000	2,015,824	66,694,176	0.55%	118.54
2002	65,675,000	975,375	64,699,625	0.51%	112.73
2003	77,155,000	1,027,287	76,127,713	0.61%	130.55
2004	83,915,000	1,884,093	82,030,907	0.63%	137.92
2005	82,479,000	1,867,853	80,611,147	0.59%	132.64
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%	130.90
2008	\$ 98,835,000	\$ 693,851	\$ 98,141,149	0.60%	152.39

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

1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on page 151 for property value data.

2) Population data can be found in the Schedule of Demographic and Economic Statistics on page 160.

**COUNTY OF BERNALILLO, NEW MEXICO
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF JUNE 30, 2008**

	<u>General Obligation Debt Outstanding</u>	<u>Applicable to Bernalillo County</u>	<u>County Share of Debt</u>
Bernalillo County	\$ 98,835,000	100 %	\$ 98,835,000
City of Albuquerque	292,620,000	100	292,620,000
Albuquerque Public Schools	210,167,395	98	205,964,047
Moriarty Schools	34,300,000	10	3,430,000
Albuquerque Metropolitan Flood Control Authority	30,000,000	100	30,000,000
Central New Mexico Community College	34,300,000	93	31,899,000
State of New Mexico	309,865,000	30	92,959,500
			<u>\$ 755,707,547</u>

Ratios:

Total direct and overlapping debt to assessed valuation	5.84%
Total direct and overlapping debt to actual valuation	1.49%
Direct and overlapping debt per capita	\$ 1,173.42

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
 LEGAL DEBT MARGIN INFORMATION
 LAST TEN FISCAL YEARS

	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Debt Limit	\$ 276,903,795	\$ 327,607,771	\$ 338,254,654	\$ 360,010,737	\$ 371,365,192	\$ 385,352,321	\$ 404,105,474	\$ 450,417,308	\$ 474,746,953	\$ 527,644,497
Total net debt applicable to limit	78,866,000	80,451,000	68,710,000	65,675,000	77,155,000	83,914,999	82,479,000	83,475,000	88,580,000	98,835,000
Legal debt margin	\$ 198,037,795	\$ 247,156,771	\$ 269,544,654	\$ 294,335,737	\$ 294,210,192	\$ 301,437,322	\$ 301,437,321	\$ 366,942,308	\$ 386,166,953	\$ 428,809,497

Total net debt applicable to the limit as a percentage of debt limit	28.48%	24.56%	20.31%	18.24%	20.78%	21.78%	20.41%	18.53%	18.66%	18.73%
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Legal Debt Margin Calculation for Fiscal Year 2007

Assessed Value	\$13,191,112,431
Debt limit (4% of total assessed value)	527,644,497
Debt applicable to limit	98,835,000
Legal debt margin	\$ 428,809,497

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

Fiscal Year	Gross Receipts Revenues	Debt Service		Coverage
		Principal	Interest	
1999	\$ 27,884,419	\$ 900,000	\$ 7,157,561	3.46
2000	29,275,499	1,375,000	8,788,719	2.88
2001	30,951,813	2,960,000	10,069,067	2.38
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

**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)
1998	551,298	\$ 13,867,537	\$ 25,154	4.60%
1999	553,002	14,199,574	25,677	3.90%
2000	557,167	15,079,146	27,064	4.00%
2001	562,614	16,687,844	29,661	4.20%
2002	573,923	16,872,843	29,399	4.90%
2003	583,144	17,380,889	29,805	5.30%
2004	594,759	18,397,586	30,933	5.20%
2005	607,721	19,834,079	32,637	4.80%
2006	619,523	21,370,237	34,495	4.00%
2007	644,023	NA	NA	3.30%

Education (2)

