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May 5, 2008

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Via First-Class Mail

RECEIVED
08 MAY -7 PM 3:16
SUPERFUND DIV.
TECHNICAL & ENFORCEMENT
BRANCH (6SF-T)

Cynthia Brown
Removal Enforcement Coordinator
EPA Region 6 - Dallas, TX
1445 Ross Avenue, Suite 1200
Dallas, TX 75202-2733

RE: Griggs and Walnut Ground Water Plume, City of Las Cruces, Doña Ana County, New Mexico; Site ID No.: HZ; CERCLIS #NM0003371286; EPA's Request for Information Pursuant to CERCLA Section 104(e), 42 U.S.C. § 9604(e)

City of Las Cruces, New Mexico's response to EPA's 104(e) request regarding the City's ability to pay remediation costs and EPA's past costs

Dear Ms. Brown:

As you know, our office represents the City of Las Cruces, New Mexico. Last week I transmitted the City of Las Cruces' response to EPA's 104(e) requests regarding the City's ability to pay remediation and past costs associated with the above-referenced site. With this letter, I am forwarding additional documentation reviewed by Robert Fuhrman of Seneca Economics and Environment, LLC, in connection with the preparation of his analysis of the City's ability to pay remediation costs and EPA's past costs. In order to facilitate review, those documents are enclosed in both hard-copy and also on a CD containing electronic versions of each of those documents.

828043

Please do not hesitate to contact me should you have any questions or comments. Thank you.

Very truly yours,

Steven G. Jones

Enclosures

cc: James Costello, EPA's Office of Regional Counsel (w/o enclosure)
Jorge Garcia, City of Las Cruces Utilities Director (w/o enclosure)
Dan Santantonio, City of Las Cruces Administrator of Regulatory & Environmental Services (w/o enclosure)
Mark Sutter, City of Las Cruces Director of Financial Services (w/o enclosure)
Robert Fuhrman (w/o enclosure)
Bradley Marten (w/o enclosure)

CITY OF LAS CRUCES
PROPOSED BUDGET FY 2008/2009

FUND				
General Fund 1000				
	FY 2006/07 Actual	FY 2007/08 Adjusted	FY 2007/08 Projected*	FY 2008/09 Proposed
BEGINNING BALANCE	$ 14,266,662	20,057,986	20,057,986	18,536,282
REVENUES				
512011 to 015 & 911500 Gross Receipts Taxes	$ 53,917,924	56,280,000	55,534,000	55,177,000
511010 Property Taxes	6,329,527	6,747,276	6,947,276	7,479,209
514010 to 50 Franchise Fees	2,456,015	2,615,678	2,815,843	2,884,311
546301 to 04 Administrative Transferrs	1,788,067	1,819,540	1,819,540	1,866,442
533001 Police Fines	1,665,219	963,394	923,394	941,862
521002 Subdivision Fees	1,472,112	1,000,000	800,000	720,000
All Other Revenues	6,488,091	6,017,225	5,689,707	5,526,151
TOTAL REVENUES	$ 74,116,955	75,443,113	74,529,760	74,594,975
TOTAL RESOURCES	$ 88,383,617	95,501,099	94,587,746	93,131,257
EXPENDITURES				
Reserves	$ 1,196,112	3,495,770	1,624,943	3,019,385
Administration	1,751,866	2,132,317	1,905,014	2,204,402
Community Development	1,262,966	1,441,267	1,171,722	1,643,577
Facilities	8,530,653	9,143,087	8,743,809	9,273,847
Financial Services	3,086,312	3,497,845	3,246,128	3,730,427
Fire	8,152,656	8,655,393	8,582,267	9,133,046
Human Resources	916,669	933,002	894,679	975,430
Judicial	1,410,266	1,826,916	1,309,226	1,667,792
Legal	1,422,807	1,723,363	1,550,813	1,890,104
Legislative	735,607	671,012	653,616	702,942
Police	17,372,830	18,370,589	18,374,073	19,649,142
Public Services	7,201,270	8,399,272	7,928,333	8,498,476
Public Works	4,754,683	5,651,615	5,502,732	5,706,779
Transfers	10,530,933	14,564,109	14,564,109	11,653,484
Total General Fund Expenditures	$ 68,325,630	80,505,557	76,051,464	79,748,833
ENDING BALANCE	$ 20,057,987	14,995,542	18,536,282	13,382,424
Required 1/12th Reserve	5,693,803	6,708,796	6,337,622	6,645,736
UN-RESERVED ENDING BALANCE	$ 14,364,185	8,286,746	12,198,660	6,736,688

*Projected based on 8 months actual through February 29, 2008 and 4 months projected.

CITY OF LAS CRUCES
PROPOSED BUDGET FY 2008/2009

FUND	DEPT			
General Fund Reserve Section	**Reserve Section**			
	FY 2006/07 Actual	**FY 2007/08 Adjusted**	**FY 2007/08 Projected***	**FY 2008/09 Proposed**
RESERVES FOR:				
1. Salary Increases:				
610106 Reserve for Blue Collar Bargaining Unit Increases	$ 0	163,515	0	175,004
610106 Reserve for Police Bargaining Unit Increases	0	472,900	0	458,697
610106 Reserve for Fire Bargaining Unit Increases	0	222,465	0	232,585
610106 Reserve for Non-Represented Increases	0	960,195	0	600,283
2. Services				
721260 Carpenter	$ 1,398	0	0	0
722190 Purchased Services	125,154	277,634	212,290	250,000
722197 Enchanced Spay/Neuter	24,992	11,927	11,927	0
722248 Admin Charge - County	50,800	54,200	55,800	60,100
722248 Admin Charge - GRT	532,895	521,400	533,392	534,500
722310 City Manager Contingency	0	200,000	200,000	150,000
723100 Building or Land Rental	95,063	99,870	99,870	99,870
730410 Software	0	20,000	20,000	10,000
3. Payments to Other Government Entities				
772900 Office of Emergency Management	$ 51,370	94,346	94,346	94,346
772900 Council of Governments	11,140	14,000	14,000	14,000
4. Payments to Other Government Programs				
722190-10909 Family & Youth Adolescent Shelter	$ 0	14,546	14,546	0
722900 Family & Youth Americorps Program	23,300	20,364	20,364	0
722190-10911 Big Brothers Big Sisters School Program	0	30,720	30,720	0
722190-10912 Big Brothers Big Sisters Community Pgm	0	7,913	7,913	0
722190-10913 MV Comm of Hope Resource Room Pgm	0	9,775	9,775	0
772900 Mesilla Valley Economic Development Alliance	200,000	200,000	200,000	200,000
722190 City Contribution to Doña Ana Arts Council				40,000
772900 Low Income Utility Assistance Program	80,000	100,000	100,000	100,000
Total Reserves	$ 1,196,112	3,495,770	1,624,943	3,019,385
5. Transfers to Other Funds				
951005 Fund 1005 Engineering Services	$ 611,605	1,067,695	1,067,695	1,817,695
951010 Fund 1010 Airport Operations	270,000	270,000	270,000	270,000
951101 Fund 1101 City Council OEM	25,000	25,000	25,000	0
951102 Fund 1102 City Hall Furnishings	50,000	644,764	644,764	0
951200 Fund 1200 Vehicle Acquisition	1,750,000	2,000,000	2,000,000	2,000,000
952030 Fund 2030 Regional Plan	0	250,000	250,000	100,000
952090 Fund 2090 M. P. O. Urban Transportation	125,000	125,000	125,000	125,000
952171 Fund 2171 Older Americans Act	1,195,259	1,195,259	1,195,259	1,195,259
952173 Fund 2173 Retired Senior Volunteer Program	71,149	75,949	75,949	75,949
952174 Fund 2174 Children, Youth, & Families	19,602	19,602	19,602	19,602
952405 Fund 2405 Victims Assistance	903	0	0	24,951
952170 Fund 2410 Keep Las Cruces Beautiful	14,384	25,453	25,453	58,604
952121 Fund 2412 Juvenile Citation Program	11,123	73,100	73,100	73,100
952330 Fund 2440 Prisoner Care	1,450,000	1,650,000	1,650,000	1,150,000

*Projected based on 8 months actual through February 29, 2008 and 4 months projected.

CITY OF LAS CRUCES
PROPOSED BUDGET FY 2008/2009

FUND	DEPT			
General Fund Reserve Section Continued	Reserve Section			
	FY 2006/07 Actual	FY 2007/08 Adjusted	FY 2007/08 Projected*	FY 2008/09 Proposed
5. Transfers to Other Funds Continued				
952470 Fund 2470 COPS Interoperability Technology	0	305,452	305,452	58,493
911000 Fund 2700 Health Services	0	0	0	60,000
952495 Fund 2495 Animal Services Center	0	129,318	129,318	310,365
952780 Fund 2780 Griggs/Walnut Plume Remediation	0	207,184	207,184	118,035
954001 Fund 4001 Capital Improvement Reserve	600,000	650,000	650,000	610,000
954012 Fund 4012 Facility State Grants	0	7,711	7,711	4,536
954022 Sales Tax 2005 City Hall Fund	0	2,042,672	2,042,672	0
954023 Fund 4023 Sales Tax 2005 Public Improvement	0	675,000	675,000	0
954212 Fund 4212 Street State Grants	0	50,666	50,666	47,500
954300 Fund 4300 Airport Improvement	239,103	159,103	159,103	0
954613 Fund 4613 State Equipment	0	9,000	9,000	0
965400 Fund 5400 Wastewater Operations	0	30,098	30,098	0
965920 Fund 5920 Transit	1,403,000	857,500	857,500	1,500,000
966150 Fund 6150 Fleet Services	742,000	0	0	0
966340 Fund 6340 Liability Claims	572,366	572,366	572,366	482,366
772900-97410 Fund 7410 MVRDA	1,200,439	1,275,467	1,275,467	1,326,486
772900-97420 Fund 7420 Metro Narcotics	180,000	170,750	170,750	225,543
Total Transfers Out	$ 10,530,933	14,564,109	14,564,109	11,653,484
GRAND TOTAL RESERVE SECTION	$ 11,727,045	18,059,879	16,189,052	14,672,869

*Projected based on 8 months actual through February 29, 2008 and 4 months projected.

General Fund Revenue Forecast

3/24/08

Revenue Source	FY 03/04 Actual	FY 04/05 Actual	FY 05/06 Actual	FY 06/07 Actual	FY 2007/08 Forecast	FY 2008/09 Forecast	FY 2009/10 Forecast	FY 2010/11 Forecast	FY 2011/12 Forecast
Gross Receipts Taxes	41,801,082	45,597,467	49,854,538	53,917,924	55,534,000	55,177,000	58,312,000	62,056,000	66,331,000
Percent Change		9.1%	9.3%	8.2%	3.0%	-0.6%	5.7%	6.4%	6.9%
Property Taxes	4,621,296	4,989,228	5,634,335	6,329,527	6,947,276	7,479,209	7,830,316	8,350,096	8,883,602
Percent Change		8.0%	12.9%	12.3%	9.8%	7.7%	4.7%	6.6%	6.4%
Franchise Fees	2,176,608	2,164,258	2,389,963	2,456,015	2,815,843	2,884,311	2,956,275	3,031,909	3,107,710
Percent Change		-0.6%	10.4%	2.8%	14.7%	2.4%	2.5%	2.6%	2.5%
Administrative Transfers	1,788,067	1,788,067	1,788,067	1,788,067	1,819,540	1,866,442	1,866,442	1,866,442	1,866,442
Percent Change		0.0%	0.0%	0.0%	1.8%	2.6%	0.0%	0.0%	0.0%
Police Fines	1,163,284	1,345,269	1,615,561	1,665,219	923,394	941,862	961,641	983,759	1,008,353
Percent Change		15.6%	20.1%	3.1%	-44.5%	2.0%	2.1%	2.3%	2.5%
Subdivision Fees	29,337	538,134	1,516,244	1,472,112	800,000	720,000	792,000	851,400	893,970
Percent Change		1734.3%	181.8%	-2.9%	-45.7%	-10.0%	10.0%	7.5%	5.0%
All Other	4,986,657	4,790,360	5,256,674	6,488,091	5,719,680	5,767,983	5,634,815	5,701,657	5,773,626
Percent Change		-3.9%	9.7%	23.4%	-11.8%	0.8%	-2.3%	1.2%	1.3%
Total	56,566,331	61,212,783	68,055,382	74,116,954	74,559,733	74,836,807	78,353,489	82,841,263	87,864,703
Change: Dollar		4,646,452	6,842,599	6,061,572	442,779	277,074	3,516,682	4,487,774	5,023,440
Percent		8.2%	11.2%	8.9%	0.6%	0.4%	4.7%	5.7%	6.1%

Assumptions:

U.S.

- Energy costs will be level in FY09 and beyond
- Interest rates will tilt towards growth promotion per Federal Reserve Policy
- Housing appreciation will be negative over the next two years.
- No major world conflicts
- Real GDP will average 1.5-2% annually
- CPI-U will trend between 2.0%-2.5% annually
- Slow Growth but no recession

Las Cruces

- Construction; Residential slows dramatically due to US/Local markets.
- Construction; Commercial will recover from 2007 levels.
  - Includes City Hall, Federal Court House, Aquatic Center & Convention Center
  - City Hall, Federal Court House adjusted for TIDD in FY09 & FY10
- City annexations will satisfy demand for developable land.
- City population growth will average 1-1.5% annually near term.
- Job gains will come from health care, leisure/hospitality, business services and state and local government
- Personal Income growth will average approximately 6-6.5% yearly

City of Las Cruces
PEOPLE HELPING PEOPLE

M E M O R A N D U M
Office of Management and Budget

TO: Mayor and City Council

THRU: Terrence R. Moore, City Manager

THRU: Mark Sutter, Financial Services Director

FROM: Dick Gebhart, Budget Manager

DATE: April 21, 2008
SUBJECT: **Gross Receipts Tax Revenue for the month of April**

The Gross Receipts Tax (GRT) remittance from the state for the month of April 2008 totaled $5,476,929. This represents a 1.5% gain from the GRT remittance of April 2007. GRT revenue for FY08 is now 2.5% ahead of the nine months from last year.

Major developments involved in GRT trend for FY08:

- The April year over year change reflects economic activity from February transactions. Based on these figures, sales at retail establishments showed a decline for the forth straight month.

- Construction was again in negative territory for the month. Construction activity has now shown shrinkage in 8 of the 10 months this fiscal year.

- Although gains were evident in other sectors, particularly in Health Care, the April report continues the trend of revenue generation that is falling below the rate of inflation.

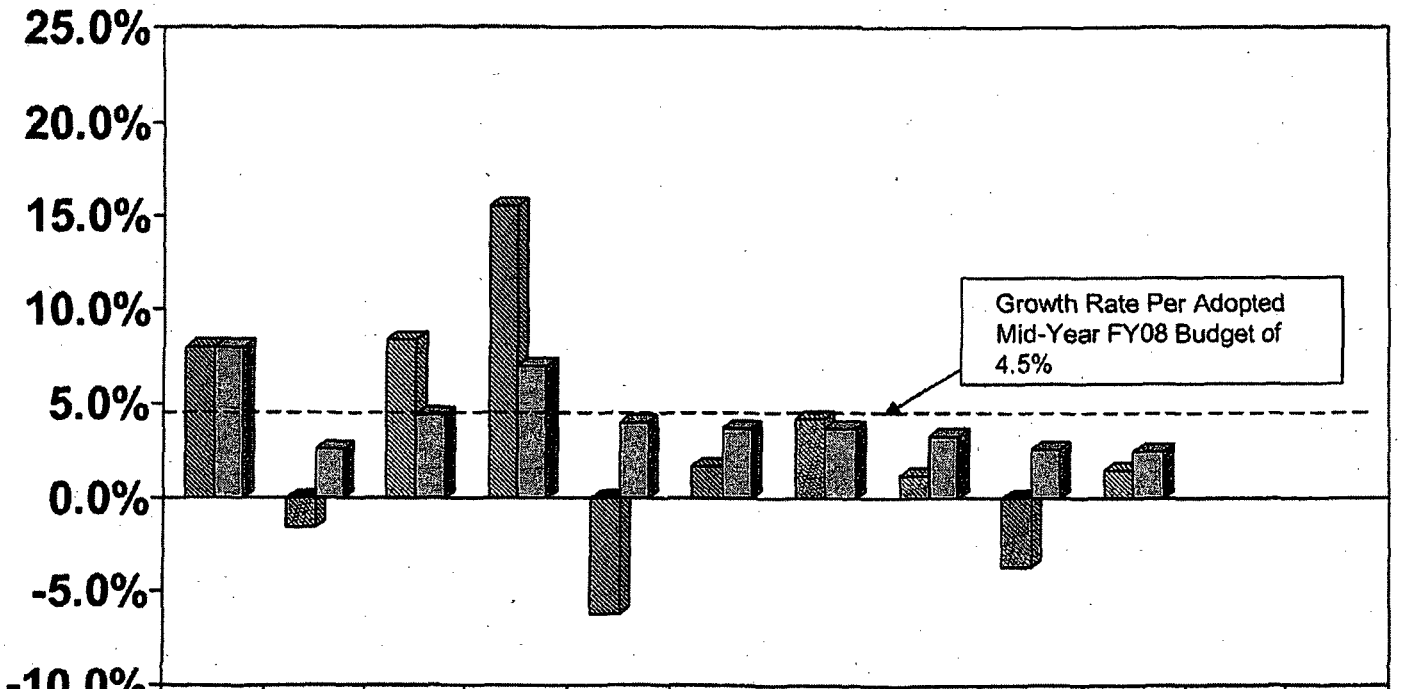
As revenues fall below inflation, the City's real income is being eroded. The City's GRT total collections are now reflecting a local economy facing significant challenges. The 1.5% gain is particularly anemic given February actually had 29 days as opposed to the normal 28. The FY08 targeted growth rate for GRT now appears to be out of reach and nationally most indicators are pointing in the wrong direction. The outlook for the rest of the fiscal year is likely to remain little changed given the trends firmly in place.

Attachments 2:

Gross Receipts Tax Revenues

Percentage Change FY08 vs. FY07

City of Las Cruces



	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Monthly	8.0%	-1.6%	8.4%	15.5%	-6.2%	1.7%	4.2%	1.2%	-3.7%	1.5%		
YTD	8.0%	2.6%	4.4%	7.0%	4.0%	3.7%	3.7%	3.3%	2.6%	2.5%		

CITY OF LAS CRUCES

Gross Receipts Tax: Monthly Check/Category Detail/Comparison of Current Year to Prior Year

	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	Jan-08	Feb-08	Mar-08	Apr-08	YTD	$ Change	% Change
Agriculture, Forestry, Fishing and Hu	35,326	4,053	5,739	5,381	5,018	2,790	5,380	5,269	4,573	8,238	81,766	58,342	249.1%
Mining and Oil and Gas Extraction	0	0	(11)	0	0	0	0	0	0	0	(11)	(2,243)	-100.5%
Utilities	152,337	196,534	260,096	230,716	247,063	198,353	155,407	178,893	174,164	172,706	1,966,269	216,627	12.4%
Construction	869,952	898,523	915,931	925,231	1,040,883	846,671	754,322	833,058	642,267	609,246	8,336,083	(715,244)	-7.9%
Manufacturing	72,252	98,809	55,771	61,867	72,750	69,803	65,228	79,683	59,521	42,498	678,182	51,612	8.2%
Wholesale Trade	160,840	136,295	118,188	129,866	120,721	131,727	118,674	141,059	97,704	114,872	1,269,946	(748,484)	-37.1%
Retail Trade	1,743,391	1,888,894	1,703,554	1,790,468	1,805,216	1,813,316	1,838,407	2,392,256	1,700,212	1,735,601	18,411,313	434,554	2.4%
Transportation and Warehousing	29,520	104,782	63,527	69,924	64,340	75,518	50,905	69,984	50,289	47,852	626,640	356,228	131.7%
Information and Cultural Industries	113,229	104,243	124,861	117,671	103,882	59,322	166,195	135,145	103,373	55,911	1,083,832	29,616	2.8%
Finance and Insurance	39,761	47,442	54,290	42,187	34,154	47,252	39,722	43,814	48,924	39,154	436,701	26,174	6.4%
Real Estate and Rental and Leasing	91,848	98,618	76,398	121,133	61,779	84,585	84,550	82,610	50,777	66,325	818,624	(37,110)	-4.3%
Professional, Scientific and Technic	294,710	411,964	249,186	288,737	262,300	293,819	321,272	317,109	317,017	363,259	3,119,374	228,980	7.9%
Management of Companies and Ent	0	0	0	0	0	1,436	493	0	1,315	0	3,245	1,475	83.4%
Admin and Support, Waste Mgt and	10,311	25,886	16,994	17,645	15,007	17,205	19,300	23,562	15,274	19,212	180,395	47,300	35.5%
Educational Services	11,968	13,572	13,021	11,113	13,495	7,065	8,979	10,345	9,412	12,723	109,693	(1,314)	-1.2%
Health Care and Social Assistance	561,552	832,968	528,031	568,721	563,472	612,628	589,180	612,534	506,209	703,455	6,078,750	759,612	14.3%
Arts, Entertainment and Recreation	13,482	17,806	9,898	9,417	6,380	8,280	7,453	11,575	13,825	13,229	111,345	(28,492)	-20.4%
Accommodation and Food Services	433,637	456,517	396,290	453,675	460,255	445,919	410,456	501,883	421,776	439,292	4,419,699	174,495	4.1%
Other Services (except Public Admir	502,093	563,908	515,104	504,926	583,041	571,712	513,911	597,641	487,778	512,622	5,352,735	84,912	1.6%
Public Administration	0	0	0	0	0	0	0	59,089	0	0	59,089	(41,280)	-41.1%
Interstate Communications	0	0	0	0	0	0	0	0	0	0	0	0	n/a
Unclassified Establishments	112,796	132,410	107,425	96,082	31,514	23,559	23,655	26,587	11,317	13,304	578,650	425,730	278.4%
Administration Charge	(60,337)	(69,302)	(59,869)	(62,605)	(62,989)	(61,025)	(59,497)	(69,954)	(55,077)	(57,727)	(618,383)	(14,043)	2.3%
Adjustment for unreported detail	33,338	31,735	29,440	33,274	26,372	28,818	40,125	1,417	104,441	81,307	410,267	(114,003)	-21.7%
Food Distribution	(3,008)	329,936	334,248	344,028	331,714	346,399	327,192	666,301	353,653	340,986	3,371,448	133,324	4.1%
Medical Distribution	166,567	152,777	164,798	151,583	136,866	175,710	151,006	151,082	158,605	142,865	1,551,862	96,499	6.6%
Total	5,385,565	6,478,368	5,682,912	5,911,038	5,923,235	5,800,861	5,630,316	6,870,923	5,277,348	5,476,929	58,437,495	1,423,266	2.5%

City of Las Cruces
PEOPLE HELPING PEOPLE

M E M O R A N D U M
Office of Management and Budget

TO: Mayor and City Council

THRU: Terrence R. Moore, City Manager

THRU: Mark Sutter, Financial Services Director

FROM: Dick Gebhart, Budget Manager

DATE: March 20, 2008

SUBJECT: **Gross Receipts Tax Revenue for the month of March**

The Gross Receipts Tax (GRT) remittance from the state for the month of March 2008 totaled $5,277,348. This represents a 3.7% decrease from the GRT remittance of March 2007. GRT revenue for FY08 is now 2.6% ahead of the nine months from last year.