Percent

Persons age 25 and Over	400,663	100.00%
Less than 9th Grade	24,112	6.02%
9th-12th grade, no diplomas	36,175	9.03%
High School Graduates	95,720	23.89%
Some college, no degree	91,302	22.79%
Associate degree	26,998	6.74%
Bachelor degree	67,724	16.90%
Graduate or professional degree	58,632	14.63%
Percentage completed high school		84.95%
Percentage completed 4 year college		31.53%

School Enrollment (2)

Elementary School	45,697
Mid-High Schools	21,013
High Schools	28,272
Private and parochial schools	12,740
Technical-vocational Institute	22,615
University of New Mexico	25,574

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

**COUNTY OF BERNALILLO, NEW MEXICO
 PRINCIPAL EMPLOYERS
 FOR THE CURRENT YEAR AND SIX YEARS AGO**

Employer	2008			2002		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
University of New Mexico	15,435	1	4.62%	14,394	1	4.67%
Albuquerque Public Schools	14,000	2	4.19%	11,600	2	3.76%
Sandia National Labs	8,730	3	2.62%	7,700	4	2.50%
Kirtland Air Force Base (Civilian) (1)	26,960	4	8.08%	3,898	9	1.26%
Presbyterian	7,315	5	2.19%	5,542	5	1.80%
City of Albuquerque	6,500	6	1.95%	8,000	3	2.60%
State of New Mexico	5,605	7	1.68%	5,348	6	1.74%
Kirtland Air Force Base (military)	4,860	8	1.46%	4,855	7	1.58%
UNM Hospital	4,595	9	1.38%	3,950	8	1.28%
Lovelace (formerly Lovelace Sandia Health System)	3,400	10	1.02%	3,200	10	1.04%
Total	97,400		29.18%	68,487		22.22%
Bernalillo County Quarterly Census of Employment	333,810			308,226		

Sources:

New Mexico Department of Workforce Solutions
 Albuquerque Economic Development

Note: (1) Kirtland's civilian employment numbers includes all Department of Energy employees including contractors on and off the base. The major change in employment between FY06 and FY07 is due to a data collection change (inclusion of off base contractors) and not an increase in employment.

Complete information for prior years is not available.

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

Full-Time Equivalent Employees as of June 30,

Function	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
General Government								
Commissioners	10	10	10	10	10	10	10	10
County Manager								
County Manager	14	14	14	12	13	13	17	16
Economic Development	2	2	2	3	3	2	1	1
CIP	3	3	3	-	-	-	-	-
Public Information	6	6	6	4	4	6	3	3
Public Information-Web	2	2	2	2	2	2	0	0
Legal Department	12	12	9	9	9	9	10	8
Information Technology								
Core Services	35	35	34	34	35	35	37	37
Information Services	24	24	24	26	29	29	36	37
MDC Support	4	4	4	3	4	-	-	-
Planning and Administrative	4	4	4	4	4	4	6	6
Human Resources								
Compensation and Benefits	6	6	5	5	5	5	5	5
Labor Relations/Employment	19	19	14	14	13	12	12	12
Clerk								
Bureau of Elections	23	23	23	24	22	22	23	19
Record and Filing	23	23	23	23	24	24	24	27
Voting Machine	2	2	2	2	2	2	2	3
Budget and Finance								
Budget, AP, Payroll	24	24	21	21	17	17	17	19
Purchasing Office	18	18	15	14	15	12	14	14
General Ledger and Accounting	13	13	12	12	12	15	11	11
Risk Management	10	10	8	8	9	9	9	9
Treasurer								
Accounting	6	6	6	6	6	6	6	7
Program Support	8	8	8	9	8	8	7	8
Taxpayer Services	23	23	23	19	19	19	20	17
Treasury Project	-	-	-	2	3	-	-	-
Fleet-Facilities Management								
Computer Automation	9	9	8	8	6	6	3	3
Custodial Services	48	48	48	43.5	43.5	43.5	41.5	42.5
Facilities Maintenance	32	32	31	31	31	30	26	26
Vehicle Maintenance	25	25	25	26	15	15	15	15
Operations & Maintenance Dept.								
Road Maintenance	41	41	41	41	47	47	50	51
Traffic Engineering	14	14	14	14	14	14	14	14
Storm Drainage	4	4	4	4	4	4	4	4
Infrastructure and GEO Resources								
Geographic Information Systems	9	9	9	9	9	9	-	-
Right of Way	6	6	6	7	7	7	6	0
Technical Planning	4	4	4	5	5	5	7	7
Infrastructure	5	5	5	3	3	3	-	-
Technical Services Department								
Tech Services A & B	35	35	35	36	36	36	20	24
Probate Court	4	4	3	3	3	3	3	3

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

Full-Time Equivalent Employees as of June 30,								
Function	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
General Government								
Zoning, Building, and Planning								
Building Division	18	18	18	18	18	18	18	18
Land-Use Planning	10	10	10	11	10	10	9	9
Land-use, Review and Code Enf.	14	14	14	14	14	14	15	15
Assessors								
Property Assessment	63	63	63	63	63	63	63	63
Valuation	37	37	37	36	36	36	36	36
Public Safety								
Fire								
Emergency Preparedness	5	5	-	-	-	-	-	-
Fire Prevention	7	7	7	9	9	9	9	9
Operations	190	178	168	144	114	114	113	113
Support Services	12	12	19	13	19	19	21	21
Sheriff								
Criminal Investigations	55	55	55	52	49	49	51	50
Court Services	35	35	35	27	30	30	29	30
Field Services	183	183	183	187	187	187	172	184
Headquarters	17	17	17	15	15	15	17	15
Support Services	59	59	57	61	61	51	54	44
Communications Department								
49	49	49	50	51	51	51	51	51
Public Safety Department								
Animal Control	12	12	12	11	11	11	10.5	11.5
Administrative Services	3	3	3	3	2	2	4	4
Juvenile Detention Center								
Resident Services	80	80	80	80	80	80	82	82
Support Services	27	27	27	-	-	-	-	-
Public Works								
Division Support Program	9	9	9	11	11	11	50	51
Public Works IT	3	3	3	-	-	-	-	-
Culture and Recreation								
Administration	8.5	8.5	8	10.5	7.5	7.5	7	8
Aquatics Program	6	6	6	5.75	5	6.75	5.5	5.5
Community Center Program	53.5	53.5	53	49.5	48.75	48.75	53.5	57.5
Land Management-Parks and Open	41.5	41.5	41	38	36	36	36	33
Recreation Enrichment Program	13	13	13	9.5	5	9.38	9	5
Sports Program	10	10	10	9	9	9	9.5	6
Youth and Senior Services Program	5	5	5	5	5	5	3.5	3.5
Open Space	9	9	9	8.5	8.5	8.5	6.5	0
Health and Welfare								
Office of Environmental Health	16	16	16	16	16	16	17	17
Environmental Health Operations	7	7	6	6	6	6	9	9
Enterprise Funds-Business Type								
Solid Waste								
13	13	13	13	13	13	13	14	13
Housing								
Public Housing	3	3	3	3	3	3	3	4
Administrative	30	30	30	27	24	24	23	19
Juvenile Detention Center	24	24	24	23	23	23	23	23
Metropolitan Detention Center	532	532	-	-	-	-	-	-
DWI	51	51	-	-	-	-	-	-
	<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>	<u>1,469</u>

Note: Complete information for prior years is not available.
 Data provided by Bernalillo County Budget Department