Major developments involved in GRT trend for FY08:

- The March year over year decrease reflects economic activity from January transactions. Based on these figures, sales at retail establishments showed a decline for the third straight month.

- Construction was again in negative territory for the month making this previously robust sector down almost 10 percent. Construction has now been negative for four months in a row.

- While gains were evident in other sectors, the March report was note worthy largely because of its pervasive weakness.

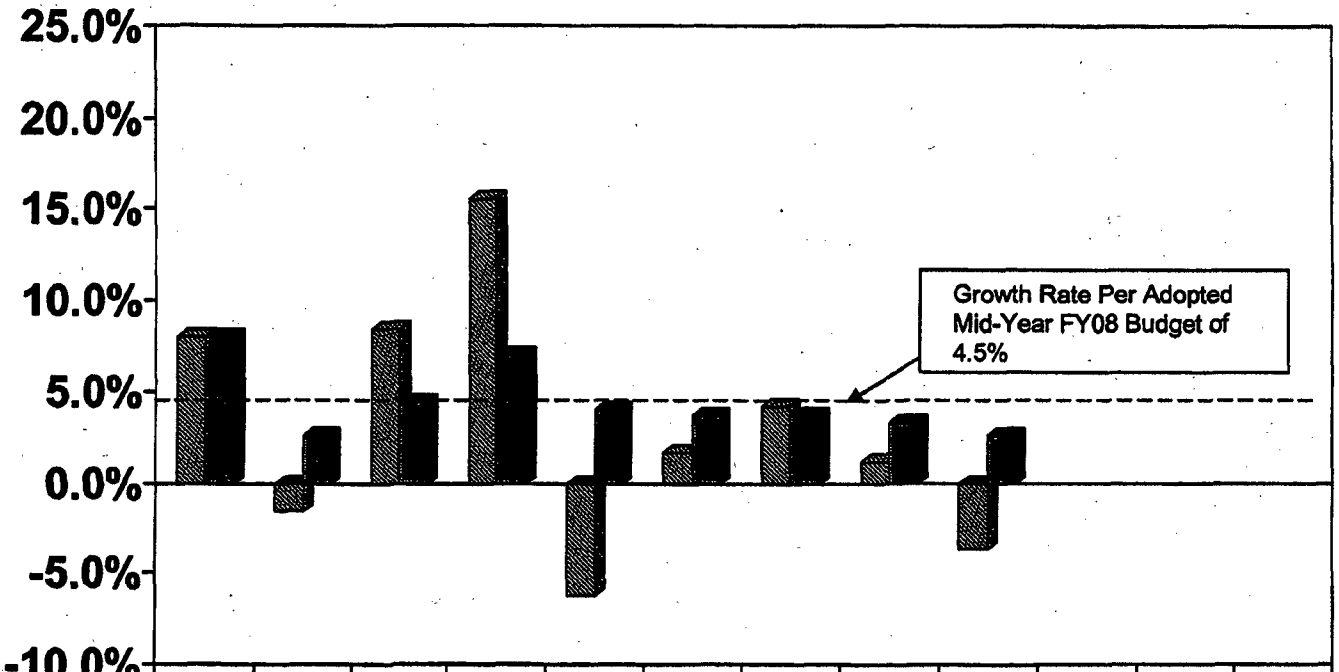
The City's GRT total collections are now fully reflecting national economic strains. While the construction slowdown in residential activity was the leading edge it appears that few sectors now remain unaffected. With three quarters of the fiscal year now history, the probability of achieving the FY08 overall targeted growth rate is rapidly receding. Recent moves by the Federal Reserve, while potentially promising down the road, will provide no relief during the remainder of the current fiscal year.

Attachments 2:

Gross Receipts Tax Revenues

Percentage Change FY08 vs. FY07

City of Las Cruces



	July	Aug	Sept	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Monthly	8.0%	-1.6%	8.4%	15.5%	-6.2%	1.7%	4.2%	1.2%	-3.7%			
YTD	8.0%	2.6%	4.4%	7.0%	4.0%	3.7%	3.7%	3.3%	2.6%			

CITY OF LAS CRUCES

Gross Receipts Tax: Monthly Check/Category Detail/Comparison of Current Year to Prior Year

	Jul-07	Aug-07	Sep-07	Oct-07	Nov-07	Dec-07	Jan-08	Feb-08	Mar-08	YTD	$ Change	% Change
Agriculture, Forestry, Fishing and Hu	35,326	4,053	5,739	5,381	5,018	2,790	5,380	5,269	4,573	73,529	51,807	238.5%
Mining and Oil and Gas Extraction	0	0	(11)	0	0	0	0	0	0	(11)	(1,102)	-101.0%
Utilities	152,337	196,534	260,096	230,716	247,063	198,353	155,407	178,893	174,164	1,793,563	199,566	12.5%
Construction	869,952	898,523	915,931	925,231	1,040,883	846,671	754,322	833,058	642,267	7,726,837	(616,275)	-7.4%
Manufacturing	72,252	98,809	55,771	61,867	72,750	69,803	65,228	79,663	59,521	635,664	64,435	11.3%
Wholesale Trade	160,840	136,295	118,188	129,866	120,721	131,727	118,674	141,059	97,704	1,155,074	(680,227)	-37.1%
Retail Trade	1,743,391	1,888,894	1,703,554	1,790,468	1,805,216	1,813,316	1,838,407	2,392,256	1,700,212	16,675,713	473,901	2.9%
Transportation and Warehousing	29,520	104,782	63,527	69,924	64,340	75,518	50,905	69,984	50,289	578,788	328,438	131.2%
Information and Cultural Industries	113,229	104,243	124,861	117,671	103,882	59,322	166,195	135,145	103,373	1,027,921	78,971	8.3%
Finance and Insurance	39,761	47,442	54,290	42,187	34,154	47,252	39,722	43,814	48,924	397,547	29,594	8.0%
Real Estate and Rental and Leasing	91,848	98,618	76,398	121,133	61,779	84,585	84,550	82,610	50,777	752,299	(30,492)	-3.9%
Professional, Scientific and Technica	294,710	411,984	249,186	288,737	262,300	293,819	321,272	317,109	317,017	2,756,116	148,935	5.7%
Management of Companies and Ent	0	0	0	0	0	1,436	493	0	1,315	3,245	1,475	83.4%
Admin and Support, Waste Mgt and	10,311	25,886	16,994	17,645	15,007	17,205	19,300	23,562	15,274	161,184	40,605	33.7%
Educational Services	11,968	13,572	13,021	11,113	13,495	7,065	6,979	10,345	9,412	96,970	(431)	-0.4%
Health Care and Social Assistance	561,552	832,968	528,031	568,721	563,472	612,628	589,180	612,534	506,209	5,375,295	596,285	12.5%
Arts, Entertainment and Recreation	13,482	17,806	9,898	9,417	6,380	8,280	7,453	11,575	13,825	98,116	(20,637)	-17.4%
Accommodation and Food Services	433,637	456,517	396,290	453,675	460,255	445,919	410,456	501,883	421,776	3,980,407	177,971	4.7%
Other Services (except Public Admin	502,093	563,908	515,104	504,926	583,041	571,712	513,911	597,641	487,778	4,840,113	39,356	0.8%
Public Administration	0	0	0	0	0	0	0	59,089	0	59,089	(41,280)	-41.1%
Interstate Communications	0	0	0	0	0	0	0	0	0	0	0	n/a
Unclassified Establishments	112,796	132,410	107,425	96,082	31,514	23,559	23,655	26,587	11,317	565,345	424,770	302.2%
Administration Charge	(60,337)	(69,302)	(59,869)	(62,605)	(62,989)	(61,025)	(59,497)	(69,954)	(55,077)	(560,656)	(13,521)	2.5%
Adjustment for unreported detail	33,338	31,735	29,440	33,274	26,372	28,818	40,125	1,417	104,441	328,960	(98,585)	-23.1%
Food Distribution	(3,008)	329,936	334,248	344,028	331,714	346,399	327,192	666,301	353,653	3,030,462	96,316	3.3%
Medical Distribution	166,567	152,777	164,798	151,583	136,866	175,710	151,008	151,082	158,605	1,408,997	92,355	7.0%
Total	5,385,565	6,478,368	5,682,912	5,911,038	5,923,235	5,800,861	5,630,316	6,870,923	5,277,348	52,960,566	1,342,232	2.6%
Prior Year	4,985,933	6,581,939	5,245,195	5,117,942	6,311,815	5,701,453	5,405,186	6,789,216	5,479,656			
% Change YTD	8.02%	2.56%	4.36%	6.96%	4.03%	3.65%	3.72%	3.35%	2.60%			
Current month vs. same month PY	*8.02%*	*-1.57%*	*8.35%*	*15.50%*	*-6.16%*	*1.74%*	*4.17%*	*1.20%*	*-3.69%*			

EXHIBIT "A"

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND General Fund 1000				
	FY 2006/07 Preliminary*	FY 2007/08 Adopted	Adjustment	FY 2007/08 Adjusted
BEGINNING BALANCE	$ 14,266,662	18,699,394	1,358,592	20,057,986
REVENUES				
511010 Property Taxes	$ 6,329,527	6,430,236	317,040	6,747,276
511/514 Pmt in Lieu of Taxes/Franchise Fees	3,997,895	4,209,352	13,188	4,222,540
512010 to 015 & 911500 Gross Receipts Taxes	53,917,924	57,900,000	(1,620,000)	56,280,000
512041/42/43/48 State Share Taxes	101,664	58,532	36,470	95,002
520/521/522 Licenses and Permits	2,037,658	1,542,015	(32,406)	1,509,609
531/532/533 Fines & Forfeitures	1,901,976	1,956,901	(758,307)	1,198,594
541 to 546 Charges for Services	3,150,805	2,880,441	207,430	3,087,871
551 to 554 Intergovernmental Revenues	299,231	317,671	(317,671)	0
560 Contributions	1,923	8,350	(4,500)	3,850
570 Interest Revenue	763,264	223,161	678,599	901,760
590 to 599 Miscellaneous Revenues	1,316,860	1,127,192	(317,120)	810,072
800 Except 811151 & 52 Other Financing Sources	298,227	454,490	7,091	461,581
TOTAL REVENUES	$ 74,116,954	77,108,341	(1,790,186)	75,318,155
TOTAL RESOURCES	$ 88,383,616	95,807,735	(431,594)	95,376,141
EXPENDITURES				
Reserves	$ 1,196,112	3,495,770	0	3,495,770
Legislative	735,607	671,012		671,012
Judicial	1,410,266	1,825,249	1,667	1,826,916
Administration	1,751,866	2,231,733	13,084	2,244,817
Human Resources	916,669	932,502	500	933,002
Legal	1,422,807	1,693,830	29,533	1,723,363
Financial Services	3,086,312	3,495,012	2,833	3,497,845
Public Works	4,754,683	5,254,260	343,667	5,597,927
Police	17,372,830	18,541,438	(100,184)	18,441,254
Public Services	7,201,270	8,848,061	(448,789)	8,399,272
Fire	8,152,656	8,592,894	7,000	8,599,894
Facilities	8,530,653	8,952,612	56,500	9,009,112
Community Development	1,262,966	1,439,600	1,667	1,441,267
Transfers	10,530,933	11,394,428	2,850,262	14,244,690
Total General Fund Expenditures	$ 68,325,630	77,368,401	2,757,740	80,126,141
ENDING BALANCE	$ 20,057,986	18,439,334	(3,189,334)	15,250,000
Required 1/12th Reserve	5,693,803	6,447,367	229,812	6,677,178
UN-RESERVED ENDING BALANCE	$ 14,364,184	11,991,967	(3,419,146)	8,572,822

*Preliminary Actual

EXHIBIT "A" Continued

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DEPT			
General Fund Reserve Section	Reserve Section			
	FY 2006/07 Preliminary*	FY 2007/08 Adopted	Adjustment	FY 2007/08 Adjusted
RESERVES FOR:				
1. Salary Increases:				
610106 Reserve for Blue Collar Bargaining Unit Increases	$ 0	163,515		163,515
610106 Reserve for Police Bargaining Unit Increases	0	472,900		472,900
610106 Reserve for Fire Bargaining Unit Increases	0	222,465		222,465
610106 Reserve for Non-Represented Increases	0	960,195		960,195
2. Services				
721260 Carpenter	$ 1,398	0		0
722190 Purchased Services	125,154	277,634		277,634
722197 Enchanced Spay/Neuter	24,992	11,927		11,927
722248 Admin Charge - County	50,800	54,200		54,200
722248 Admin Charge - GRT	532,895	521,400		521,400
722310 City Manager Contingency	0	200,000		200,000
723100 Building or Land Rental	95,063	99,870		99,870
730410 Software	0	20,000		20,000
3. Debt Payment -City Hall	0	0		0
4. Payments to Other Government Entities				
772900 Office of Emergency Management	$ 51,370	94,346		94,346
772900 Council of Governments	11,140	14,000		14,000
5. Payments to Other Government Programs				
772900 Family & Youth Adolescent Shelter	$ 0	14,546		14,546
772900 Family & Youth Americorps Program	23,300	20,364		20,364
772900 Big Brothers Big Sisters School Program	0	30,720		30,720
772900 Big Brothers Big Sisters Community Program	0	7,913		7,913
772900 MV Community of Hope Resource Room Pgm	0	9,775		9,775
772900 Economic Development	200,000	200,000		200,000
772900 Low Income Utility Assistance Program	80,000	100,000		100,000
Total Reserves	$ 1,196,112	3,495,770	0	3,495,770
6. Transfers to Other Funds				
951005 Fund 1005 Engineering Services	$ 611,605	1,067,695		1,067,695
951010 Fund 1010 Airport Operations	270,000	270,000		270,000
951101 Fund 1101 City Council OEM	25,000	25,000		25,000
951102 Fund 1102 City Hall Furnishings	50,000	50,000	594,764	644,764
951200 Fund 1200 Vehicle Acquisition	1,750,000	2,000,000		2,000,000
952030 Fund 2030 Regional Plan	0	250,000		250,000
952090 Fund 2090 M. P. O. Urban Transportation	125,000	125,000		125,000
952171 Fund 2171 Older Americans Act	1,195,259	1,195,259		1,195,259
952173 Fund 2173 Retired Senior Volunteer Program	71,149	75,949		75,949
952174 Fund 2174 Children, Youth, & Families	19,602	19,602		19,602
852201 Fund 2300 Fire Fighters Program	0	0		0

*Preliminary Actual

EXHIBIT "A" Continued

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DEPT			
General Fund Reserve Section Continued	Reserve Section			
	FY 2006/07 Preliminary*	FY 2007/08 Adopted	Adjustment	FY 2007/08 Adjusted
6. Transfers to Other Funds Continued				
952405 Fund 2405 Victims Assistance	903	0		0
952170 Fund 2410 Keep Las Cruces Beautiful	14,384	25,453		25,453
952121 Fund 2412 Juvenile Citation Program	11,123	73,100		73,100
952330 Fund 2440 Prisoner Care	1,450,000	1,650,000		1,650,000
852204 Fund 2470 Dept. of Justice Programs	0	0	115,351	115,351
954001 Fund 4001 Capital Improvement Reserve	600,000	650,000		650,000
954012 Fund 4012 Facility State Grant Fund	0	0	7,711	7,711
954022 Fund 4022 Sales Tax 2005 City Hall Fund		0	2,042,672	2,042,672
954023 Fund 4023 Sales Tax 2005		675,000		675,000
954212 Fund 4212 Street State Grant Fund		0	50,666	50,666
954300 Fund 4300 Airport Improvement	239,103	159,103		159,103
954613 Fund 4613 State Equipment Fund		0	9,000	9,000
965400 Fund 5400 Wastewater Fund		0	30,098	30,098
965920 Fund 5920 Bus Transit	1,403,000	857,500		857,500
966150 Fund 6150 Fleet Services	742,000	0		0
966340 Fund 6340 Liability Claims	572,366	572,366		572,366
966361 Fund 6361 Walnut/Griggs Plume Project	0	207,184		207,184
772900-97410 Fund 7410 MVRDA	1,200,439	1,275,467		1,275,467
772900-97420 Fund 7420 Metro Narcotics	180,000	170,750		170,750
Total Transfers Out	$ 10,530,933	11,394,428	2,850,262	14,244,690
GRAND TOTAL RESERVE SECTION	$ 11,727,045	14,890,198	2,850,262	17,740,460

*Preliminary Actual

Las Cruces Economic & Revenue Outlook

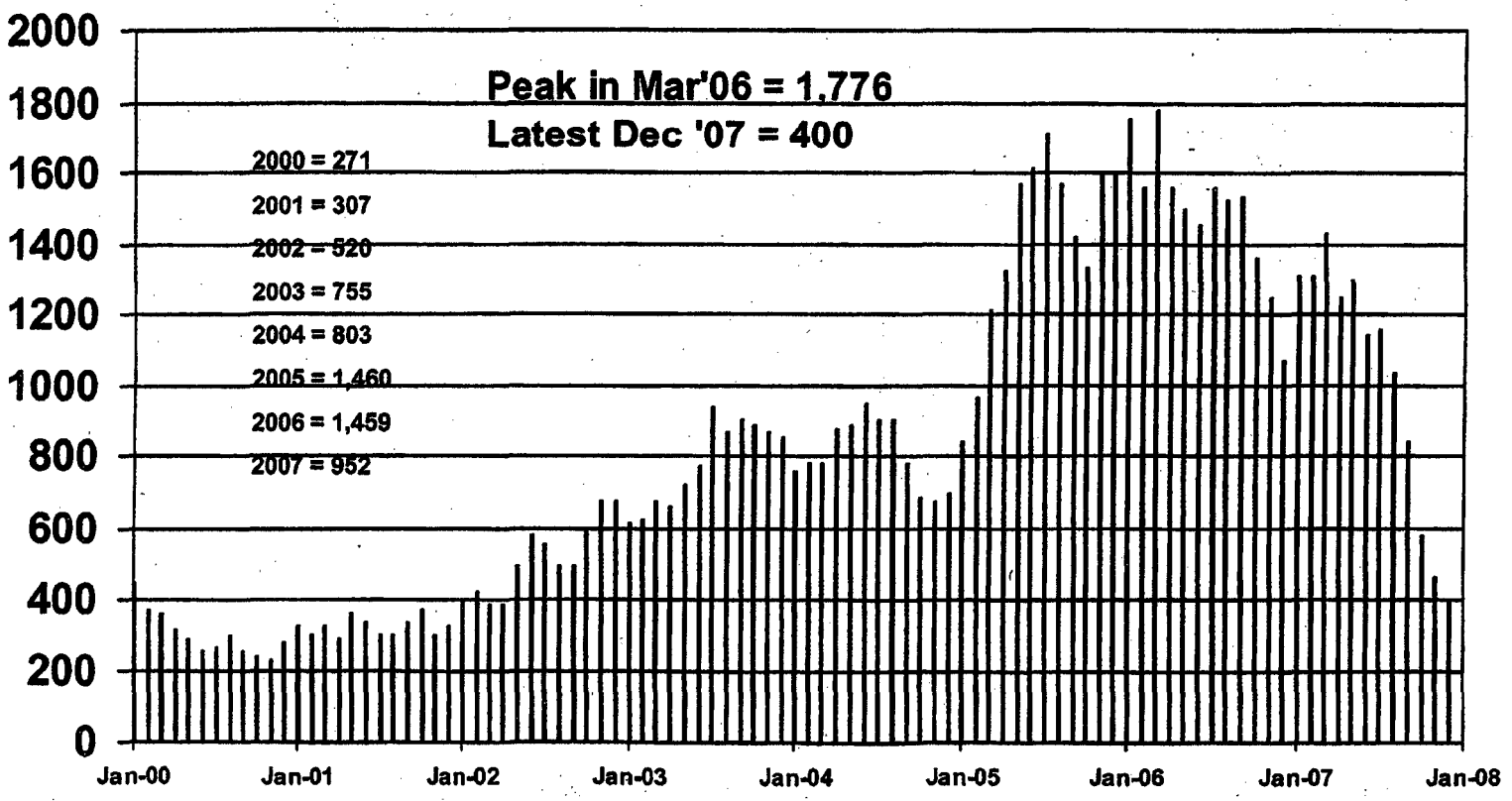
FY2008-2009

February 5, 2008

U.S. Forecast Comparison	FY08	FY09
Real GDP $ Billions/% change		
Jan. 2007	$11,859.6	$12,251.7
	2.7%	3.3%
Jan. 2008	$11,681.0	$11,948.3
	2.1%	2.3%
Housing Starts Millions/% change		
Jan. 2007	1.556	1.658
	-5.9%	6.6%
Jan. 2008	1.188	1.167
	-24.6%	-1.7%
Personal Income $ Billions/% change		
Jan. 2007	$11,770.9	$12,459.1
	5.3%	5.8%
Jan. 2008	$11,950.9	$12,530.4
	5.5%	4.8%
CPI/% change		
Jan. 2007	2.074	2.115
	2.2%	2.0%
Jan. 2008	2.097	2.137
	2.8%	1.9%
Oil Price, West Texas Intermediate		
Jan. 2007	$64.6	$64.3
	-1.0%	-0.4%
Jan. 2008	$74.8	$75.9
	8.1%	1.4%

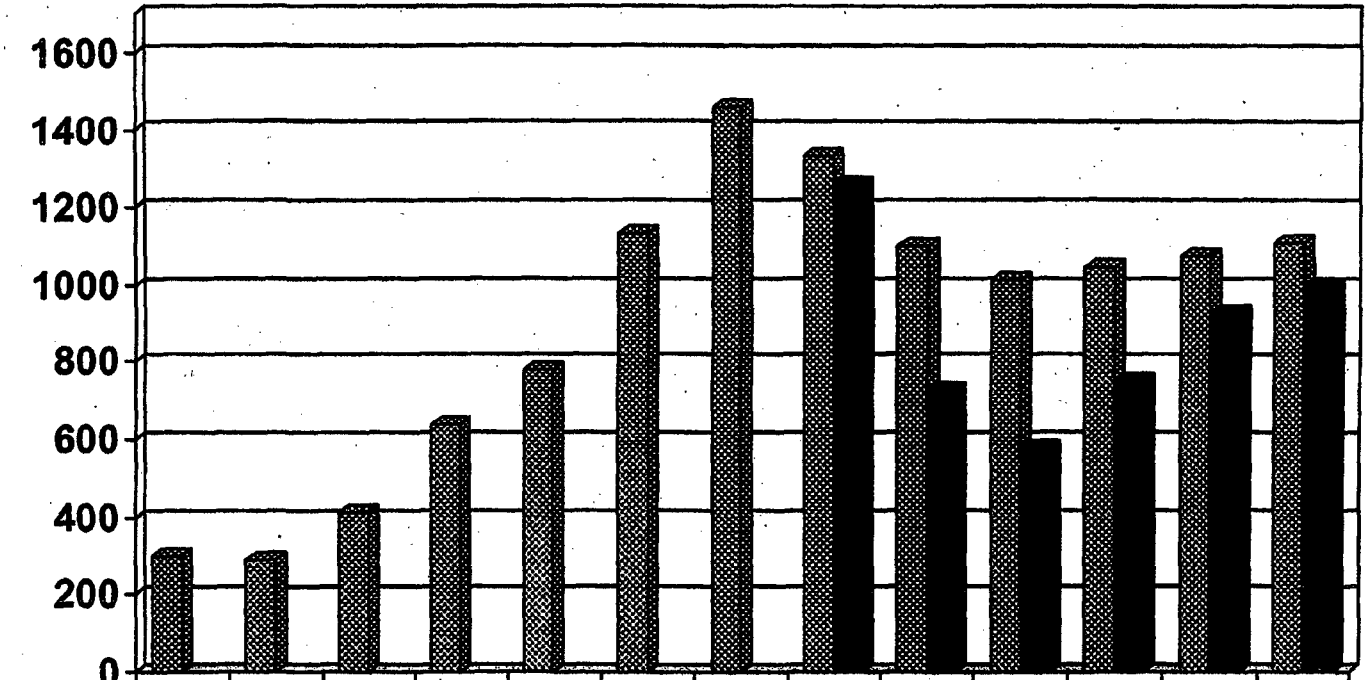
Las Cruces Single Family Building Permits

Annualized Three Month Moving Average



Las Cruces Single Family Permits

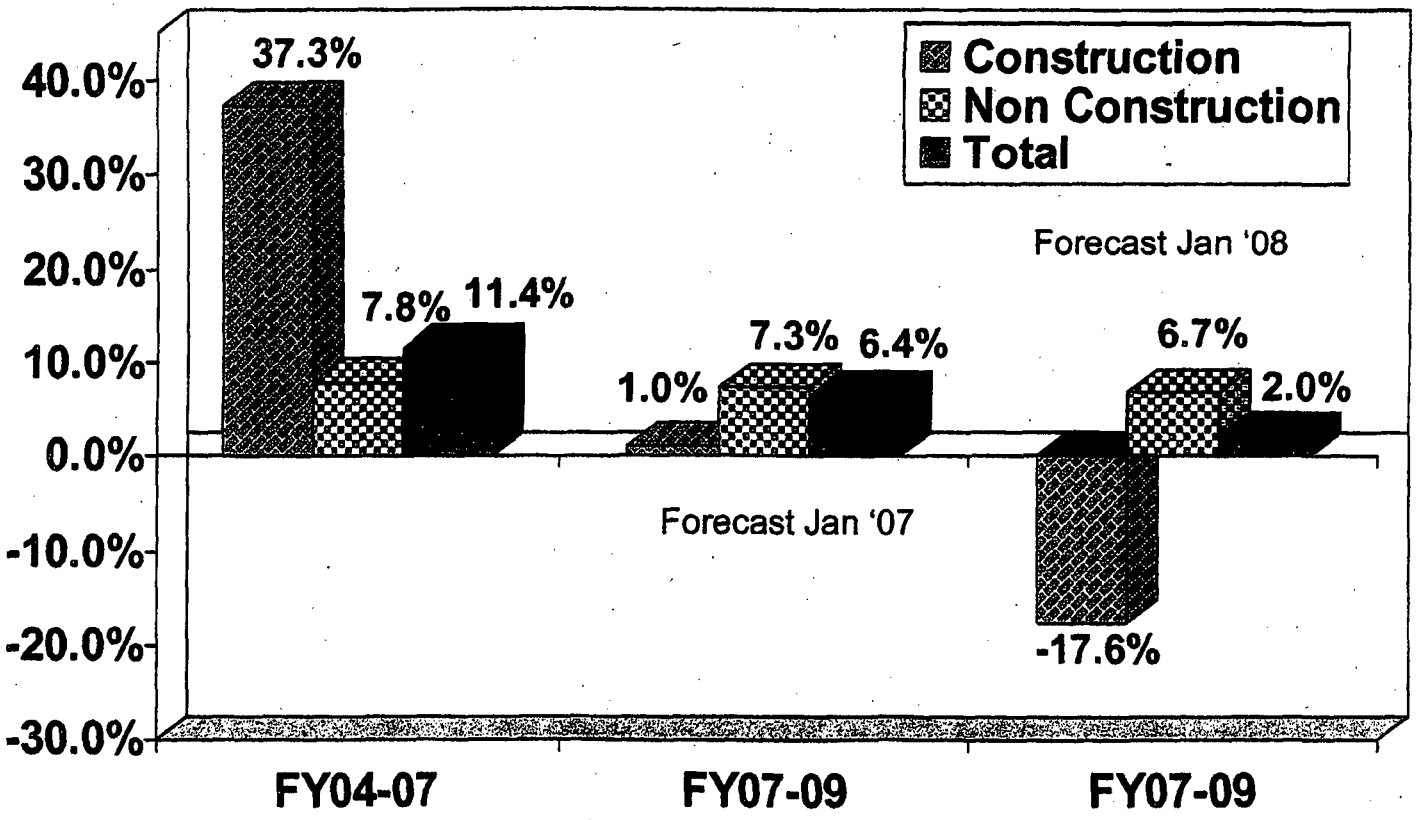
Fiscal Year



	FY00	FY01	FY02	FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10	FY11	FY12
Jan '07	297	289	414	638	779	1132	1460	1330	1100	1015	1045	1077	1109
Jan '08								1260	726	575	750	925	1000

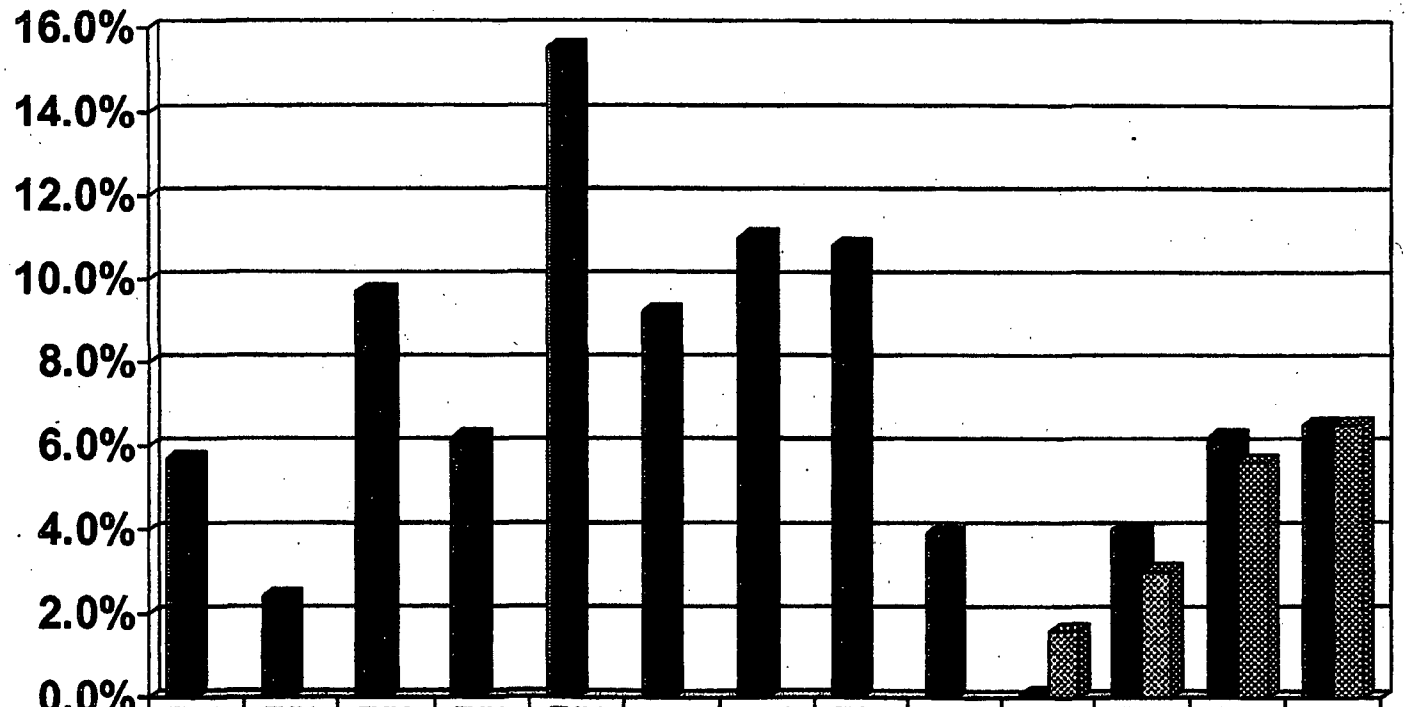
Construction's Contribution To GRT Growth

Average Annual Percent Change



Total GRT Percent Change

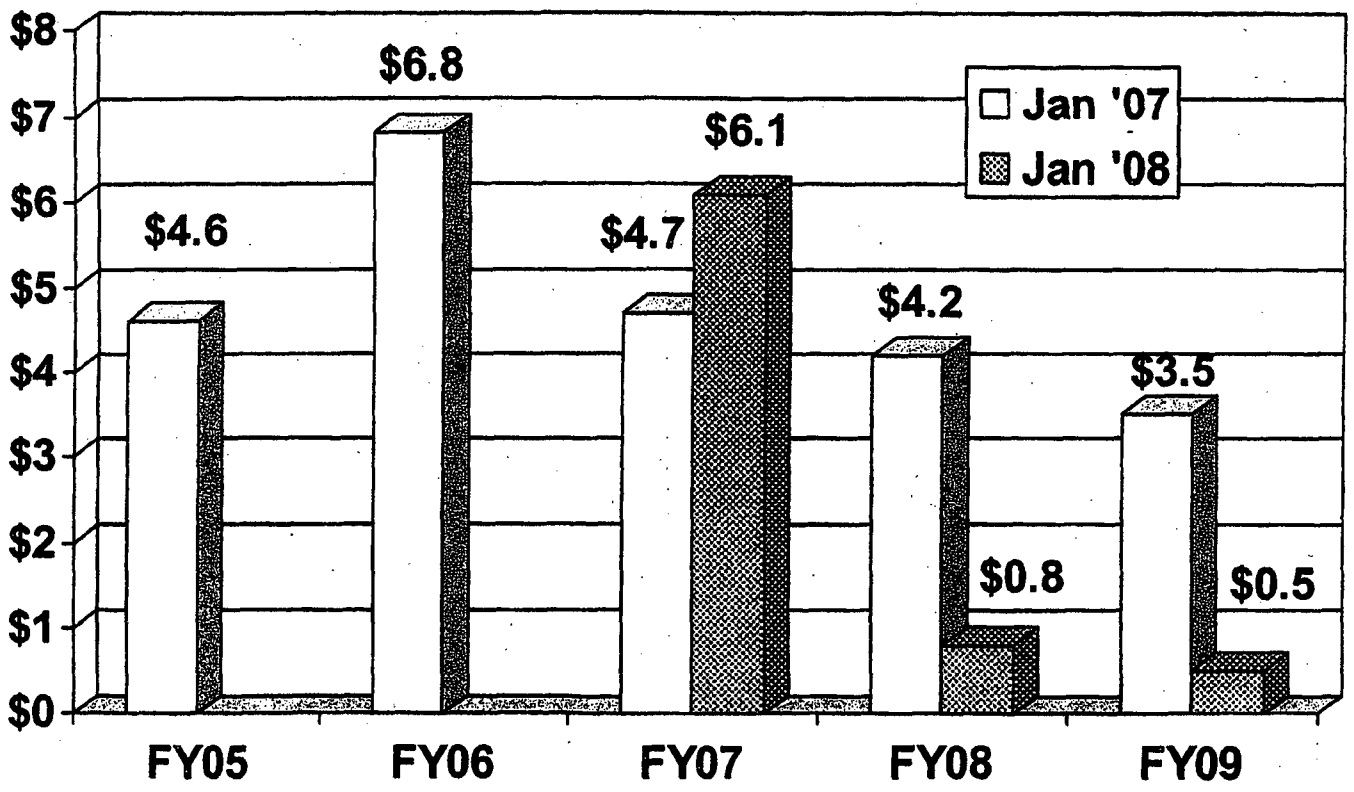
Fiscal Year



	FY00	FY01	FY02	FY03	FY04	FY05	FY06	FY07	FY08	FY09	FY10	FY11	FY12
Jan '08	5.7%	2.4%	9.7%	6.2%	15.5%	9.2%	11.0%	10.8%	3.9%	0.1%	4.0%	6.2%	6.5%
TIDD										1.6%	3.0%	5.6%	6.5%

Change In General Fund

Dollars Millions



FY09 General Fund Summary

1/28/08

GRT - General Fund $ Millions	Actual FY07	FY08	FY09
GRT Forecast Adjusted	$53.92	$56.28	$55.84
Adjustments:			
GRT Economic		($0.25)	
City Hall Timing		($0.25)	
Sub-Total		($0.50)	
Revised Forecast	$53.92	$55.78	$55.84

General Fund - $ Millions	Actual FY07	FY08	FY09
Revenue Forecast Adjusted	$74.12	$75.36	$75.37
Adjustments:			
GRT Economic		($0.25)	
City Hall Timing		($0.25)	
Property Tax		$0.20	
Subdivision Fees		($0.10)	
Other		($0.05)	
JU PILOT/Adm Trans			$0.22
Sub-Total		($0.45)	$0.22
Revised Revenue Forecast	$74.12	$74.91	$75.59

General Fund Balance - $ Millions	Actual FY07	FY08	FY09
Beginning Balance	$14.27	$20.06	$14.58
Revenues	$74.12	$74.91	$75.59
Expenditures	$68.33	$80.39	$80.39
Added Shelter Costs		$0.04	
City Hall Adj			($2.64)
Salary Inc./Health Care			$1.92
Operating			$0.00
Capital			$0.00
Transferrs			$0.00
Sub-Total		$80.43	$79.67
Ending Balance	$20.06	$14.58	$10.50

"Best Scenario"

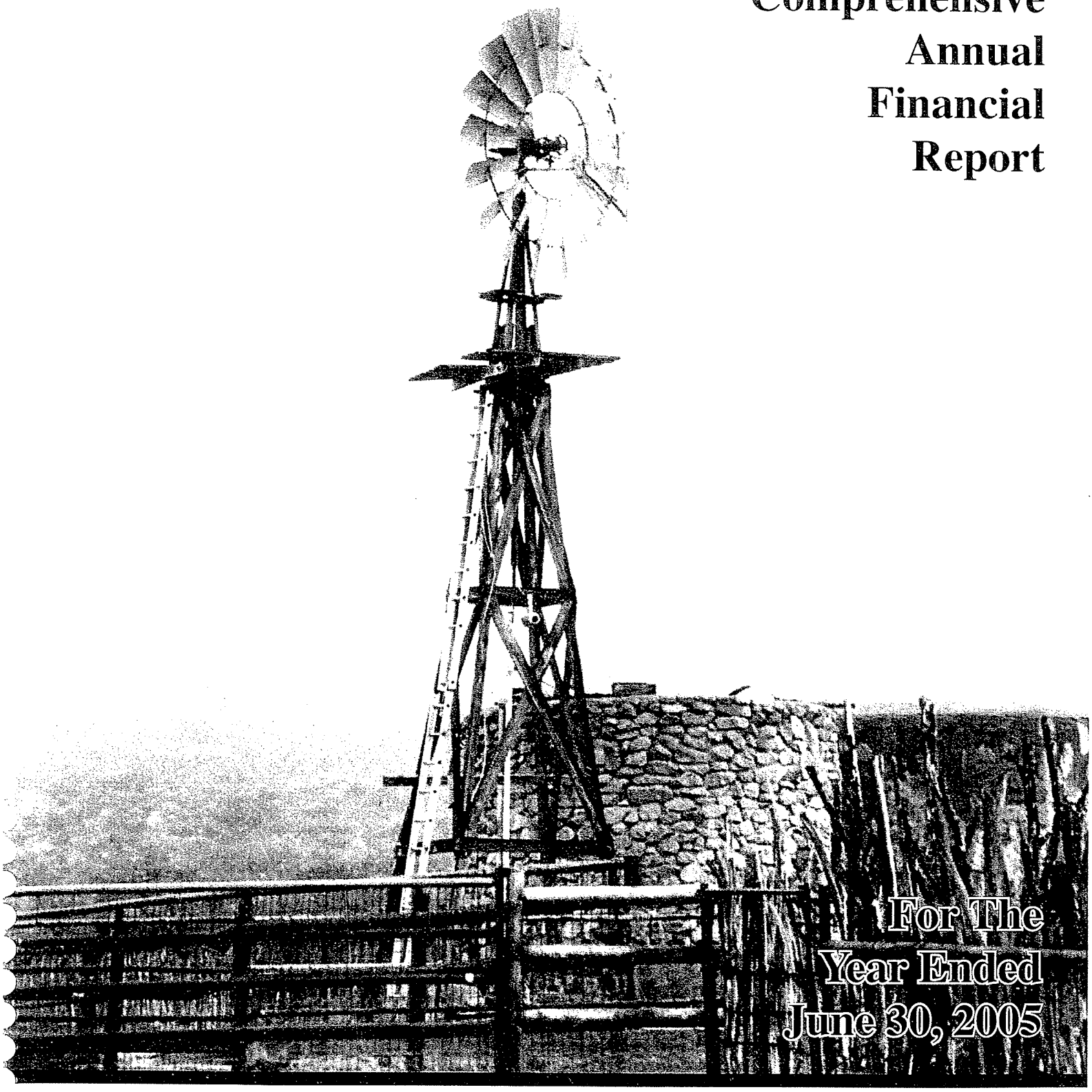
← may not hit revenue projection

~6.7m

General Fund Balance - $ Millions			
Vacancy Savings Estimate	?	$1.40	$0.75
Ending Balance		$15.98	$12.65

City of Las Cruces

Comprehensive Annual Financial Report



For The Year Ended June 30, 2005

Las Cruces, New Mexico

STATE OF NEW MEXICO

CITY OF LAS CRUCES

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2005

Prepared by
Finance Department
Dr. Mark Sutter, Ph.D., CPA
Financial Services Director

Cover photo courtesy of Jane Mulvihill

City of Las Cruces

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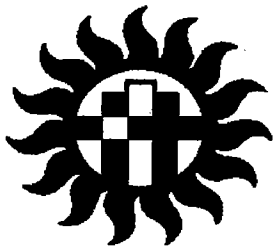
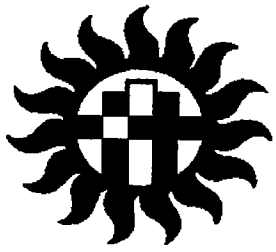


City of Las Cruces

City of Las Cruces



City of Las Cruces

City of Las Cruces
PEOPLE HELPING PEOPLE

November 23, 2005

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

The Comprehensive Annual Financial Report for the City of Las Cruces (City), New Mexico, for the fiscal year ended June 30, 2005, is submitted in accordance with Article V, Section 5.09, of the City Charter. Responsibility for the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the City. We believe the data, as presented, are accurate in all material respects and are presented in a manner that fairly sets forth the financial position and results of operations of the City. Furthermore, we believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The independent firm of certified public accountants, Grant Thornton LLP, whose report is included herein, has audited the financial statements and related notes. This audit satisfies the requirement in the Charter, which requires an annual audit of all accounts of the City by an independent certified public accountant. Additionally, federal awards received by the City directly from federal agencies or passed through to the City by the State of New Mexico or other governmental entities during the year were audited in accordance with the Single Audit Act and OMB Circular A-133.

The financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB).

Comprehensive Annual Financial Report (CAFR)

The City's Comprehensive Annual Financial Report (CAFR) is organized in five sections. The Introductory Section includes a transmittal letter that highlights significant aspects of financial operations during the fiscal year and particular financial issues faced by the City, a list of its principal officials, and an organizational chart. The Financial Section includes the independent auditor's report, management's discussion and analysis, basic financial statements and related notes, the combining financial statements, and the budgetary comparison schedules. The Supplementary Information includes schedules of insurance in force, pledged collateral, and schedule of deposit accounts and investments. The Statistical Section includes selected financial and demographic information about the City, presented on a multi-year basis. The Single Audit Section includes the auditor's reports on internal control and compliance with applicable laws and regulations and the schedule of expenditures of state and federal awards, and notes to those expenditures.

P.O. BOX 20000
LAS CRUCES
NEW MEXICO
88004-9002
505.541.2000

AN EQUAL OPPORTUNITY EMPLOYER

The Honorable Mayor, City Council,
City Manager and Citizens
November 23, 2005

The Reporting Entity

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

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

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

Economic Condition and Outlook

The City is the second largest city in the State and is the commercial service and cultural center of Southern New Mexico. The U. S. Census Bureau ranked the City in the top thirty fastest growing population areas in the country for the last decade.

The economy of Las Cruces MSA (Metropolitan Statistical Area) is diversified with primary contributing sectors being retail sales and services. Growth in the economy is demonstrated in the growth of gross receipts, assessed valuation and per capita income. In general, the City is well positioned for future growth and somewhat protected from a general economical downturn or the loss of specific enterprise or industry. New business continues to be attracted to the area. The City has been recognized nationally as one of the best small metro areas for business and careers according to Forbes/Milken Institute ranking of cities with populations below 177,000.

Certain infrastructure capital assets will need to be replaced or renovated in a 3-5 year period. It is anticipated that these capital expenditures will be financed through operating revenues, legislative appropriation or the issuance of long-term capital debt that will be repaid over the estimated useful lives of the capital projects.

While the economic environment and public expenditure policies are subject to change and re-evaluation, it is anticipated that the City will experience manageable growth that will not be disruptive to the current financial position of the City.

Major Initiatives

Flow of traffic through the City has been improved by street widening and the installation of additional traffic lights. Improvements to assist handicapped people were included with each project, as needed. Major construction or upgrades of intersection signals were made during the year.

Major facility renovations continue with monies received from the 2003 Gross Receipts Tax Bond issue which includes parking lot resurfacing. Flood control projects were included with some of the street improvement projects.

The City Council and staff held neighborhood meetings at various locations in the community. Follow-up meetings were held to report the progress of projects discussed at the neighborhood meetings.

During the fiscal year, a public/private partnership continued on the renovation of the downtown mall with major renovation work continuing on the historic Rio Grande Theater. Also, the federal government moved forward with plans to construction a new federal courthouse on the site adjacent to City Hall.

The Information Technology Department has spearheaded the project to acquire and implement a new electronic resource program that will centralize all of the City's computing and information systems. The software vendor has been identified and a contract has been signed. The software implementation is scheduled to begin in the spring.

Financial Information, Management and Control

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

Budgetary Control

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

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

Budget adjustments requested throughout the fiscal year that increase fund expenditures must be reviewed and acted upon by the City Council. The adopted budget thus becomes a document that details a clear and precise picture of the cost of public services that will be provided. The budget is controlled through an on-line accounting system to assure effective fiscal management and accountability. Local Government Division approval must be obtained on budget increases and budget transfers between funds. The FY 2004/2005 budget was legally amended.

Debt Administration

The City has significant capacity for future capital and infrastructure acquisitions, should the need arise. The City's current unused general obligation (G.O.) bond capacity is in excess of $40 million. The City currently has no outstanding G.O. bonds.

The City had nine bond issues outstanding at June 30, 2005. Two issues are Joint Utilities Revenue Bonds. Gas tax revenues secure one issue and gross receipts tax revenues primarily finance the other bond issues outstanding. During the fiscal year, the City refinanced one issue secured by gross receipts taxes. The amount of bonds outstanding at June 30, 2005 was $64,829,000. The City of Las Cruces enjoys a favorable reputation in the bond market and has ratings of A and A-1 by Moody's Investors Service and A and A+ by Standard and Poors on its uninsured issues and Aaa/AAA on its insured issues.

Cash Management

The City's investment policy allows for the investment of cash balances over amounts required to meet current financial obligations to achieve the highest rate of return consistent with the primary objectives of preservation of principal and maintenance of adequate safety, liquidity, legality and yield. Accordingly, deposits were either insured by federal depository insurance or collateralized by pledged securities of the U.S. government. A third-party financial institution's trust department in the City's name held all collateral on deposit.

Risk Management

The City maintains a self-insurance program for liability claims, unemployment compensation and workers compensation. The City participates in the State health insurance programs for both current and retired employees. In addition, the City's risk management office employs various risk control techniques, such as employee accident prevention training and inspection of City property and facilities, to minimize accident-related losses.

Independent Audit

New Mexico State law requires that an annual audit of a governmental unit's financial statements be performed by independent public accountants. Federal law requires that a single audit be performed for federal grant funds as required by the Single Audit Act Amendments of 1996 Office of Management and Budget Circular A-133. The independent auditor's reports on the financial statements, required supplementary information, and other supplementary information are included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the single audit section of this report.

GFOA Award

The City of Las Cruces was recently awarded the GFOA Certificate of Achievement for Excellence in Financial Reporting for the 2004 Comprehensive Annual Financial Report. This award is the highest form of recognition in governmental accounting and financial reporting. It is an outstanding accomplishment that demonstrates the professionalism residing in the Financial Services Department.

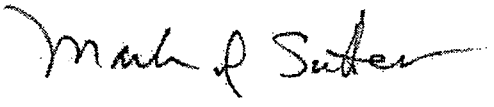
The Honorable Mayor, City Council,
City Manager and Citizens
November 23, 2005

Acknowledgments

The preparation of the Comprehensive Annual Financial Report could not have been accomplished without the efforts and dedication of the Financial Services Department staff. I would like to express my appreciation to staff for their many hours of hard work devoted to the project.

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

Respectfully submitted,



Mark D. Sutter, CPA, Ph.D.
Director of Financial Services

City of Las Cruces
June 30, 2005

LIST OF PRINCIPAL OFFICIALS

Councilors

William Mattiace	Mayor
Dolores Archuleta	Mayor Pro-Tem
Jose V. Frietze	Councilor
Dolores Connor	Councilor
Steven C. Trowbridge	Councilor
Wesley E. Strain	Councilor
Ken Miyagishima	Councilor

Other officials

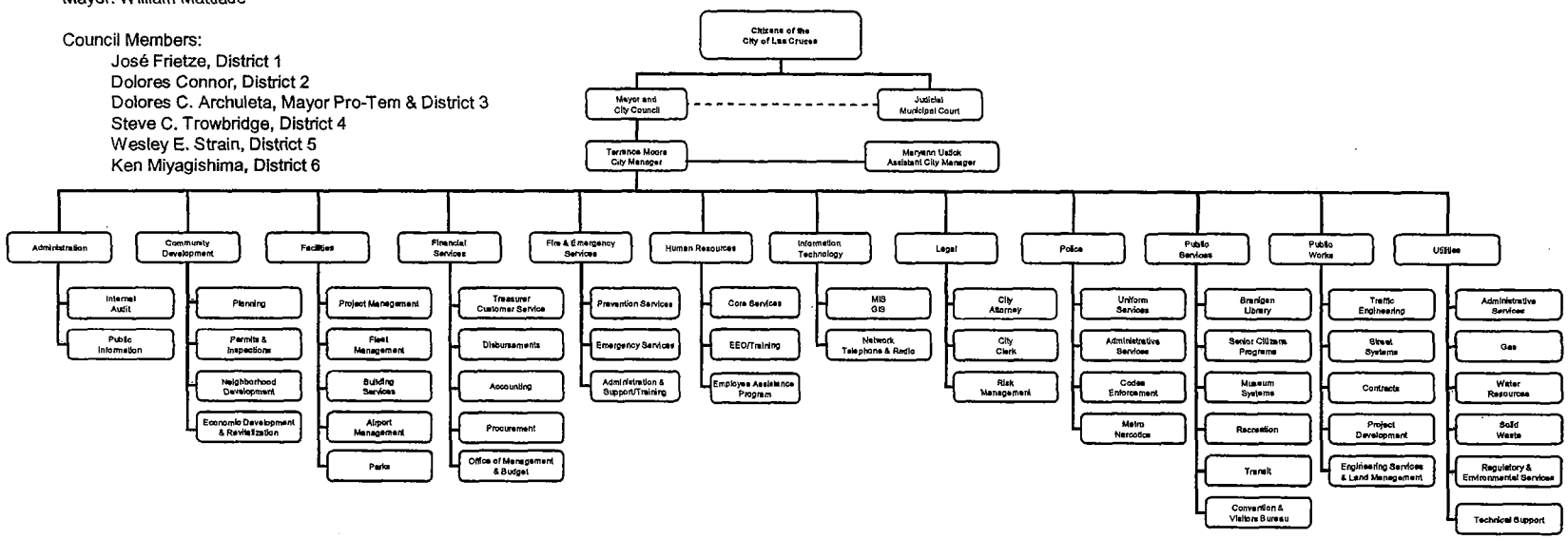
Terrence Moore	City Manager
Mark D. Sutter, CPA, Ph.D.	Financial Services Director

City of Las Cruces
PEOPLE HELPING PEOPLE

City Government Organization Chart
As of June 30, 2005

Mayor: William Mattiace

Council Members:
- José Frietze, District 1
- Dolores Connor, District 2
- Dolores C. Archuleta, Mayor Pro-Tem & District 3
- Steve C. Trowbridge, District 4
- Wesley E. Strain, District 5
- Ken Miyagishima, District 6



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Las Cruces, New Mexico

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

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.

Nancy L. Zielke

President

Jeffrey R. Esser

Executive Director

City of Las Cruces

Independent Auditor's Report

Domingo P. Martinez, CGFM, State Auditor
and the Honorable Mayor and City Council
of the City of Las Cruces

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the "City"), as of and for the year ended June 30, 2005, which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2005, as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the City as of and for the year ended June 30, 2004. Those auditors expressed an unqualified opinion in their report dated December 6, 2004.

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 City'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, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective

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budgetary comparisons for major governmental funds for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds of the City of Las Cruces, New Mexico, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 4, 2005, on our consideration of the City of Las Cruces, New Mexico'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 Government Auditing Standards and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis on pages 11 through 27 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. 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 financial statements that collectively comprise the City of Las Cruces' basic financial statements and the combining and individual fund financial statements and the respective budgetary comparisons. The accompanying schedule of expenditures of state and federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole. Other data included in this report listed as supplementary information in the table of contents on pages 247-250 and listed as the statistical section in the accompanying table of contents on pages 252-266 also are not required part of the financial statements and have not been subjected to the auditing procedures applied by us in the audit of the financial statements and, accordingly, we express no opinion on them.

GRANT THORNTON LLP

Albuquerque, New Mexico
November 4, 2005

Management's Discussion and Analysis

The Management Discussion and Analysis presents an overview of the City's financial activities for the fiscal year ended June 30, 2005. It is intended to be read in conjunction with the Letter of Transmittal, beginning on page 1 and the City's financial statements beginning on page 28. The City has adopted the new reporting requirements of Statement No. 34 of the Governmental Accounting Standards Board; therefore, comparisons to prior-year balances and activity are presented.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of fiscal year 2005 by $386,629,146 (net assets). Of this amount, $98,892,922 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2005 the City's governmental funds reported combined ending fund balances of $74,646,387 an increase of $1,128,044 in comparison with the prior year. This increase is primarily due to an increase in fees associated with continued growth in the City and the donation of subdivisions to the City.
- At June 30, 2005, unreserved fund balance for the General Fund was $22,035,220 of which approximately $13.2 million is readily available (24% of general fund expenditures).
- The City's outstanding long-term debt decreased a net $4.4 million, or 5.4%. During the fiscal year, $7.98 million in environmental gross receipts tax bonds were issued to refinance the 1995 environmental gross receipts tax bonds. Scheduled payments for expanded health care were approximately $3.8 million during the fiscal year. Principal retirements of notes, bonds, and leases were approximately $14.2 million during the fiscal year.

Overview of the Financial Statements

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

Government-wide Financial Statements

The *government-wide financial statements* consist of two statements and are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets.

The *Statement of Activities* presents information showing how the government's net assets changed during fiscal year 2005. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave). Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include General Government, Fleet, Police, Fire, Community Development, Public Services, and Public Works. The business-type activities of the City include Gas, Water, Waste Water, Solid Waste, Transit, and Alternative Fuels.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the following legally separate component units: Public Housing Authority (PHA) and South Central Solid Waste Authority (SCSWA). Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 29-31 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City 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. 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 government'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 reconciliations to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains approximately 100 individual governmental funds, ten of which combine into the General Fund. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the funds that comprise the General Fund, which is considered to be a major fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the supplementary information section of this report.

The City adopts an annual appropriated budget for its general, special revenue, debt service and capital projects funds. A budgetary comparison statement has been provided for these funds to demonstrate budgetary compliance.

The basic governmental fund financial statements can be found on pages 33-39 of this report.

Proprietary Funds

The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the fiscal activities relating to Gas, Water, and Waste Water Utilities, as well as Solid Waste disposal. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its support services, vehicle maintenance, and self-insurance. Because these services benefit both governmental and business-type functions, they have been allocated between *governmental and business-type activities* in the government-wide financial statements.

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

The basic proprietary fund financial statements can be found on pages 42-53 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 statement because the resources of those funds are *not* available to support the City's own programs.

The basic fiduciary fund financial statements can be found on page 54 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 fund financial statements. The notes to the financial statements can be found on pages 56-135 of this report.

Other Information

The combining statements of the non-major governmental funds, non-major enterprise funds, and internal service funds are presented in the supplementary information section of this report. Combining schedules can be found on pages 137-178 of this report. Schedules of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual for nonmajor funds are presented on pages 186-245.

Government-wide Financial Analysis

At the end of fiscal year 2005, the City reports positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. Comparative information is also presented for fiscal years 2004 and 2003.

Net Assets (in 000's)

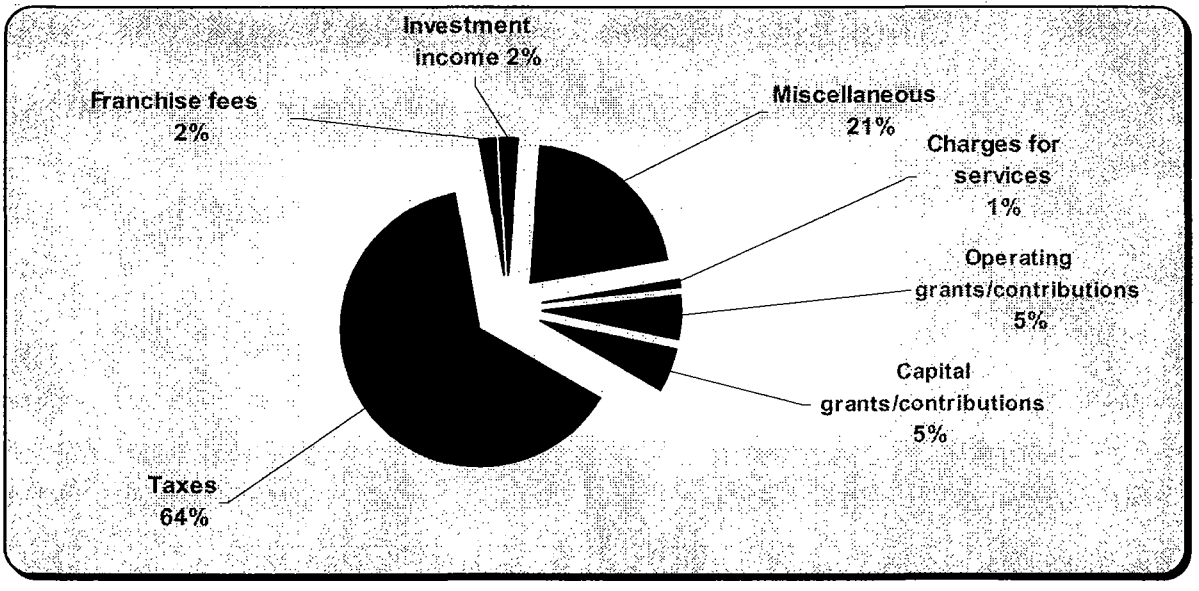
	Governmental Activities			Business - type Activities			Total		
	2005	2004	2003	2005	2004	2003	2005	2004	2003
Current and Other Assets	$103,179	$98,536	$65,834	$55,419	$51,341	$44,057	$158,598	$149,877	$109,891
Capital Assets	195,132	183,105	180,790	136,936	129,855	133,254	332,068	312,960	314,044
Total Assets	298,311	281,641	246,624	192,355	181,196	177,311	490,666	462,837	423,935
Current and Other Liabilities	20,261	14,056	8,874	6,861	8,009	6,625	27,122	22,065	15,499
Long-term Liabilities	45,737	56,341	51,187	30,818	31,185	34,640	76,555	87,526	85,827
Total Liabilities	65,998	70,397	60,061	37,679	39,194	41,265	103,677	109,591	101,326
Net Assets: Invested in Capital Assets, net of related debt	149,395	139,710	133,022	104,896	99,149	99,468	254,292	238,860	232,491
Restricted Net Assets	19,752	20,820	22,263	13,879	-	4,814	33,630	20,820	27,077
Unrestricted Net Assets	63,166	50,714	31,278	35,901	42,854	31,764	99,067	93,566	63,041
Total Net Assets	232,313	211,244	186,563	154,676	142,003	136,046	386,989	353,246	322,609
Total Liabilities and Net Assets	$298,311	$281,641	$246,624	$192,355	$181,196	$177,311	$490,666	$462,837	$423,935

Sixty-six percent of the City's net assets are investment in capital assets (i.e., land, land improvements, buildings, equipment, utility infrastructure), net of any related outstanding debt used to acquire those assets. This compares with sixty-eight percent in fiscal year 2004. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Nine percent of the City's net assets are resources that are subject to external restrictions on how they may be used. This amount increased from the six percent of restricted net assets reported for fiscal year 2004. The remaining balance of *unrestricted net assets*, $99,067 may be used to meet the government's ongoing obligations to citizens and creditors.