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

	<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)	73,159	80,218	75,733	44,236	35,471	36,548	37,772
Traffic Violations (2) (5)	NA	NA	3,972	4,111	3,711	3,893	2,672
Fire Department							
Number of calls answered (1)	11,541	10,343	11,200	10,334	8,509	8,906	12,727
Inspections (1)	1,985	1,380	1,351	1,307	1,349	1,403	1,273
Public Works							
Street resurfacing (miles)	15.7	30.9	11.2	9.1	8.9	7.2	8.6
Traffic signs	21,742	21,109	20,494	20,046	19,212	18,671	17,899
Storm Sewer	2,167	2,276	1,925	1,867	1,316	1,304	1,173
Parks and Recreation							
Aquatics Program Attendance	47,643	36,313	44,841	NA	45,000	36,574	37,627
Number of Attendees at Dance Events	247	2,503	6,481	6,559	4,985	4,142	8,184
Youth Basketball Participation Program	1,950	1,375	1,167	1,642	1,800	1,842	1,600
Zoning, Building, and Planning							
Residential Building Permits	756	826	606	995	1,028	1,216	1,004
Commercial Building Permits	116	119	99	200	178	121	153
Electrical Permits	2,000	2,131	1,231	2,102	2,192	2,173	1,989
Mechanical Permits	484	1,335	632	1,281	1,305	1,435	1,187
Plumbing Permits	1,127	1,847	1,214	1,648	1,770	1,639	1,583
Sanitation							
Refuse Collected (Tons/Year) (2)(3)	37,762	35,047	42,939	44,153	27,208	25,938	22,522
Metropolitan Detention Center (4)							
DWI Bookings	6,867	6,307	-	-	-	-	-
Total Bookings	41,597	41,255	-	-	-	-	-
Community Custody Program (Avg Daily Population)	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 is not available due to their system convesion

Note: Complete information for prior years is not available.

All data provided by Bernalillo County departments.

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

	Fiscal Year						
	<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
Fire Department							
Fire Stations	10	10	10	10	10	10	10
Public Works							
Streets (miles)	724	723	718	717	716	717	712
Streetlights (1)	370	156	156	156	156	156	156
Traffic Signals	51	52	51	51	51	48	48
Traffic Flashers (Count)	130	136	134	134	134	134	134
Culture and Recreation							
Parks	18	18	15	11	11	11	11
Swimming pools	5	5	5	3	3	3	3
Tennis courts	7	7	8	4	4	4	4
Community centers	8	8	7	4	4	3	3
Walking trail	14	14	8	6	6	6	6
Basketball court	18	18	12	6	6	6	6
Volleyball Amenities	9	9	7	5	5	5	5
Baseball Field	35	35	39	26	26	26	26
Soccer Fields	24	24	23	14	14	14	14
Playgrounds	24	24	21	12	12	12	12
Picnic Areas	20	20	20	10	10	10	10

(1) Data provided by Public Service Company of New Mexico (PNM). PNM has recently updated their data base to reflect current counts.

Note: Complete information for prior years is not available.

COUNTY OF BERNALILLO, NEW MEXICO
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year Ended June 30, 2008

Grantor Agency and Grant Title	Federal 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	NM057V0		\$ 13,717,403
Public and Indian Housing - Seybold	14.850	NM05-001		56,546
Public Housing Capital Fund	14.872	NM02P05750100		38,853
Section 8 New Construction and Substantial Rehab	14.182	NM020003014		153,239
Disaster Voucher Program	14.DVP			36,126
Total Direct Assistance				<u>14,002,167</u>
Pass-Through Programs From:				
NM Mortgage Finance Authority:				
HOME Investments Partnership Program				
2000 Homes	14.239		99-01-BCH-HDR-001	395,128
Total Indirect Assistance				<u>395,128</u>
Total U.S. Department of Housing and Urban Development				<u>14,397,295</u>
U.S. Department of Transportation				
Direct				
Isleta Phase II	20.205		TCSE-021-Q69/92D	7,580
Total Direct Assistance				<u>7,580</u>
Pass-Through Programs From:				
NM Department of Transportation:				
Highway Planning and Construction:				
Edith Blvd Phase II	20.205		STP7501 (13)	45,156
Isleta Phase II Right of Way	20.205		TPU-CAQ-4009(3)26	27,240
Isleta Phase II	20.205		SB-NM05-001-(08)	130,949
Eubank Right of Way	20.205		TPU-4063(5)7	8,000
Isleta - Debt Principle Payment	20.205		TPU-4009(3)24	1,889,320
Isleta - Debt Interest	20.205		TPU-4009(3)24	50,680
				<u>1,951,345</u>
State and Community Highway Safety				
Click it or Ticket	20.600		08-OP-CT-008	9,436
DWI Officer Project	20.600		07-AL-03-008	117,125
DWI Officer Project	20.600		05-AL-03-008	29,349
				<u>155,910</u>
National Highway Safety Administration				
Operation DWI	20.608		08-AL-64-008	99,046
Traffic Records Improvement & Development	20.608		08-HE-64-P13J	115,500
TWS Operation DWI	20.608		07-AL-64-008	71,119
Impaired Driving Demonstration Project	20.608		07-AL-FTE164-008	153,846
				<u>439,511</u>
Safety Belt Performance Grants				
100 Days & Nights	20.609		07-PT-DS-008	25,000
Selective Traffic Enforcement Program (S.T.E.P.)	20.609		07-PT-K4-008	33,274
Operation Buckle Down	20.609		08-OP-06-008	14,660
Selective Traffic Enforcement Program (S.T.E.P.)	20.609		08-PT-06-008	46,921
				<u>119,855</u>
NM Department of Public Safety:				
2007 Hotzone Conference	20.700		2007 Hotzone Letter of Agreement	5,201
Total Indirect Assistance				<u>2,671,822</u>
Total U.S. Department of Transportation				<u>2,679,402</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 05	10.559		3004	146,153
Total U.S. Department of Agriculture				<u>146,153</u>
Executive Office of the President; Office Nat'l Drug Control Policy				
Direct				
High Intensity Drug Trafficking Area (HIDTA)	UNKNOWN	I4PSNP578Z		9,434
HIDTA	UNKNOWN	I5PSNP578Z		75,529
HIDTA	UNKNOWN	I6PSNP578Z		326,035
HIDTA	UNKNOWN	I7PSNP578Z		437,450
Total Executive Office of the President				<u>848,448</u>

COUNTY OF BERNALILLO, NEW MEXICO
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year Ended June 30, 2008