Governmental Activities

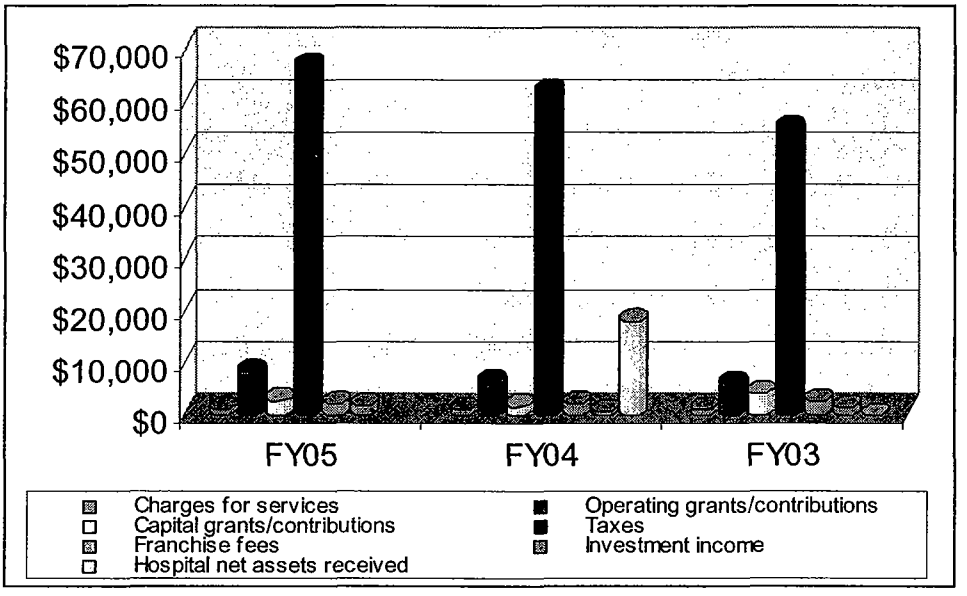
Governmental activities increased the City's net assets during the current fiscal year by $21.1 million. Gross receipts tax, property tax, and franchise fees rose from $63.7 million in fiscal year 2004 to $68.8 million in fiscal year 2005. The taxes and franchise fees contributed a significant amount for covering the $71.8 million net program expense associated with general governmental activities.



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

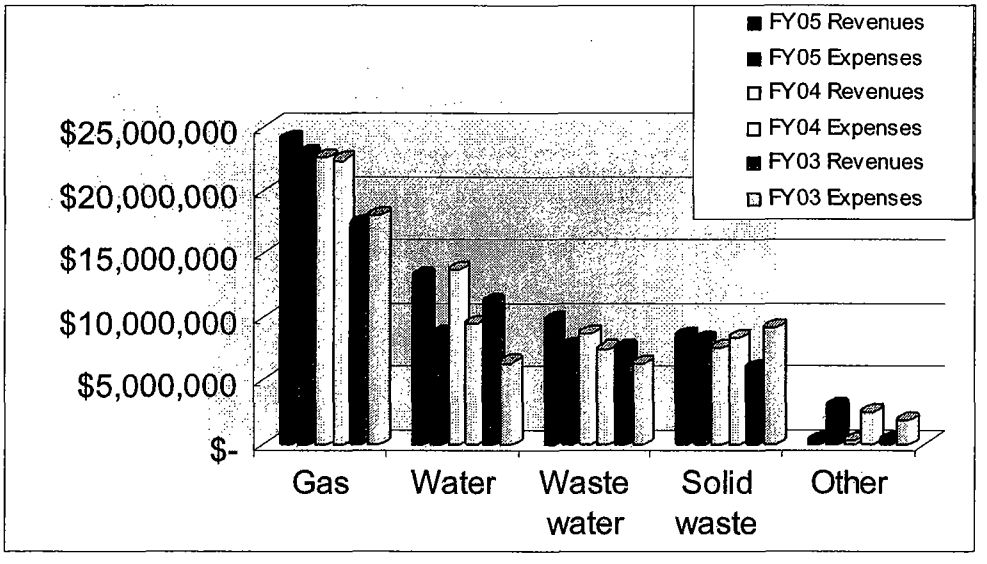
	Governmental Activities			Business Type Activities			Total		
	2005	2004	2003	2005	2004	2003	2005	2004	2003
Revenues:									
Program Revenues:									
Charges for services	920	931	1,042	55,927	52,897	42,449	56,847	53,828	43,491
Operating grants and contributions	5,646	6,545	6,058	5,014	2,489	1,953	10,660	9,034	8,011
Capital grants and contributions	5,586	1,650	4,074				5,586	1,650	4,074
General Revenue:									
Taxes	68,820	61,546	54,873				68,820	61,546	54,873
Franchise fees	2,164	2,114	2,459				2,164	2,114	2,459
Investment income	1,857	794	1,448	1,095	35	1,295	2,952	829	2,743
Hospital net assets received		18,025						18,025	
Miscellaneous	22,876	12,946	13,789	(13)	58	479	22,863	13,004	14,268
Total Revenue	107,869	104,551	83,743	62,023	55,479	46,176	169,892	160,029	129,919
Expenses:									
General Government	17,433	14,953	12,948				17,433	14,953	12,948
Facilities	7,948	7,107	6,953				7,948	7,107	6,953
Police	19,474	17,666	16,745				19,474	17,666	16,745
Fire	8,464	7,653	7,810				8,464	7,653	7,810
Community Development	4,653	4,728	3,903				4,653	4,728	3,903
Public Services	9,741	9,201	8,862				9,741	9,201	8,862
Public Works	14,334	13,888	13,017				14,334	13,888	13,017
Gas				22,934	22,414	17,986	22,934	22,414	17,986
Water				8,621	9,549	6,398	8,621	9,549	6,398
Waste water				7,697	7,506	6,260	7,697	7,506	6,260
Solid waste				8,163	8,403	9,124	8,163	8,403	9,124
Other				3,059	2,492	2,435	3,059	2,492	2,435
Interest on long-term debt	1,919	2,166	2,015	1,709	1,664	1,918	3,988	3,831	3,933
Total Expenses	83,966	77,362	72,253	52,183	52,028	44,121	136,509	129,391	116,374
Increase in net assets before transfers	23,903	27,188	11,490	9,840	3,450	2,053	33,383	30,637	13,543
Transfers	(2,834)	(2,507)	(2,389)	2,834	2,507	2,389	-	-	-
Change in Net Assets	21,069	24,681	9,101	12,674	5,957	4,442	33,383	30,637	13,543
Net Assets - beginning	211,244	186,563	177,462	142,002	136,046	131,604	353,246	322,609	309,066
Net Assets - ending	232,313	211,244	186,563	154,676	142,003	136,046	386,629	353,246	322,609

Revenue by Source – Governmental Activities

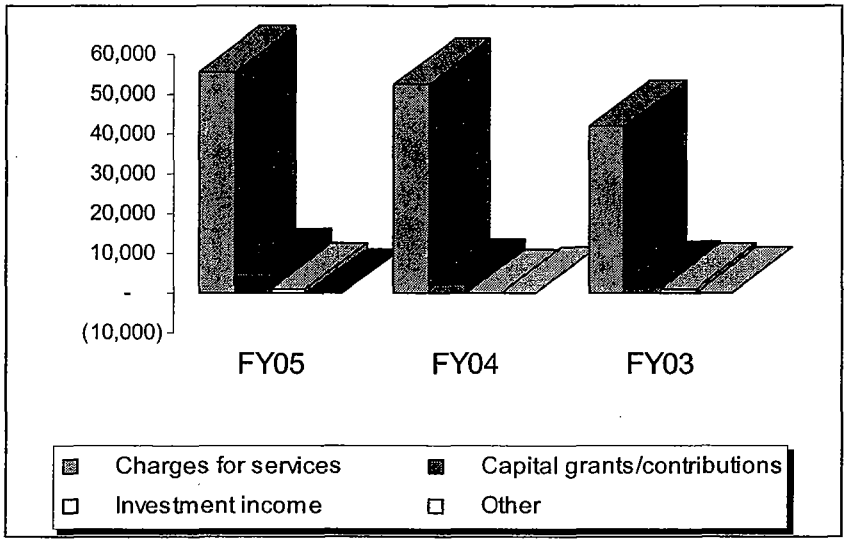


Business-type Activities

Expenses and Program Revenues – Business-type Activities



Revenues by Source – Business-type Activities



Financial Analysis of the City's Funds

Governmental Funds Highlights

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Such information is useful in assessing the City'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 fiscal year 2005, the City's governmental funds reported combined ending fund balances of $74,646,387 an increase of $1,128,044 in comparison with the prior year. *The* General Fund is reported as a major fund. The Unreserved General Fund Balance is $22,035,220 and is available for spending at the City's discretion. The remainder of the General Fund balance is *reserved* to indicate inventories of $629,171 are not available to be spent. All other funds are combined and reported as non-major governmental funds. Fund balances of other governmental funds are unreserved, but reported in special revenue funds ($26,338,605), in debt service funds ($3,450,270), and capital project funds ($14,289,268).

General Fund Highlights

The General Fund is the chief operating fund of the City. At the end of fiscal year 2005, unreserved fund balance of the general fund was $22,035,220, while total fund balance reached $22,664,391. Of the $22.0 million in unreserved fund balance, $8.8 million are amounts recorded

as receivables from the State, primarily for taxes that will be collected in the ordinary course of business in the next fiscal year. Reducing the $22.0 million in unreserved fund balance by this amount leaves approximately $13.2 million in readily available resources that are not part of budgeted inflows for the upcoming year. This amount is 24% of General Fund expenditures for the year, and is one measure of liquidity of the General Fund.

The fund balance of the City's General Fund increased $4,590,217 during the current fiscal year.

Differences between the original budget and the final amended budget for revenues remained moderate, with an overall increase of approximately $943,000 for the year. Differences between the original expenditures budget and the final amended expenditures budget totaled approximately $4,966,000 and can be briefly summarized as follows:

- The City budgeted an additional $3.99 million in various activities, including approximately $715,000 for prisoner care; $198,000 for grant and program expenditures; and $400,000 for capital improvements; $259,000 for engineering services; $350,000 for vehicle acquisition reserves, $388,000 for Police operations; $145,000 for Fleet Services; and $276,000 for Transit operations. The City increased the budget for public works and capital outlay by approximately $509,000 as construction continued on various streets and facilities projects and $101,000 for an anticipated increase in electricity costs for street lights.

Actual revenues for the fiscal year were approximately $4,261,000 more than the final amended budget. There were two significant variances between the budgeted revenues and actual revenues by category. These variances were due to:

- Actual revenues from property tax, franchise tax, and gross receipts tax exceeded budget by approximately $2,759,000.

- Actual revenues from licenses and permits exceed budgeted revenues by approximately $1,388,000. This was due to a continued increase in construction activity throughout the City.

Actual expenditures were approximately $4.648 million less than the final amended expenditures budget. These variances can be briefly summarized as follows:

- Actual expenditures were $2.02 million less than budget as public works projects were delayed.

- The general government actual expenditures were approximately $1.08 million less than the final amended budget. Activities less than budget within general government include: $754,000 for personnel and professional services expenditures in the Legislative Reserve; $232,000 in Municipal Court due to salary savings; $95,000 in operating costs and $126,000 is personnel costs in other governmental departments.

- The budget for Public Services was $635,000 more than actual expenditures due to reduced operating costs in the library, museums, recreation, and senior programs activities.

Proprietary Funds Highlights

The Gas, Water, Waste Water, and Solid Waste funds are reported as major funds.

Unrestricted net assets of proprietary funds at the end of the year amounted to $34,052,530.

Gas Utility

An end of year budget adjustment of $1,102,684 was made to reflect higher than expected cost of gas sales. As the cost of gas is a pass-through charge, both the revenue budget and the cost of gas budget were increased. Actual revenues for the fiscal year were approximately $600,000 less than the final amended budget.

Actual expenses were approximately $1.123 million less than the final amended expenses budget.

These variances can be briefly summarized as follows:

- The budget for personnel expenses were $194,932 more than actual expenses due to the gas department vacancies.

- The budget for cost of gas was $185,734 more than actual expenses due to the end of year budget adjustment which was slightly high.

- The budget for depreciation and amortization was $121,140 more than actual expenses. Actual expenditures were lower because of the disposition of equipment and infrastructure assets during the fiscal year.

- The final budget for Customer Service expenses was $429,667 more than actual expenses. The original budget had been increased $103,000, as new positions were included for account collectors and the outsourced services. The actual expenditures fell below the budget due to vacancies in some positions.

Water Utility

Differences between the original budget and the final amended budget for revenues were primarily in sales. The sales budget increased $509,000 from the original budget to the final amended budget. The overall increase of was approximately $568,000 for the year.

Actual revenues for the fiscal year were approximately $1,009,000 less than the final amended budgets. There were two significant variances between the budgeted revenues and actual revenues by category.

- Sales were down by approximately $908,000 because of a longer wet season, resulting in lower water usage for the year.

- The revenues from line extensions were $64,000 lower than expected.

The expenditures budget in Water remained relatively unchanged with moderate increases in the budget for utilities of $80,000 and maintenance costs of $158,000. Total budget increases for expenditures from the original budget to the final amended budget were approximately $222,000.

Actual expenditures were approximately $1,781,000 less than the final amended expenditures budget. These variances can be briefly summarized as follows:

- Utility expenses were less than the final budget by $438,000. The cost of electricity for the water wells was expected to be high for the year.

- Professional services were below budget by $393,000 as fees and services related to water sales were impacted by lower than expected sales.

- The final budget for depreciation was higher than actual expenses by $569,400 due largely to a higher budget for capitalization of new assets for water system.

- The final budget for Customer Service was $300,000 more than actual expenses. The original budget had been increased for new positions for account collectors. The actual expenditures fell below the budget due to vacancies in some positions.

Wastewater Utility

The revenues budget increased from the original budget to the final amended budget by approximately $1,270,000. Of this amount, $1,231,000 was the increase in wastewater charges.

Actual revenues for the fiscal year were approximately $343,000 less than the final amended budgets. There variances were primarily attributable to:

- Actual sales were less than the final budget by $265,000 due to the budget adjustment, which was slightly high.
- Actual revenues from line extensions were $77,000 less than the final budget.

The expenditures budget decreased from the original budget to the final budget by nearly $110,000. The personnel budget decreased $120,000, which netted with minor increases, resulting in an overall decrease to the budget.

Actual expenditures were approximately $718,000 less than the final amended expenditures budget. These variances can be briefly summarized as follows:

- Personnel charges were lower than the final budget by $90,000 because of personnel vacancies.
- Actual depreciation expense is lower than budget by $569,000 due largely to a higher budget for capitalization of new assets for wastewater system.
- The final budget for Customer Service was $141,000 more than actual expenses. The original budget had been increased for new positions for account collectors. The actual expenditures fell below the budget due to personnel vacancies.

Solid Waste Utility

The original budget for revenues increased slightly during the fiscal year. The $85,000 increase was in the equipment rentals revenue, while the revenue budget for sales remained unchanged. Actual revenues for the fiscal year were about $14,000 over the final amended budget. There were no unusual circumstances affecting actual revenues for the fiscal year.

Budgeted expenditures in Solid Waste increased $999,000 from the original budget to the final amended budget. Actual expenditures were $1,493,399 lower than the final amended budget. The five major variances were personnel, professional services, rent, depreciation, and customer service. The variances were due to:

- Personnel expenses were lower than budget by $201,000 because of vacancies in certain positions.
- Professional services were lower than budget by $268,000 due largely to a budgeted amount of $100,000 for contingencies which remained unspent and $100,000 for material testing and purchased services, which also remained unspent.
- Rent expense was lower then the budgeted amount by $213,260. This was due to the expiration of an equipment operating lease that was not renewed in this fiscal year.
- Depreciation was lower than the budgeted amount by $429,000 because some items were fully depreciated in the current fiscal year.
- The final budget for Customer Service was $291,000 more than actual expenses. The original budget had been increased for new positions for account collectors. The actual expenditures fell below the budget due to vacancies in some positions.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2005 amounts to $332,068,044 (net of accumulated depreciation). This investment in capital assets includes land, buildings, land and building improvements, leasehold improvements, equipment, infrastructure, and construction in progress. The total increase in the City's investment in capital assets for the current fiscal year was 6.1 percent (a 6.6 percent increase for governmental activities and a 5.5 percent increase for business-type activities).

Major capital asset events during the current fiscal year included the following:

- Construction continued on several of the City's utility projects as $5.7 million was added in utility infrastructure systems and equipment.
- Completion of several of the City's road projects for expansion and new construction contributed to an increase to infrastructure and equipment assets of $11.1 million as of the close of the fiscal year.

Additional information on the City's capital assets can be found in Note 4 to the financial statements on pages 67-69 of this report.

Long-term Obligations

At the end of fiscal year 2005, the City had total long-term debt outstanding of $67,393,446, a decrease of $4,049,775 from the prior year. During the year, gross receipts tax bonds of $9,490,000 were issued. Capital leases decreased $332,931 related to principal payments made in the current year. Notes payable increased $160,504 attributable to two (2) new notes payable entered into in the current year, offset by principal payments made during the current year.

Outstanding Bonds and Liabilities 2005

	Governmental			Business-type			Total		
	2005	2004	Change	2005	2004	Change	2005	2004	Change
Revenue Bonds	37,409,000	39,685,000	(2,276,000)	27,155,028	28,756,376	(1,601,348)	64,564,028	68,441,376	(3,877,348)
Notes Payable	319,931	667,497	(347,566)	1,057,708	549,668	508,040	1,377,669	1,217,165	(160,504)
Capital Leases	1,214,376	1,417,616	(203,240)	237,373	367,064	(129,691)	1,451,749	1,784,680	(332,931)
Total	**38,943,307**	**41,770,113**	**(2,826,806)**	**28,450,109**	**29,673,108**	**(1,222,999)**	**67,393,446**	**71,443,221**	**(4,049,775)**

At the end of fiscal year 2004, the City had total long-term debt outstanding of $71,443,221, a decrease of $6,064,030 over 2003. Decreases to long-term debt in fiscal year 2004 include lease principal payments of $298,658, note payable principal payments of $549,023, and bond debt service payments of $5,216,349.

Outstanding Bonds and Liabilities 2004

	Governmental			Business-type			Total		
	2004	2003	Change	2004	2003	Change	2004	2003	Change
Revenue Bonds	39,685,000	43,370,000	(3,685,000)	28,756,376	30,287,725	(1,531,349)	68,441,376	73,657,725	(5,216,349)
Notes Payable	667,497	724,897	(57,400)	549,668	1,041,291	(491,623)	1,217,165	1,766,188	(549,023)
Capital Leases	1,417,616	906,347	511,269	367,064	1,176,991	(809,927)	1,784,680	2,083,338	(298,658)
Total	**41,770,113**	**45,001,244**	**(3,231,131)**	**29,673,108**	**32,506,007**	**(2,832,899)**	**71,443,221**	**77,507,251**	**(6,064,030)**

Additional information on the City's debt can be found in Note 7 on pages 73-81 of this report.

Economic Outlook

The Las Cruces economy should continue to benefit from a strong demand for construction fueled by in-migration, tourism, and business related to cross border activity. These regional factors coupled with an outlook for the U.S. economy to continue its expansion in spite of higher than anticipated energy costs should provide a favorable economic setting. With energy cost easing somewhat and real interest rates remaining low by historical standards, the outlook for the remainder of FY06 is bright.

- The unemployment rate for the Las Cruces Metropolitan Statistical Area (MSA) in August was a seasonally adjusted 6.2% down from 6.5% at the beginning of the fiscal year.

- The number of employed persons in the MSA for August, 2005 was 81,155 up from 77,716 in August of 2004 for a year over year growth of 4.4%.

- Residential real estate values in the city rose 14.8% during FY05 and based on permit and industry data FY06 should be another very strong year.

- Based on permit activity for the first 10 months of 2005 the growth rate in the number of permits is up over 11% from the previous year in the City of Las Cruces. The total valuation associated with this permit gain is $63 million yielding a 31% growth.

- Total gross receipts by industry are another indicator of economic vitality in Las Cruces. From July to October total gross receipts posted a 29% rise for the construction industry, 13% for wholesale trade and 15% for professional and scientific services.

Overall, the outlook is optimistic in Las Cruces. Total gross receipts for the first 4 months of FY06 are 2% ahead of the same period a year ago. The slower than expected growth can be attributed in part to the high cost of energy. However, the main factor in the slowdown has been a tax law change that has suppressed what industries are reporting. Based on other economic information and past trends it is clear that Las Cruces growth is in excess of what the reporting to date indicates. As industry reporting problems are cleared up a truer picture reflecting healthy growth should emerge during the last 8 months of the fiscal year. Both economic conditions and the resolution of industry reporting issues will be closely monitored as the fiscal year unfolds.