Grantor Agency and Grant Title	Federal CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Justice				
Direct				
Bulletproof Vest Partnership Program				
Bullet Proof Vest	16.607			9,716
Gang Resistance Education and Training				
Gang Resistance and Education Training (G.R.E.A.T.)	16.737	2006JV-FX-0055		25,853
Public Safety Partnership and Community Policing Grants				
COPS UNIV HIRING	16.710			355
COPS AHEAD program	16.710			217
COPS MORE Grant	16.710	96CMX1010		19,348
COPS Methamphetamine Training Initiative	16.710	2004CKWX0398		17,724
COPS Technology Initiative	16.710	2005CKWX0206		123,330
COPS 2006 Technology	16.710	2006CKWX0367		293,388
				<u>454,362</u>
Total Direct Assistance				<u>489,931</u>
Pass-Through Programs From:				
NM Department of Public Safety:				
Office of Emergency Management:				
Three-Year Exercise Plan for OEM	16.007		2003-MU-T3-0047	28,327
2007 EMPG Training	16.007		2003-TE-TX-0193	13,285
				<u>41,612</u>
City of Albuquerque:				
E. Byrne Justice Assistance Grant (JAG) 2005	16.738	2005 JAG	2005-F1723-NM-DJ	26,951
E. Byrne Justice Assistance Grant (JAG) 2006	16.738	2006 JAG	2006-F1861-NM-DJ	19,197
E. Byrne Justice Assistance Grant (JAG) 2007	16.738	2007 JAG	2007-F6659-NM-DJ	156,177
				<u>202,325</u>
Juvenile Accountability Incentive Block Grant	16.523	FY07 SAFE Program	07-690-1406	30,755
NM Children, Youth and Families Dept:				
CCMHC Program Coordinator	16.501	2003JBBX0003	06-690-7000-7174	323
CYFD 2007 IGA Interface	16.501		07-690-7000-3879	256
CYFD Continuum Grant	16.501		08-690-6365	132,832
				<u>133,411</u>
New Mexico Dept. of Public Safety:				
Edward Byrne Memorial Justice Assistance Grant Program				
Drug Control & System Improvement	16.738		07-JAG-MRGV	192,097
Drug Control & System Improvement	16.738	2006-DJ-BX-0054	06-JAG-REG1-MRGVTF-FY07	113,361
Southwest Investigative Fugitive Team	16.738		07-JAG-SWIFT-FY08	28,542
Southwest Investigative Fugitive Team	16.738	2005-DJ-BX-0839	05-JAG-PPA-02-SWIFT-FY06	24,356
Southwest Investigative Fugitive Team	16.738	2006-DJ-BX-0054	06-JAG-SWIFT-FY07	45,506
				<u>403,862</u>
Community Prosecution and Project Saafe Neighborhoods				
Gun Violence Reduction	16.609	2007-GP-CX-0066	07-PSN-BCSO-FY08	522
Anti-Gang Initiative				
Gang Reduction	16.744	2007-PG-BX-0082	07-Anti-Gang-BCSO-FY08	12,129
Total Indirect Assistance				<u>824,616</u>
Total U.S. Department of Justice				<u>1,314,547</u>
U.S. Department of Homeland Security				
Pass-Through Programs From:				
NM Department of Public Safety:				
Homeland Security Grant-Cluster				
2004 US Homeland Security	97.067		2004-GE-T4-0005	3,139
2005 Buffer Zone Protection	97.067		2005-GR-T5-0029-Bernalillo	49,990
2005 Homeland Security / Fire Marshalls Office	97.067		2005-GE-T5-0012-BERNALILLO	1,122,435
2006 Homeland Security	97.067		2006-GE-T6-0064-Bernalillo	16,012
World Conf Disaster Mgt. Canada	97.004		2004-GE-T4-0005	6,099
				<u>1,197,675</u>
2007 Hazmat Explo	97.703		2007 Hazmat Explo Letter of Agreeeme	6,708
State Domestic Preparedness Equipment Support				
Total U.S. Department of Homeland Security				<u>1,204,383</u>

COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2008

Grantor Agency and Grant Title	Federal CFDA Number	Grant Number	Pass-Through Entity Identifying Number	Federal Expenditures
U.S. Department of Interior				
Direct				
Bureau of Reclamation				
Water Conservation	15.UNKNOWN	06-FG-40-2484		3,693
Total U.S. Department of Interior				3,693
U.S. Environmental Protection Agency				
Direct				
Community Action for a Renewed Environment	66.035			10,320
South Valley Sewer	66.606	XP-986861		6,166,969
Total U.S. Environmental Protection Agency				6,177,289
U.S. Department of Health and Human Services				
Direct				
SV Health Commons Ph II	93.887	C76HF06977-01-00		1,699,833
Pass-Through Programs From:				
NMDH Epidemiology & Response Div				
SV Health Commons PhII	93.887		JPA	210,743
Rio Grande Community Development Corporation, Inc.				
SV Partners for Environmental Justice	93.113		I R25 ES014347-01	2,635
Total U.S. Department of Health and Human Services				1,913,211
National Endowment for the Humanities				
Pass-Through Programs From:				
Arts Midwest	45.024		eGRANT file#24182	20,000
Total National Endowment for the Humanities				20,000
Total Expenditures of Federal Awards				\$ 28,704,421

Note A. Basis of Presentation:

The accompanying schedule of expenditures of federal awards is prepared on the accrual basis of accounting.

**Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters Based
on an Audit of Financial Statements Performed in Accordance
With *Government Auditing Standards***

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, 2008, and have issued our report thereon dated December 6, 2008. 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 governmental fund and enterprise fund as of and for the year ended June 30, 2008, 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

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 opinions 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

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

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting as 01-10, 06-01, 07-01, 07-02, 08-01, 08-02 and 08-03.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the County's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above are material weaknesses.

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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 07-03, 07-05, 07-07, 07-08, 08-01, 08-05 and 08-06.

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

We noted certain matters that are required to be reported under *Government Auditing Standards, January 2007 Revision* paragraphs 5.14 and 5.16, and Section 12-6-5, NMSA 1978 and Section 2.2.2.9 (c) of the NMAC, which are described in the accompanying schedule of findings and questioned costs as findings 02-06 and 08-04.

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
December 6, 2008

**Report on Compliance
With Requirements Applicable to 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 the compliance of Bernalillo County, New Mexico (County), with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. 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 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 requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008. However, the results of our auditing procedures disclosed other instances

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

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 07-03, 07-05, 07-07, 07-08, 08-05 and 08-06.

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 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.

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 that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we considered to be significant deficiencies. We did not identify any deficiencies that we considered to be a material weakness.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the

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

accompanying schedule of findings and questioned costs at items 07-03, 07-05, 07-07, 07-08, 08-05 and 08-06 to be significant deficiencies.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

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 it.

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
December 6, 2008

**COUNTY OF BERNALILLO, NEW MEXICO
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
Year Ended June 30, 2008**

Findings From Year Ended June 30, 2007:

Current Status:

01-10	Accounts Receivable Collections- Solid Waste	Repeated and Updated
02-06	State Auditor Required Schedule	Repeated and Updated
05-02	Juvenile Detention Center- Regional Juvenile Detention Center Joint Powers Agreement	Resolved
06-01	Sheriffs Department Currency Evidence Account	Repeated and Updated
07-01	Payroll Controls- Human Resources	Repeated and Updated
07-02	IT Controls	Repeated and Updated
07-03	Income Verification	Repeated and Updated
07-04	Housing Quality Standards Inspections	Resolved
07-05	Rent Calculations	Repeated and Updated
07-06	Reporting	Resolved
07-07	Davis Bacon	Repeated and Updated
07-08	Matching, Earmarking and Level of Effort	Repeated and Updated

**COUNTY OF BERNALILLO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2008**

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 that are not considered to be material weakness(es)? x Yes _____ None reported

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

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____ Yes x No
- Significant deficiency(s) identified that are not considered to be material weakness(es) 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
10.XXX	High Intensity Drug Trafficking Area (HIDTA)
97.067	2005 Homeland Security/Fire Marshalls
93.887	SV Health Phase II
14.182	Section 8 - Moderate Rehabilitation

Dollar threshold used to distinguish between type A and type B programs \$ 861,021

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

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

An exit conference was held on December 10, 2008 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

James Thompson, CPA, Partner
Chris Garner, CPA, Senior Manager

County Personnel

Thaddeus Lucero, County Manager
Daniel J. Mayfield, Deputy County Manager – Budget and Finance
John Dantis, Deputy County Manager – Public Safety
Teresa Byrd, Director of Budget
Kim Mckibben, Solid Waste Director
Lisa Sedillo-White, Director of Purchasing
Jeff P. Lovato, MBA, Director of Accounting
Renetta Torres, Director of Human Resources
Frank J. Marquez, Director of CIP
Betty Valdez, Housing Director
Fidel A. Bernal, CPA, Chief Deputy Treasurer
Ruth Lott, Housing
Bonnie Ulibarri-Romero, CPA, Financial Projects Coordinator, Finance Department
Cindy Torres, Audit Liaison, Finance Department
Mary Salazar, CIP
Anthony Infantino, MBA, Financial Administrator, Finance
Nataliya Rubinchik, MSA, Financial Administrator, Finance
Roger Tannen, Deputy Chief, Emergency Manager
Kevin Kinzie, Special Projects Coordinator
Kathy Krutis, Sheriff's Office
Luz Elva Gonzales, Judicial Operations