Requests for Information

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

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

Government-Wide Financial Statements

City of Las Cruces

City of Las Cruces
Statement of Net Assets
June 30, 2005

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Public Housing Authority	South Central Solid Waste
Assets					
Cash and investments	$ 70,265,831	$ 32,837,985	$ 103,103,816	$ 2,932,745	$ 6,065,057
Notes receivable	-	2,284,672	2,284,672	-	-
Receivables, net	7,172,649	4,302,776	11,475,425	724,173	997,587
Internal balances	27,152	(27,152)	-	-	-
Due from other governmental units	13,449,366	324,687	13,774,053	-	-
Due from South Central Solid Waste	7,771,631	-	7,771,631	-	-
Advances receivable from component unit	-	-	-	500,000	-
Other assets	1,047,987	1,817,272	2,865,259	153,881	-
Restricted cash and investments	3,444,530	13,878,567	17,323,097	1,061,307	-
Receivables from component units, net	-	-	-	1,146,419	-
Capital assets					
Land, improvements, and construction in progress	32,401,296	4,527,955	36,929,251	-	970,460
Other capital assets, net of depreciation	162,730,753	132,408,040	295,138,793	16,591,981	5,456,168
Total capital assets	195,132,049	136,935,995	332,068,044	16,591,981	6,426,628
Total assets	298,311,195	192,354,802	490,665,997	23,110,506	13,489,272
Liabilities					
Accounts payable and accrued liabilities	7,064,375	3,351,213	10,415,588	539,990	311,661
Customer deposits	-	1,472,549	1,472,549	91,888	3,262
Unearned revenue	13,197,017	579,862	13,776,879	-	-
Other	-	1,457,040	1,457,040	-	-
Payable to Housing Authority	-	-	-	2,314,914	-
Due to primary government	-	-	-	372,920	-
Long-term liabilities					
Due within one year	6,572,722	2,825,362	9,398,084	157,717	1,023,573
Due in more than one year	39,164,140	27,992,587	67,156,727	6,435,345	8,629,755
Total liabilities	65,998,254	37,678,613	103,676,867	9,912,774	9,968,251
Net Assets					
Invested in capital assets, net of related debt	149,395,187	104,896,453	254,291,640	7,446,239	(1,706,502)
Restricted for					
Community development	2,014,243	-	2,014,243	-	-
Debt service	3,450,270	13,878,567	17,328,837	590,097	1,023,573
Capital projects	14,287,430	-	14,287,430	-	-
Unrestricted	63,165,811	35,901,169	99,066,980	5,161,396	4,203,950
Total net assets	$ 232,312,941	$ 154,676,189	$ 386,989,130	$ 13,197,732	$ 3,521,021

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

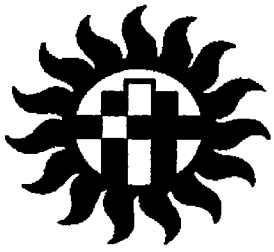
City of Las Cruces
Statement of Activities
For the Year Ended June 30, 2005

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities				
General government	$ 17,432,937	$ 107,571	$ 925,802	$ -
Facilities	7,947,579	44,218	-	-
Police	19,474,293	168,818	995,753	-
Fire	8,464,215	-	357,444	-
Community development	4,653,017	-	1,797,477	1,718,150
Public services	9,740,642	312,712	1,496,529	-
Public works	14,334,090	286,654	73,176	3,868,252
Interest on long-term debt	1,919,308	-	-	-
Total governmental activities	83,966,081	919,973	5,646,181	5,586,402
Business-type activities				
Gas	22,934,170	24,018,833	200,287	-
Water	8,621,285	13,289,084	891,496	-
Waste water	7,697,344	9,861,869	938,102	-
Solid waste	8,162,792	8,531,645	-	-
Other	3,058,560	225,487	2,983,793	-
Interest on long-term debt	1,708,536	-	-	-
Total business-type activities	52,182,687	55,926,918	5,013,678	-
Total primary government	$ 136,148,768	$ 56,846,891	$ 10,659,859	$ 5,586,402
Component units				
South Central Solid Waste	$ 2,973,248	$ 5,402,780	$ -	$ -
Public Housing Authority	6,761,885	1,720,547	4,821,898	-
Total component unit	$ 9,735,133	$ 7,123,327	$ 4,821,898	$ -
General revenues				
Taxes				
Gross receipts				
Property				
Franchise				
Investment income				
Hospital net assets received				
Other				
Donated capital assets				
Licenses and permits				
Fees and fines				
Franchise fees				
Other				
Gain on sale of investments				
Gain on disposal of capital assets				
Capital contribution from limited member				
Transfers				
Total general revenues and transfers				
Change in net assets				
Net assets, beginning of year				
Net assets, end of year				

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

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Public Housing Authority	South Central Solid Waste Authority
$ (16,399,564)		$ (16,399,564)		
(7,903,361)		(7,903,361)		
(18,309,722)		(18,309,722)		
(8,106,771)		(8,106,771)		
(1,137,390)		(1,137,390)		
(7,931,401)		(7,931,401)		
(10,106,008)		(10,106,008)		
(1,919,308)		(1,919,308)		
(71,813,525)		(71,813,525)		
-	$ 1,284,950	1,284,950		
-	5,559,295	5,559,295		
-	3,102,627	3,102,627		
-	368,853	368,853		
-	150,720	150,720		
-	(1,708,536)	(1,708,536)		
-	8,757,909	8,757,909		
(71,813,525)	8,757,909	(63,055,616)		
			$ -	$ 2,429,532
			(219,440)	-
			(219,440)	2,429,532
58,946,002	-	58,946,002	-	-
7,534,822	-	7,534,822	-	-
2,338,989	-	2,338,989	-	-
1,857,343	1,094,965	2,952,308	70,428	114,563
3,759,968	-	3,759,968	-	-
8,252,930	-	8,252,930	-	-
3,194,133	-	3,194,133	-	-
2,198,654	-	2,198,654	-	-
2,164,259	-	2,164,259	-	-
5,402,934	-	5,402,934	-	-
40,213	-	40,213	-	-
26,343	(13,394)	12,949	430,956	-
-	-	-	1,139,713	-
(2,834,443)	2,834,443	-	-	-
92,882,147	3,916,014	96,798,161	1,641,097	114,563
21,068,622	12,673,923	33,742,545	1,421,657	2,544,095
211,244,319	142,002,266	353,246,585	11,776,075	976,926
$ 232,312,941	$ 154,676,189	$ 386,989,130	$ 13,197,732	$ 3,521,021

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



City of Las Cruces

City of Las Cruces
Balance Sheet—*Governmental Funds*
June 30, 2005

	General Fund	Debt Service	Telshor Facility	Special Projects Northside Morning Star	Other Governmental Funds	Total Governmental Funds
Assets						
Pooled cash and investments	$ 15,125,287	$ -	$ 28,620,669	$ -	$ 17,871,662	$ 61,617,618
Restricted cash and investments	-	3,444,530	-	-	-	3,444,530
Receivables, net	291,788	5,740	22,369	2,880,269	3,971,998	7,172,164
Due from other funds	1,589,024	-	-	-	-	1,589,024
Due from other governmental units	8,761,297	-	-	-	4,680,947	13,442,244
Inventories	629,171	-	-	-	-	629,171
Total assets	$ 26,396,567	$ 3,450,270	$ 28,643,038	$ 2,880,269	$ 26,524,607	$ 87,894,751
Liabilities and Fund Balances						
Liabilities						
Accounts and contracts payable	$ 1,407,152	$ -	$ 956,193	$ -	$ 2,031,602	$ 4,394,947
Due to other governments	2,861	-	-	-	-	2,861
Due to other funds	-	-	-	131,055	1,432,741	1,563,796
Accrued liabilities	2,306,384	-	-	-	105,390	2,411,774
Deferred revenue	15,779	-	-	2,747,376	2,111,831	4,874,986
Total liabilities	3,732,176	-	956,193	2,878,431	5,681,564	13,248,364
Fund balances						
Reserved for						
Inventories	629,171	-	-	-	-	629,171
Health care related programs	-	-	7,903,853	-	-	7,903,853
Unreserved	22,035,220	-	-	-	-	22,035,220
Unreserved, reported in						
Special revenue funds	-	-	19,782,992	-	6,555,613	26,338,605
Debt service funds	-	3,450,270	-	-	-	3,450,270
Capital projects funds	-	-	-	1,838	14,287,430	14,289,268
Total fund balances	22,664,391	3,450,270	27,686,845	1,838	20,843,043	74,646,387
Total liabilities and fund balances	$ 26,396,567	$ 3,450,270	$ 28,643,038	$ 2,880,269	$ 26,524,607	

Amounts reported for *governmental activities* in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds.	190,955,110
Certain assets are not available to pay for current-period expenditures and therefore, are deferred in the funds.	7,771,631
Bond issuance costs of $185,926 are expensed for fund financial statements versus capitalizable for government-wide financial statements (less amortization to interest expense of $11,868).	174,058
A portion of the assets (including capital assets of $4,176,939) and liabilities (including long-term debt of $5,776,565) of internal service funds are included in governmental activities in the statement of net assets.	7,048,083
Some liabilities, including bonds payable, are not due and payable in the current period and therefore, are not reported in the funds.	(48,282,328)
Net assets of governmental activities	$ 232,312,941

City of Las Cruces
Statement of Revenues, Expenditures and Changes in Fund Balance—*Governmental Funds*
For the Year Ended June 30, 2005

	General Fund	Debt Service	Telshor Facility	Special Projects Northrise Morning Star	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes	$ 54,893,626	$ -	$ -	$ -	$ 13,926,187	$ 68,819,813
Charges for services	913,906	-	-	-	6,067	919,973
Fees and fines	1,582,204	-	-	-	616,450	2,198,654
Franchise fees	2,164,259	-	-	-	-	2,164,259
Investment income	244,706	199,997	697,189	12,054	417,404	1,571,350
Licenses and permits	2,838,905	-	-	-	355,228	3,194,133
Operating grants and contributions	464,508	110,773	188,652	-	10,468,650	11,232,583
Other	3,726,084	952,541	436,179	-	884,130	5,998,934
Total revenues	66,828,198	1,263,311	1,322,020	12,054	26,674,116	96,099,699
Expenditures						
Current						
General government	10,416,336	63,102	3,759,968	-	2,514,299	16,753,705
Facilities	7,193,835	-	-	-	34,083	7,227,918
Police	15,804,964	-	-	-	2,821,838	18,626,802
Fire	6,907,491	-	-	-	1,002,121	7,909,612
Community development	2,422,259	-	-	-	2,122,892	4,545,151
Public services	6,088,072	-	-	-	3,020,289	9,108,361
Public works	5,691,329	-	-	-	1,521,772	7,213,101
Capital outlay	819,397	-	-	-	12,904,413	13,723,810
Debt service						
Principal	63,820	11,856,924	-	-	-	11,920,744
Interest and other charges	2,073	1,809,039	-	-	-	1,811,112
Bond issuance costs	-	185,926	-	-	-	185,926
Total expenditures	55,409,576	13,914,991	3,759,968	-	25,941,707	99,026,242
Revenues over (under) expenditures	11,418,622	(12,651,680)	(2,437,948)	12,054	732,409	(2,926,543)
Other Financing Sources (Uses)						
Bond proceeds	-	7,980,000	-	-	-	7,980,000
Gain on sale of investments	-	40,213	-	-	-	40,213
Transfers in	772,659	4,806,704	-	-	4,291,621	9,870,984
Transfers out	(7,601,064)	-	-	(418,736)	(5,816,810)	(13,836,610)
Total other financing sources (uses)	(6,828,405)	12,826,917	-	(418,736)	(1,525,189)	4,054,587
Net change in fund balances	4,590,217	175,237	(2,437,948)	(406,682)	(792,780)	1,128,044
Fund balances, beginning of year	18,494,106	3,275,033	30,124,793	408,520	21,215,891	73,518,343
Prior period adjustment	(419,932)	-	-	-	419,932	-
Fund balances, beginning of year, as restated	18,074,174	3,275,033	30,124,793	408,520	21,635,823	73,518,343
Fund balances, end of year	$ 22,664,391	$ 3,450,270	$ 27,686,845	$ 1,838	$ 20,843,043	$ 74,646,387

City of Las Cruces

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2005

Net change in fund balances—governmental funds	$ 1,128,044
Amounts reported for *governmental activities* in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays ($13,723,810) exceeded depreciation expense ($8,792,563).	4,931,247
Governmental funds report bond issuance costs ($185,926) as expenditures. However, in the statement of net assets, the cost of this deferred charge is amortized to interest expense over the life of the bond ($11,868).	174,058
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which repayments ($11,920,744) exceeded proceeds ($7,980,000).	3,940,744
Principal payments by South Central Solid Waste to the City's debt service fund are reported as revenue in the debt service fund but reduce assets on the statement of net assets.	(596,000)
Some reduction of 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.	190,323
Revenues from donated capital assets in the statement of activities do not provide current financial resources and are not reported as revenues in the governmental funds.	8,252,930
Revenues from the PHC lease in the statement of activities do not provide current financial resources and are not reported as revenues in the governmental funds.	3,759,968
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. A portion of the change in net assets of internal service funds is reported with governmental activities.	(712,692)
Change in net assets of governmental activities	$ 21,068,622

City of Las Cruces
Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual
General Fund
For the Year Ended June 30, 2005
(With Comparative Actual Amounts for the Year Ended June 30, 2004)

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 44,909,978	$ 45,694,442	$ 48,029,238	$ 2,334,796	$ 44,052,728
Property	5,076,489	5,076,489	5,380,213	303,724	5,126,539
Utility franchise	866,139	866,139	986,145	120,006	930,033
Total local taxes	50,852,606	51,637,070	54,395,596	2,758,526	50,109,300
State-shared taxes	485,000	485,000	498,030	13,030	502,953
Charges for services	748,233	779,733	913,906	134,173	921,681
Fees and fines	1,369,500	1,360,700	1,582,204	221,504	1,348,285
Franchise fees	2,100,000	2,100,000	2,164,259	64,259	2,176,607
Investment income	254,200	254,200	244,706	(9,494)	17,323
Licenses and permits	1,450,500	1,450,500	2,838,905	1,388,405	1,734,550
Operating grants and contributions	366,675	393,888	464,508	70,620	326,218
Other	3,996,719	4,105,714	3,726,084	(379,630)	4,143,556
	10,770,827	10,929,735	12,432,602	1,502,867	11,171,173
Total revenues	61,623,433	62,566,805	66,828,198	4,261,393	61,280,473
Expenditures					
Current					
General government	7,498,439	11,495,430	10,416,336	1,079,094	11,774,908
Facilities	7,373,075	7,387,688	7,193,835	193,853	6,821,845
Police	15,828,151	15,943,708	15,804,964	138,744	14,343,559
Fire	7,145,514	7,176,913	6,907,491	269,422	6,467,006
Community development	2,557,534	2,670,091	2,422,259	247,832	2,277,941
Public services	6,537,770	6,722,994	6,088,072	634,922	5,930,125
Public works	5,731,443	5,819,157	5,691,329	127,828	5,639,315
Capital outlay	2,420,211	2,841,941	819,397	2,022,544	923,155
Debt service					
Principal	-	-	63,820	(63,820)	90,696
Interest	-	-	2,073	(2,073)	7,387
Total expenditures	55,092,137	60,057,922	55,409,576	4,648,346	54,275,937
Revenues over expenditures	6,531,296	2,508,883	11,418,622	8,909,739	7,004,536
Other Financing Sources (Uses)					
Capital leases	-	-	-	-	-
Transfers in	774,144	774,144	772,659	(1,485)	927,133
Transfers out	(6,095,880)	(8,027,365)	(7,601,064)	426,301	(7,890,681)
Total other financing sources (uses)	(5,321,736)	(7,253,221)	(6,828,405)	424,816	(6,963,548)
Net change in fund balances	1,209,560	(4,744,338)	4,590,217	9,334,555	40,988
Fund balances, beginning of year, as orginally report	18,494,106	18,494,106	18,494,106	-	18,453,118
Prior period adjustment	-	-	(419,932)	(419,932)	-
Fund balances, beginning of year, as restated	18,494,106	18,494,106	18,074,174	(419,932)	$ 18,453,118
Fund balance, end of year	$ 19,703,666	$ 13,749,768	$ 22,664,391	$ 8,914,623	$ 18,494,106

City of Las Cruces
Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual
Debt Service Fund
For the Year Ended June 30, 2005
(With Comparative Actual Amounts for the Year Ended June 30, 2004)

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Property	$ 497,597	$ -	$ -	$ -	$ -
Total local taxes	497,597	-	-	-	-
Investment income	105,800	143,655	199,997	(56,342)	465,763
Operating grants and contributions	-	-	110,773	(110,773)	702,342
Other income	861,105	694,801	952,541	257,740	472,922
Total revenues	1,464,502	838,456	1,263,311	90,625	1,641,027
Expenditures					
Current					
General government	1,327	526	63,102	(62,576)	1,649
Debt service					
Principal	3,963,196	4,242,691	11,856,924	(7,614,233)	3,804,263
Interest	1,898,193	1,633,273	1,809,039	(175,766)	2,039,541
Bond issuance costs	-	-	185,926	(185,926)	
Total expenditures	5,862,716	5,876,490	13,914,991	(8,038,501)	5,845,453
Revenues over (under) expenditures	(4,398,214)	(5,038,034)	(12,651,680)	(7,947,876)	(4,204,426)
Other Financing Sources (Uses)					
Bond proceeds	-	328,442	7,980,000	7,651,558	-
Gain on sale of investments	-	-	40,213	40,213	-
Operating transfers in	4,300,293	4,827,387	4,806,704	(20,683)	4,453,932
Operating transfers out	-	-	-	-	-
Total other financing sources (uses)	4,300,293	5,155,829	12,826,917	7,671,088	4,453,932
Net change in fund balances	(97,921)	117,795	175,237	(276,788)	249,506
Fund balance, beginning of year	3,275,033	3,275,033	3,275,033	-	3,025,527
Fund balance, end of year	$ 3,177,112	$ 3,392,828	$ 3,450,270	$ (276,788)	$ 3,275,033

City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual

Telshor Facility

For the Year Ended June 30, 2005

(With Comparative Actual Amounts for the Year Ended June 30, 2004)

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ -	$ -	$ 188,652	$ 188,652	$ -
Other	-	-	436,179	436,179	-
Investment income	-	515,000	697,189	182,189	-
Total revenues	-	515,000	1,322,020	807,020	-
Expenditures					
General government	-	3,850,000	3,759,968	(90,032)	-
Total expenditures	-	3,850,000	3,759,968	(90,032)	-
Revenues over (under) expenditures	-	(3,335,000)	(2,437,948)	897,052	-
Other Financing Sources (Uses)					
Hospital net assets received	-	-	-	-	30,124,793
Total other financing sources (uses)	-	-	-	-	30,124,793
Net change in fund balances	-	(3,335,000)	(2,437,948)	897,052	30,124,793
Fund balance, beginning of year	-	-	30,124,793	30,124,793	-
Fund balance, end of year	$ -	$ (3,335,000)	$ 27,686,845	$ 31,021,845	$ 30,124,793

City of Las Cruces

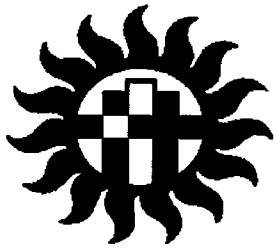
Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual

Special Projects – Northrise/MorningStar

For the Year Ended June 30, 2005

(With Comparative Actual Amounts for the Year Ended June 30, 2004)

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ -	$ -	$ -	$ -	$ -
Total local taxes	-	-	-	-	-
Investment income	-	8,000	12,054	4,054	-
Operating grants and contributions	-	500,000	-	(500,000)	-
Total revenues	-	508,000	12,054	(495,946)	-
Other Financing Sources (Uses)					
Operating transfers out	-	(497,597)	(418,736)	(78,861)	-
Total other financing sources (uses)	-	(497,597)	(418,736)	(78,861)	-
Net change in fund balances	-	10,403	(406,682)	(574,807)	-
Fund balance, beginning of year	408,520	408,520	408,520	-	408,520
Fund balance, end of year	$ 408,520	$ (68,271)	$ 1,838	$ (574,807)	$ 408,520



City of Las Cruces

Statement of Net Assets – Proprietary Funds

City of Las Cruces
Statement of Net Assets—*Proprietary Funds*
June 30, 2005

	Gas	Water	Waste Water
Assets			
Current assets			
Cash and investments	$ 5,523,921	$ 11,785,747	$ 10,073,939
Accounts receivable, net of allowance for uncollectible accounts	2,019,203	874,639	658,078
Due from other funds	-	124,033	-
Due from other governments	-	29,244	-
Inventories	611,893	487,668	33,617
Total current assets	8,155,017	13,301,331	10,765,634
Noncurrent assets			
Restricted cash and investments	530,176	5,040,183	6,364,420
Total restricted assets	530,176	5,040,183	6,364,420
Notes receivable	-	1,390,520	894,152
Other	-	249,138	189,148
Capital assets	48,735,807	77,302,955	72,611,711
Less accumulated depreciation	(20,954,612)	(23,516,914)	(23,910,890)
Net capital assets	27,781,195	53,786,041	48,700,821
Total noncurrent assets	28,311,371	60,465,882	56,148,541
Total assets	36,466,388	73,767,213	66,914,175

Enterprise Funds				
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 3,039,323	$ 96,692	$ 30,519,622	$ 10,966,576
711,061	39,626	4,302,607	654
-	-	124,033	3,772
-	285,851	315,095	19,574
-	-	1,133,178	479,918
3,750,384	422,169	36,394,535	11,470,494
1,943,788	-	13,878,567	-
1,943,788	-	13,878,567	-
-	-	2,284,672	-
-	10,648	448,934	-
9,970,535	5,728,403	214,349,411	21,730,016
(7,791,334)	(2,453,090)	(78,626,840)	(16,339,654)
2,179,201	3,275,313	135,722,571	5,390,362
4,122,989	3,285,961	152,334,744	5,390,362
7,873,373	3,708,130	188,729,279	16,860,856

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

City of Las Cruces
Statement of Net Assets—*Proprietary Funds*
June 30, 2005

	Gas	Water	Waste Water
Liabilities			
Current liabilities			
Accounts, notes and contracts payable	806,076	769,288	211,029
Accrued liabilities	130,037	568,369	378,318
Due to other funds	40,103	-	83,930
Deferred revenue	-	579,862	-
Current portion of long-term liabilities	87,461	1,188,022	788,923
Total current liabilities	1,063,677	3,105,541	1,462,200
Noncurrent liabilities			
Customer deposits	530,176	466,690	439,790
Revenue bonds payable	-	15,652,577	9,724,442
Notes payable	-	165,528	656,320
Capital leases	-	-	-
Compensated absences	154,045	84,376	78,008
Claims	-	-	-
Accrued landfill closure cost	-	-	-
Total noncurrent liabilities	684,221	16,369,171	10,898,560
Total liabilities	1,747,898	19,474,712	12,360,760
Net Assets			
Invested in capital assets, net of related debt	27,693,734	36,945,442	38,187,456
Restricted for debt service	530,176	5,040,183	6,364,420
Unrestricted	6,494,580	12,306,876	10,001,539
Total net assets	$ 34,718,490	$ 54,292,501	$ 54,553,415

Some amounts reported for *business-type* activities in the statement of net assets are different because certain internal service fund assets and liabilities are included with business-type activities:

Capital assets included in internal service fund assets

Remaining assets less liabilities (including debt of $1,765,071) affecting internal service funds

Net assets of business-type activities

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
116,593	67,360	1,970,346	296,990
92,001	47,296	1,216,021	125,511
-	29,000	153,033	-
-	-	579,862	-
168,896	-	2,233,302	2,653,695
377,490	143,656	6,152,564	3,076,196
35,893	-	1,472,549	-
-	-	25,377,019	-
-	-	821,848	1,214,377
93,439	-	93,439	-
99,848	110,993	527,270	216,194
-	-	-	3,457,370
1,457,040	-	1,457,040	-
1,686,220	110,993	29,749,165	4,887,941
2,063,710	254,649	35,901,729	7,964,137
1,916,866	152,955	104,896,453	-
1,943,788	-	13,878,567	-
1,949,009	3,300,526	34,052,530	8,896,719
$ 5,809,663	$ 3,453,481	$ 152,827,550	$ 8,896,719
		1,213,424	
		635,215	
		$ 154,676,189	

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2005

	Gas	Water	Waste Water
Operating Revenues			
Sales	$ 23,535,746	$ 13,082,408	$ 9,803,588
Utility extension	401,755	95,015	-
Rentals	-	4,900	-
Other	81,332	106,761	58,281
Total operating revenues	24,018,833	13,289,084	9,861,869
Operating Expenses			
Personnel	1,224,135	1,726,552	1,856,401
Cost of gas purchased	16,375,366	-	-
Supplies	150,850	312,119	385,620
Utilities	18,765	1,309,897	576,385
Professional services	380,221	1,285,362	888,372
Repairs and maintenance	402,383	445,130	452,011
Rent	5,564	8,875	1,230
Depreciation and amortization	1,518,135	1,422,471	1,448,105
Payment in lieu of taxes	558,593	345,389	960,311
Administrative charges from other funds	503,279	508,672	470,894
Customer service	1,572,039	1,094,219	514,335
Provision for bad debts	12,000	6,120	5,376
Other	164,559	105,174	91,812
Total operating expenses	22,885,889	8,569,980	7,650,852
Operating income (loss)	1,132,944	4,719,104	2,211,017
Nonoperating Revenues (Expenses)			
Gain (loss) on sale of property	27,845	3,496	22,080
Investment income	182,329	396,364	347,178
Grants/contributions	200,287	891,496	938,102
Interest expense	(30,862)	(994,535)	(652,326)
Total nonoperating revenue (expenses)	379,599	296,821	655,034
Income (loss) before transfers	1,512,543	5,015,925	2,866,051

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

Enterprise Funds				
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 8,364,780	$ 225,288	$ 55,011,810	$ -
-	-	496,770	-
147,236	-	152,136	-
19,629	199	266,202	8,560,439
8,531,645	225,487	55,926,918	8,560,439
1,833,319	1,706,285	8,346,692	3,039,111
-	-	16,375,366	-
291,668	218,171	1,358,428	2,187,933
18,362	22,365	1,945,774	264,213
2,929,682	256,550	5,740,187	560,945
1,026,057	326,649	2,652,230	458,097
65,845	-	81,514	152,813
397,332	380,880	5,166,923	1,848,560
169,306	-	2,033,599	-
210,695	-	1,693,540	-
1,068,411	-	4,249,004	-
4,128	-	27,624	-
93,763	37,467	492,775	2,419,146
8,108,568	2,948,367	50,163,656	10,930,818
423,077	(2,722,880)	5,763,262	(2,370,379)
-	(66,815)	(13,394)	26,345
91,395	18	1,017,284	363,675
-	2,983,793	5,013,678	-
(19,851)	-	(1,697,574)	(107,293)
71,544	2,916,996	4,319,994	282,727
494,621	194,116	10,083,256	(2,087,652)

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2005

	Gas	Water	Waste Water
Transfers in	-	-	2,507,264
Transfers out	-	(1,281,639)	-
Increase (decrease) in fund net assets	1,512,543	3,734,286	5,373,315
Net assets, beginning of year, as orginally report	33,205,947	49,591,080	50,147,235
Prior period adjustment	-	967,135	(967,135)
Net assets, beginning of year, as restated	33,205,947	50,558,215	49,180,100
Net assets, end of year	$ 34,718,490	$ 54,292,501	$ 54,553,415

Some amounts reported for *business-type activities* in the statement of activities are different because the change in net assets of certain internal service funds is reported with business-type activities.

Change in net assets of business-type activities

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
-	1,558,154	4,065,418	1,610,000
-	(15,500)	(1,297,139)	(412,654)
494,621	1,736,770	12,851,535	(890,306)
5,315,042	1,716,711	139,976,015	9,787,025
-	-	-	-
5,315,042	1,716,711	139,976,015	9,787,025
$ 5,809,663	$ 3,453,481		$ 8,896,719
		(177,612)	
		$ 12,673,923	

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

City of Las Cruces
Statement of Cash Flows—*Proprietary Funds*
For the Year Ended June 30, 2005

	Gas	Water	Waste Water
Cash flows from operating activities			
Cash received from customers (including other funds)	$ 24,182,036	$ 13,411,975	$ 9,838,794
Cash paid to suppliers	(20,508,709)	(5,317,359)	(4,241,770)
Cash paid to employees	(1,234,633)	(1,797,219)	(1,904,029)
Internal activity—payments to other funds	(38,304)	-	(80,163)
Internal activity—payments from other funds	-	118,467	-
Claims paid	-	-	-
Other receipts	81,022	97,322	58,281
Net cash provided (used) by operating activities	2,481,412	6,513,186	3,671,113
Cash flows from noncapital financing activities			
Grants and contributions	200,587	888,346	938,102
Transfers in	-	-	2,507,264
Transfers out	-	(1,281,639)	-
Loans for development impact fees	-	(63,040)	(12,844)
Net cash provided (used) by noncapital financing activities	200,587	(456,333)	3,432,522
Cash flows from capital and related financing activities			
Purchase of property and equipment	(2,524,488)	(2,724,887)	(2,178,097)
Disposition of intangible assets	-	(520,019)	-
Acquisition of intangible assets	-	-	12,920
Proceeds from notes payable	-	-	699,237
Principal paid: revenue bonds/lease purchase/advances	-	(1,474,688)	(137,342)
Interest paid: revenue bonds/lease purchase/advances	(30,862)	(960,858)	(646,899)
Net cash provided (used) by capital and related financing activities	(2,555,350)	(5,680,452)	(2,250,181)
Cash flows from investing activities			
Net sale (purchase) of investments	-	-	-
Principal received: note receivable	-	78,328	36,728
Interest received	182,339	398,804	369,258
Net cash provided (used) by investing activities	182,339	477,132	405,986

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 8,606,287	$ 251,247	$ 56,290,339	$ 10,004,764
(5,759,164)	(809,876)	(36,636,878)	(5,146,697)
(1,842,464)	(1,696,437)	(8,474,782)	(3,035,908)
-	-	(118,467)	(3,773)
-	29,000	147,467	63,820
-	-	-	(2,332,451)
19,629	199	256,453	-
1,024,288	(2,225,867)	11,464,132	(450,245)
-	3,050,986	5,078,021	-
-	1,542,654	4,049,918	1,197,346
-	-	(1,281,639)	-
-	-	(75,884)	-
-	4,593,640	7,770,416	1,197,346
(849,130)	(2,323,383)	(10,599,985)	(1,729,473)
-	-	(520,019)	-
-	-	12,920	-
-	-	699,237	-
(153,367)	-	(1,765,397)	(645,506)
(19,851)	-	(1,658,470)	(101,201)
(1,022,348)	(2,323,383)	(13,831,714)	(2,476,180)
-	-	-	-
-	-	115,056	-
106,631	18	1,057,050	363,675
106,631	18	1,172,106	363,675

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

City of Las Cruces
Statement of Cash Flows—*Proprietary Funds*
For the Year Ended June 30, 2005

	Gas	Water	Waste Water
Net increase (decrease) in pooled cash and investments	308,988	853,533	5,259,440
Cash and investments, beginning of year	5,745,109	15,972,397	11,178,919
Cash and investments, end of year	$ 6,054,097	$ 16,825,930	$ 16,438,359
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	$ 1,132,944	$ 4,719,104	$ 2,211,017
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation and amortization	1,518,135	1,422,471	1,448,105
Provision for uncollectible accounts	12,000	6,120	5,376
Increase in liability for landfill closure costs	-	-	-
Change in assets and liabilities			
Accounts receivable	250,024	285,915	54,346
Due from/ (to) other funds	(38,304)	118,467	(80,163)
Inventories	(154,806)	(54,117)	2,591
Due from other governmental agencies	-	-	-
Accounts and contracts payable	(222,949)	156,568	74,070
Estimated liability for insurance claims	-	-	-
Wages payable and accrued liabilities	(9,833)	(70,332)	(47,628)
Deferred revenue	-	(78,327)	-
Customer deposits	(5,799)	7,317	3,399
Total adjustments	1,348,468	1,794,082	1,460,096
Net cash provided (used) by operating activities	$ 2,481,412	$ 6,513,186	$ 3,671,113
Cash and investments at June 30 consisted of:			
Current assets:			
Cash and investments	$ 5,523,921	$ 11,785,747	$ 10,073,939
Noncurrent assets:			
Restricted cash and investments	530,176	5,040,183	6,364,420
Total cash and investments, June 30	$ 6,054,097	$ 16,825,930	$ 16,438,359
Noncash investing/financing activities			
Prior-period adjustment of reimbursement	$ -	$ 967,135	$ (967,135)

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

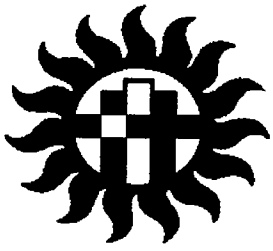
Enterprise Funds				
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
108,571	44,408	6,574,940	(1,365,404)
4,874,540	52,284	37,823,249	12,331,980
$ 4,983,111	$ 96,692	$ 44,398,189	$ 10,966,576
$ 423,077	$ (2,722,880)	$ 5,763,262	$ (2,370,379)
397,332	380,880	5,166,923	1,848,560
4,128	-	27,624	-
50,000	-	50,000	-
91,966	25,959	708,210	17,902
-	29,000	29,000	60,047
-	-	(206,332)	(19,506)
-	-	-	(7,869)
64,635	51,326	123,650	(397,061)
-	-	-	414,858
(9,155)	9,848	(127,100)	3,203
-	-	(78,327)	-
2,305	-	7,222	-
601,211	497,013	5,700,870	1,920,134
$ 1,024,288	$ (2,225,867)	$ 11,464,132	$ (450,245)
$ 3,039,323	$ 96,692	$ 30,519,622	$ 10,966,576
1,943,788	-	13,878,567	-
$ 4,983,111	$ 96,692	$ 44,398,189	$ 10,966,576
$ -	$ -	$ -	$ -

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

City of Las Cruces
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2005

	Agency Fund
Assets	
Current assets	
Pooled cash and investments	$ 7,865,530
Accounts receivable	8,564
Due from other governments	119,559
Total current assets	7,993,653
Liabilities	
Accounts and contracts payable	$ 51,777
Accrued liabilities	133,816
Funds held for others	7,808,060
Total liabilities	$ 7,993,653

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



City of Las Cruces

1) Description and Reporting Entity

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

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

Component Unit	Included in the Reporting Entity Because:	Separate Financial Statements
City of Las Cruces Public Housing Authority (PHA)	City appoints and may remove the Board.	Available at PHA offices at 926 S. San Pedro, Las Cruces, New Mexico 88001
South Central Solid Waste Authority, (SCSWA)	SCSWA revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.	Separate financial statements are available for SCSWA.

Both of the above discretely presented component units are included in the accompanying financial statements to emphasize the legal separation from the City.

The Rio Grande Natural Gas Association (the "Association") operates as a community gas association and services customers located in Doña Ana County, New Mexico, that are primarily located outside the City of Las Cruces, New Mexico. The Association was formed in 1969 in accordance with the provisions of Sections 14-27-1 through 14-27-18 of the New Mexico State Statutes, and organized as a municipally owned nonprofit corporation of the City of Las Cruces (the "City") and the Village of Hatch (the "Village"). According to its charter, the life of the Association is 100 years, and upon dissolution the assets of the Association will belong to the City and the Village. The Association is governed by a Board of Directors appointed by the governing bodies of the City and the Village. The Association is a governmental organization, as the Board of Directors consists of members appointed by governmental entities. The City is the fiscal agent of RGNGA. As such, RGNGA's net assets are not included in the City's financial statements. The Authority publishes separate stand-alone financial statements.

2) Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-Wide Statements—The statement of net assets and the statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange transactions. Business-type activities are financed, in whole or in part, by fees charged to external parties.

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

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

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

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The City reports the following as major governmental funds:

- General Fund – as the City's primary operating fund, accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- Debt Service Fund – accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

2) Basis of Presentation, Basis of Accounting — continued

Basis of Presentation — continued

- Telshor Facility Fund –accounts for the net proceeds of the facility lease with Province Healthcare Company, doing business as Memorial Medical Center, which will be used for health-related programs and health-related projects. The lease was approved by Council Resolution 04–199 in 2004.
- Special Projects–Northrise/Morningstar Fund – accounts for the reimbursements to the City for special roadway/utility projects funded by gas tax revenue bonds (Ord. 1838) and utility revenue bonds (Ord. 1839) by local developers.

The City reports the following major enterprise funds:

- The Gas fund accounts for the activities of the City's natural gas utility, which provides service to the residents of the City and some residents within the County.
- The Water fund accounts for the activities of the City's natural water utility, which provides service to the residents of the City and some residents within the County.
- The Wastewater fund accounts for the activities of the City's wastewater utility, which provides service to the residents of the City and some residents within the County.
- The Solid Waste fund accounts for the activities of the City's solid waste utility, which provides service to the residents of the City and some residents within the County.

The City also reports the following fund types:

- *Internal Service Funds* – used to report activities that provide goods or services to other funds, departments or agencies of the City and its component units on a cost-reimbursement basis. These activities include fleet services, information technology, document services, vehicle acquisition and risk management, general liability and malpractice, and workers' compensation coverage provided to other departments on a cost-reimbursement basis.
- *Agency Funds* – used to account for monies held by the City in a custodial capacity. These funds do not report operations or have a measurement focus. The funds held by the City in a fiduciary capacity include: Rio Grande Natural Gas Association (cash only); Mesilla Valley Regional Dispatch Authority; Metro Narcotics Agency; Mesilla Valley Safety Council; Lower Rio Grande Water Users Organization; Branigan Estate (proceeds of sales of assets is used to purchase books for the library); Employee Benefits Committee; Veteran's Memorial Wall; Veteran's Museum; and Gifts and Memorials.

2) Basis of Presentation, Basis of Accounting — continued

Measurement Focus, Basis of Accounting

Government-Wide and Proprietary Fund Financial Statements – The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned, and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Government-Wide and Proprietary Fund Financial Statements – continued – Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements—Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

All governmental and business-type activities of the City follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements. The City has also elected to apply FASB Statements and Interpretations issued after November 30, 1989, unless those pronouncements conflict with GASB pronouncements.

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity

Cash Equivalents and Investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. A "Pooled Cash" concept is used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes, and each fund has equity in the pooled amount. All amounts included in pooled cash and investments are considered to be cash equivalents for the purposes of the statement of cash flows.

Investments are stated at fair value.

Restricted Cash and Investments

The amount of cash held representing utility deposits is classified as restricted on the *Statement of Net Assets–Propriety Funds*. Also, certain proceeds of joint utility revenue bonds, as well as resources set aside for their repayment and resources set aside to fund capital asset replacements, are classified as restricted as their use is limited.

Receivables

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property located in the City as of the preceding January 1. The taxable valuations for the various classes of property are determined by the County Assessor and the State of New Mexico Department of Taxation and Revenue at one-third of assessed valuation. Taxes are payable in two equal installments on November 10 and April 10 and become delinquent after 30 days. Property taxes receivable are deemed to be collectible.

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

Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity — continued

Capital Assets
Capital assets are defined as assets with an initial individual cost of more than $1,000 and an estimated useful life in excess of one year.

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Major general infrastructure assets acquired prior to July 1, 2001, are the road network and the flood control network. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The initial purchase of software meeting the City's capital asset definition is capitalized; however, periodic costs for software upgrades are not capitalized due to the rapid change in technology.

In accordance with provisions of GASB No. 34, the City regards library materials (e.g., books, tapes, etc.) as individual assets versus collections, and therefore, library materials are not capitalized.

Construction period interest on the City's proprietary fund capital projects is not capitalized due to the nature and duration of the projects. These capital projects may not be continuous in nature with lapses in construction period and project type and duration. Therefore, interest cost is not capitalized.

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

Asset Class	Estimated Useful Lives
Infrastructure	30–50
Buildings and improvements	30
Vehicles	4–12
Office equipment	3–10
Computer equipment	3–10

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

2) Basis of Presentation, Basis of Accounting — continued

Budgets – continued

Budgets

The City budget is prepared on a modified accrual basis, using an estimate of the anticipated revenues and expenditures based on historical experience. Annual appropriated budgets are adopted for all funds. All unexpended appropriations lapse at the end of the fiscal year. The State of New Mexico Department of Finance and Administration (DFA) allows GAAP budgeting to the extent cash and investments required for operations are available. Budgets of the City's component units (PHA and SCSWA) also are prepared on a modified accrual basis.

New Mexico State law prohibits a municipality from making an expenditure in excess of approved appropriations. If a fund is not overspent, it is in compliance with state law. The budget may be amended by the City Council. However, DFA approval must be obtained on budget increases and budget transfers at the fund level. The 2004/2005 budget was legally amended.

New Accounting Pronouncements

In June 2005, Statement No. 47, *Accounting for Termination Benefits*, was issued by GASB. Accrual-basis financial statements should recognize a liability and expense for voluntary terminations (e.g., early retirement incentive) when the offer is accepted and the amount can be estimated. Involuntary termination benefits (e.g., severance benefits) should be recognized when a plan of termination has been approved by those with the authority to commit the government to the plan, the plan has been communicated to the employees and the amount can be estimated. This Statement requires employers to disclose a description of the termination benefit arrangement, the cost of the termination benefits (required in the period in which the employer becomes obligated if that information is not otherwise identifiable from information displayed on the face of the financial statements), and significant methods and assumptions used to determine termination benefit liabilities. The requirements of Statement No. 47 are effective in two parts: either simultaneously with the requirements of Statement No. 45, *Accounting and Financial Reporting by Employers for Postretirement Benefits Other Than Pensions*; or for periods beginning after June 15, 2005. The City has not yet determined whether there will be any impact from adopting GASB Statement No. 47 and therefore, is unable to determine what impact, if any, the adoption of this Statement will have upon its financial position or changes in financial position.

2) Basis of Presentation, Basis of Accounting — continued

New Accounting Pronouncements – continued

In December 2004, Statement No. 46, *Net Assets Restricted by Enabling Legislation – an amendment of GASB Statement No.* 34, was issued by GASB. Statement No. 46 requires that limitations on the use of net assets imposed by enabling legislation be reported as restricted net assets. This Statement clarifies that a legally enforceable enabling legislation restriction is one that a party external to a government – such as citizens, public interest groups, or the judiciary – can compel a government to honor. This Statement also specifies the accounting and financial reporting requirements if new enabling legislation replaces existing enabling legislation or if legal enforceability is reevaluated. Finally, this Statement requires governments to disclose the portion of total net assets that is restricted by enabling legislation.

The provisions of Statement No. 46 are effective for periods beginning after June 15, 2005. The City is in the process of determining what impact, if any, the adoption of the provisions of GASB Statement No. 46 will have upon its financial position or changes in financial position.

In May 2004, Statement No. 44, *Economic Condition Reporting: The Statistical Section – an amendment of NCGA Statement 1*, was issued by GASB to amend portions of NCGA Statement 1, *Governmental Accounting and Financial Reporting Principles*, that guide the preparation of the statistical section. The provisions of this Statement are effective for statistical sections prepared for periods beginning after June 15, 2005. The City will adopt GASB Statement No. 44 during fiscal year 2006.

3) Cash and Investments

The City follows the practice of pooling cash and investments of all funds with the City Treasurer except for restricted funds generally held by outside custodians and certain special revenue and capital projects funds. Each fund's equity in the pooled account is included in "Cash and investments" on its balance sheet or statement of net assets.

The City's investment policy, adopted by Ordinance No. 613, authorizes direct investment in U.S. Treasury obligations, U.S. government agency and instrumentality obligations, bankers' acceptances, and money market funds whose portfolios consist of the foregoing. In addition, the City may invest in commercial paper rated A-1 by Standard & Poor's Corporation and P-1 by Moody's Commercial Paper Record.

3) Cash and Investments — continued

Primary Government	
Governmental activities – cash and investments	$ 70,265,831
Business-type activities – cash and investments	32,837,985
Governmental activities – restricted cash and investments	3,444,530
Business-type activities – restricted cash and investments	13,878,567
	120,426,913
Fiduciary Funds	
Cash and investments	7,865,530
Amounts Held for Others	
Cash and investments held for South Central Solid Waste Authority	6,065,057
Total cash and investments	$ 134,357,500

Total cash and investments at fair value are as follows:

	Pooled Cash & Investments	Other Cash & Investments	Total
Carrying amount of bank deposits	$ (2,176,856)	$ 385,280	$ (1,791,576)
Investments	95,468,959	39,220,392	134,689,351
Cash with fiscal agent	-	1,024,565	1,024,565
Cash on hand	-	5,735	5,735
Accrued interest	429,425	-	429,425
Total	$ 93,721,528	$ 40,635,972	$ 134,357,500

Bank Balance of Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. The City's investment ordinance requires collateralization of 50% of the uninsured portion of the City's deposits with financial institutions. Collateral securities are held by the City or a third party commercial bank's trust department. Securities pledged by financial institutions are required to be pledged at par with the exception of U.S. government obligations, which are pledged at fair value. As of June 30, 2005, the bank balance of the City's deposits, totaling $935,774, was insured or collateralized by securities held by the City's agent in the City's name, and thus was not exposed to custodial credit risk.

3) Cash and Investments — continued

Investments

As of June 30, 2005, the City had the following investments:

Investment Type	Fair Value	Weighted Avg Maturity (Yrs)
Pooled Investments:		
U.S. Treasury Bills	$ 19,876,950	0.21
Money market funds	11,887,011	0.00
U.S. agencies	63,704,998	2.23
Total pooled investments	95,468,959	1.53
Telshor Facility Fund:		
Money market funds	121,868	0.00
U.S. agency coupon bonds/notes	2,158,302	1.24
U.S. agency discount notes	26,160,930	0.05
Total Telshor Facility Fund	28,441,100	0.15
Debt Service Reserve Funds:		
U.S. Treasury Strips	410,129	5.88
U.S. Treasury Bonds	793,916	10.88
Total Debt Service Reserve Funds	1,204,045	8.62
Nonmajor Capital Projects Funds:		
Money market funds	6,515,332	0.00
Water & Wastewater Funds:		
U.S. Treasury Note	319,698	3.88
U.S. agencies	2,740,217	1.79
Total Water & Wastewater Funds	3,059,915	2.00
Total investments	$ 134,689,351	

Interest Rate Risk. The City's general investment policy is to apply the prudent investor rule to manage its exposure to declines in fair values. For purposes of calculating weighted average maturity, the City assumes that callable securities will not be called before their final maturity. The investment pool includes step-up coupon securities with call options issued by U.S. government agencies totaling $19,052,280.

Credit Risk. The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2005, the City's investments in U.S. agency securities were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service, except for short-term discount notes which were rated A-1+ by Standard & Poor's and F1+ by Fitch Ratings. The City's money market fund investments were rated AAAm by Standard & Poor's and Aaa by Moody's, except the investments of the capital projects funds, where were not rated.

3) Cash and Investments — continued

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. All of the City's securities are held by a third-party financial institution in the City's name.

Concentration of Credit Risk. The City's formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2005, 40.9% of the City's investment pool was in Federal Home Loan Bank, 8.6% in Federal Home Loan Mortgage Corporation (FHLMC), 13.6% in Federal National Mortgage Association (FNMA), and 12.4% in Wells Fargo money market funds. Of the Telshor Facility Fund portfolio, 54.2% was in FHLMC and 41.6% in FNMA. Of the Water and Wastewater Funds portfolio, 89.6% was in FNMA. All of the capital projects funds investment was in Dreyfus money market funds.

4) Capital Assets

Capital asset activity for the City's primary government for the year ended June 30, 2005, was as follows:

	Beginning Balance	Additions	Retirements	Adjustments	Ending Balance
Governmental activities					
Capital assets not being depreciated					
Land and land rights	$ 12,831,936	$ 613,089	$ (171,103)	$ -	$ 13,273,922
Land improvements	19,127,374	-	-	-	19,127,374
Total capital assets not being depreciated	31,959,310	613,089	(171,103)	-	32,401,296
Other capital assets					
Buildings and building improvements	26,622,850	3,378,945	(37,158)	(327,600)	29,637,037
Leasehold improvements	3,056,199	50,935	-	-	3,107,134
Airport runways	7,532,602	192,400	-	2,443,477	10,168,479
Park improvements	-	2,874,132	-	2,266,968	5,141,100
Machinery and equipment	25,148,293	2,798,572	(1,178,073)	-	26,768,792
Roads network	190,049,903	11,109,785	(162,007)	(1,939,368)	199,058,313
Flood control network	10,574,283	1,738,017	-	-	12,312,300
Total other capital assets at historic cost	262,984,130	22,142,786	(1,377,238)	2,443,477	286,193,155
Less accumulated depreciation for					
Buildings and building improvements	(10,015,549)	(862,402)	-	5,460	(10,872,491)
Leasehold improvements	(632,365)	(91,451)	-	-	(723,816)
Airport runway	(926,290)	(335,743)	-	(2,443,477)	(3,705,510)
Park improvements	-	(123,468)	-	(91,713)	(215,181)
Machinery and equipment	(18,494,343)	(2,033,646)	1,057,985	-	(19,470,004)
Roads network	(78,314,736)	(6,492,945)	162,007	86,253	(84,559,421)
Flood control network	(3,476,098)	(336,282)	-	(103,599)	(3,915,979)
Total accumulated depreciation	(111,859,381)	(10,275,937)	1,219,992	(2,547,076)	(123,462,402)
Other capital assets, net	151,124,749	11,866,849	(157,246)	(103,599)	162,730,753
Governmental activities capital assets, net	$183,084,059	$ 12,479,938	$ (328,349)	$ (103,599)	$195,132,049

4) Capital Assets – continued

	Beginning Balance	Additions	Retirements	Adjustments	Ending Balance
Business type activities					
Capital assets not being depreciated					
Land and land rights	$ 3,910,325	$ 579,403	$ -	$ -	$ 4,489,728
Construction in progresss	246,785	38,227	(246,785)	-	38,227
Total capital assets not being depreciated	4,157,110	617,630	(246,785)	-	4,527,955
Other capital assets					
Buildings and building improvements	4,194,435	175,098	-	-	4,369,533
Distribution and collection system	55,900,432	1,948,707	-	-	57,849,139
Utilities transmission	122,551,093	5,706,780	(505,743)	-	127,752,130
Machinery and equipment	22,338,011	3,532,872	(1,623,031)	-	24,247,852
Total other capital assets at historic cost	204,983,971	11,363,457	(2,128,774)	-	214,218,654
Less accumulated depreciation for					
Buildings and building improvements	(1,784,367)	(149,407)	-	-	(1,933,774)
Distribution and collection system	(22,243,024)	(1,189,800)	-	-	(23,432,824)
Utilities transmission	(36,087,289)	(2,804,114)	211,089	(48,647)	(38,728,961)
Machinery and equipment	(17,869,038)	(1,388,788)	1,354,159	188,612	(17,715,055)
Total accumulated depreciation	(77,983,718)	(5,532,109)	1,565,248	139,965	(81,810,614)
Total other capital assets at historic cost, net	127,000,253	5,831,348	(563,526)	139,965	132,408,040
Business type activities capital assets, net	$131,157,363	$ 6,448,978	$ (810,311)	$ 139,965	$136,935,995

Reclassifications were made during the year to properly classify buildings and equipment with governmental and business-type activities.

4) Capital Assets — continued

Depreciation expense was charged to functions as follows:

	Governmental Type Activities	Business Type Activities
General government	$ 158,369	$ -
Facilities	600,380	-
Police	350,883	-
Fire	164,088	-
Community development	48,225	-
Public services	513,000	-
Public works	6,957,618	-
Gas	-	1,518,135
Water	-	1,422,471
Wastewater	-	1,448,105
Solid waste	-	397,332
Other	-	380,880
In addition, depreciation on capital assets held by the City's internal service funds is charged to the various functions based on their usage of the assets	1,483,374	365,186
Total depreciation expense	$ 10,275,937	$ 5,532,109

5) Receivables and Payables

Governmental activities receivables are the following at June 30, 2005:

	General Fund	Debt Service	Telshor Facility	Special Projects Northrise Morning Star	Other Governmental Funds	Internal Service Funds	Total Governmental Activities
Accounts	$ 291,788	$ -	$ -	$ -	$ 20,459	$ 485	$ 312,732
Interest	-	5,740	22,369	-	-	-	28,109
Contracts	-	-	-	-	3,903,389	-	3,903,389
Special assessments	-	-	-	2,880,269	48,150	-	2,928,419
Total governmental receivables	$ 291,788	$ 5,740	$ 22,369	$ 2,880,269	$ 3,971,998	$ 485	$ 7,172,649

Business-type activities receivables are as follows at June 30, 2005:

	Accounts Receivable	Allowance for Doubtful Accounts	Receivables, Net
Gas	$ 2,233,553	$ (214,350)	$ 2,019,203
Water	1,008,881	(134,242)	874,639
Wastewater	734,363	(76,285)	658,078
Solid waste	822,259	(111,198)	711,061
Other enterprise funds	39,626	-	39,626
Internal service funds	169	-	169
Total business-type activities	$ 4,838,851	$ (536,075)	$ 4,302,776

5) Receivables and Payables – continued

Accounts payables and accrued liabilities at June 30, 2005, were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Taxes Payable	Payables and Accrued Liabilities
Governmental activities					
General Fund	$ 1,407,152	$ 2,306,384	$ -	$ -	$ 3,713,536
Telshor Facility	956,193	-	-	-	956,193
Other governmental	2,031,602	105,390	-	-	2,136,992
Internal service funds	201,576	56,078	-	-	257,654
Total governmental activities	$ 4,596,523	$ 2,467,852	$ -	$ -	$ 7,064,375
Business-type activities					
Gas	$ 806,076	$ 73,944	$ -	$ 56,093	$ 936,113
Water	769,288	102,360	416,532	49,477	1,337,657
Wastewater	211,029	86,625	261,249	30,444	589,347
Solid waste	116,593	54,749	-	37,252	208,594
Other enterprise funds	67,360	47,296	-	-	114,656
Internal service funds	111,622	53,224	-	-	164,846
Total business-type activities	$ 2,081,968	$ 418,198	$ 677,781	$ 173,266	$ 3,351,213

6) Risk Management

The City 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 risks of loss through damage to buildings, contents, and heavy equipment, and losses from employee defalcation are covered by commercial insurance purchased from third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

6) Risk Management – continued

On July 1, 2004, the City joined the State of New Mexico's health plan and no longer was self-insured for health insurance. The City has established a self-insurance fund to manage risks related to physical damage to City vehicles, loss associated with actions of employees resulting in damage to the persons or property of others, and for employee injury losses. The self-insurance fund is accounted for as an internal service fund, and a premium is charged to each fund exposed to covered risks. The total charge allocated to each of the funds is calculated based on risk exposure and claims experience and is adjusted for unexpected and unusual claims. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated.

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

Premiums and program costs, claims, fees and transfers to other funds, less reimbursed expenses, were:

	2005	2004
Health premiums (self-insured)	$ -	$ 9,839,164
Health program costs (self-insured)	737,409	6,425,762
Workers' compensation premiums	$ 500,862	$ 1,561,872
Workers' compensation program costs	1,379,323	2,011,706
Liability premiums	$ 927,900	$ 1,277,900
Liability program costs	711,964	971,511
Unemployment program costs	$ 30,457	$ 87,408
Judgments program costs	$ 165,006	$ 43,851
Total premiums	$ 1,428,762	$ 12,678,936
Total program costs	3,024,159	9,540,238
Changes in claims liabilities were:		
Claims liabilities, beginning of year	$ 6,157,485	$ 5,243,836
Current year claims and changes in estimates	3,024,159	9,540,238
Payment of claims liabilities	(3,428,579)	(8,626,589)
Claims liabilities, end of year	$ 5,753,065	$ 6,157,485

7) Long–Term Obligations

Changes in long-term obligations are as follows:

	Primary Government				
Governmental activities	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
Sales tax revenue bonds	$ 39,685,000	$ 9,490,000	$(11,766,000)	$ 37,409,000	$ 4,261,000
Notes payable	667,497	-	(347,566)	319,931	319,931
Capital lease	1,417,616	-	(203,240)	1,214,376	288,156
Claims and judgments	4,569,470	-	(300,120)	4,269,350	1,198,794
Compensated absences	2,651,415	138,027	(265,237)	2,524,205	504,841
	48,990,998	9,628,027	(12,882,163)	45,736,862	6,572,722
Business-type activities					
Utility revenue bonds	29,050,000	-	(1,630,000)	27,420,000	1,715,000
Unamortized discount on utility revenue bonds	(293,624)	181,412	(152,760)	(264,972)	-
Capital leases	367,064	-	(129,691)	237,373	151,180
Claims and judgments	1,588,015	-	(104,300)	1,483,715	734,370
Note payable	549,668	713,681	(205,641)	1,057,708	47,969
Compensated absences	843,635	135,487	(94,997)	884,125	176,843
	32,104,758	1,030,580	(2,317,389)	30,817,949	2,825,362
	$ 81,095,756	$ 10,658,607	$(15,199,552)	$ 76,554,811	$ 9,398,084

Compensated absences typically have been liquidated in the fund to which the employees are assigned. Claims and judgment liabilities typically have been liquidated in the general and the self-insurance fund (an internal service fund).

Description of Bonds

In 1996, the City issued $5,000,000 of sales tax bonds to fund street reconstruction and major maintenance projects. The bonds are secured by the sales tax revenue of the City.

Gross receipts tax revenue bonds were issued July 15, 1999, Series A, for $10,075,000 for street projects and to refund $3,320,000 of the 1991 sales tax revenue bonds (for interest savings) and Series B for $7,040,000 for flood control projects. These bonds are secured by the sales tax revenue of the City.

Gasoline tax revenue bonds, Series 2000A, were issued November 2000 for $5,110,000 to fund various street projects. The bonds are secured by and payable from gasoline tax revenues distributed monthly by the State of New Mexico to the City.

7) Long–Term Obligations — continued

Gross Receipts Tax Refunding and Improvement Revenue Bonds, Series 2003, were issued in the amount of $12,800,000 for the purposes of defraying the cost of funding facilities and park improvement projects at an approximate cost of $6,000,000, acquiring street lighting systems at an approximate cost of $3,790,000 and refinancing the outstanding city Gross Receipts Tax Refunding Revenue Bond, Series 1992, at an approximate cost of $3,010,000.

In 1995, the City issued $10,795,000 of South Central Solid Waste Authority (SCSWA) Environmental Gross Receipts Tax (EGRT) /Project Revenue Bonds. The bond proceeds were issued to construct a regional landfill and transfer station. The bond issue is secured by the operating revenue of the Authority, followed by the EGRT of the City. In August 2004, $7,980,000 in revenue and EGRT bonds were issued to advance refund the 1995 bond.

In 2005, the City issued $1,510,000 of South Central Solid Waste Authority Environmental Services Gross Receipts Tax/Project Revenue Bonds, series 2005. The bond proceeds were issued for improvement, expansion and repair of the Authority facilities.

TYPE	PURPOSE	DATE	ORIGINAL DUE	ISSUE	BALANCE OUTSTANDING	RATES
Gross receipts tax revenue	Street Projects	8/15/1996	2006	5,000,000	1,495,000	5.10%
Gross receipts tax revenue	Street projects and refunding	7/15/1999	2014	10,075,000	8,115,000	4.25-5.05%
Gross receipts tax revenue	Flood control projects	7/15/1999	2014	7,040,000	4,865,000	4.40-5.00%
Gasoline tax revenue	Street Projects	11/4/2000	2016	5,110,000	4,280,000	4.80-5.50%
Street projects and sales tax revenue refunding	Street projects and refunding	6/1/2003	2018	12,800,000	9,760,000	2.00-5.00%
Component Unit Revenue and Environmental Gross Receipts Tax	Construction of SCSWA facilities	9/14/2004	2016	7,980,000	7,570,000	5.125-6.00%
South Central Solid Waste Sales and eGRT Revenue Bonds, Series 2005	Facilities improvements and purchases of equipment	2/24/2005	2011	1,510,000	1,324,000	4.95%
				$ 49,515,000	$ 37,409,000	

7) Long–Term Obligations — continued

Debt Service Requirements
Future debt service requirements for governmental activities revenue bonds are:

Year Ending June 30,	Principal	Interest
2006	4,261,000	1,632,751
2007	4,351,000	1,460,619
2008	4,006,000	1,294,345
2009	4,186,000	1,107,963
2010-2014	16,820,000	2,986,224
2015-2018	3,785,000	304,129
	$ 37,409,000	$ 8,786,031

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

As previously mentioned, in August 2004, the City refunded the SCSWA Environmental Services Gross Receipts Tax / Project Revenue Bond. The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of approximately $170,000. This difference was reported in the accompanying financial statements as bonds payable and is being charged to operations through the year 2011. The advance refunding will reduce total debt service payments over the following 11 years by approximately $996,226, resulting in an economic gain (difference between the present values of the old and new debt service payments) of approximately $635,861.

Bond issues that are outstanding but have been refunded and are payable from escrow accounts are:

Joint utility revenue, series 1992	$ 2,970,000
Sales tax, series 1991	2,530,000
Sales tax, series 1995	55,460,000
EGRT tax, series 1995	7,340,000
	$ 68,300,000

7) Long–Term Obligations — continued

Nonrecourse (Conduit) Debt

The City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on underlying mortgage loans. The City is not obligated for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2005, there were five series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $43,381,365.

Arbitrage

Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986, is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the Federal government on every fifth anniversary of each bond issue. The City used an independent consultant to evaluate the City's outstanding tax-exempt debt for arbitrage liability and determined that there an arbitrage payment was due to the Federal government in the amount of approximately $46,100.

Internal Service Fund Note Payable

In March 1996, the City borrowed $2,904,000 from the New Mexico Finance Authority to finance part of the cost of new radio and telephone communications systems for the City. The funds were borrowed at an interest rate of 5% and are being repaid over 10 years. The City's sales tax revenues secure the note.

Future scheduled requirements are:

Year	Principal	Interest	Total
2006	$ 358,000	$ 9,666	$ 367,666

7) Long–Term Obligations — continued

Governmental Activities Notes Payable

In January 2002, the City borrowed $564,220 from the New Mexico Finance Authority to purchase certain emergency equipment for the Mesilla Valley Regional Dispatch Authority. The funds were borrowed at a variable interest rate and are being repaid over 5 years. The first one-sixteenth of one percent increment of the City's municipal infrastructure gross receipts tax secures the note.

Future scheduled requirements are:

Year	Principal	Interest	Total
2006	$ 319,931	$ 8,043	$ 327,974

Business-Type Activities Notes Payable

In October 2004, the City borrowed $418,724 from the New Mexico Finance Authority to construct improvements for the City's wastewater treatment facility. The funds were borrowed at an interest rate of 3.655% and are being repaid over 20 years. Gross revenues of the system less operations and maintenance expenses secure the note.

In January 2005, the City borrowed $278,713 from the New Mexico Finance Authority to construct improvements for the City's wastewater treatment facility. The funds were borrowed at an interest rate of 3.354% and are being repaid over 20 years. Net revenues of the system secure the note.

Year	Principal	Interest	Total
2006	$ 26,718	$ 23,275	$ 49,993
2007	27,414	22,579	49,993
2008	28,168	21,826	49,994
2009	28,988	21,006	49,994
2010	29,869	20,127	49,996
2011-2015	164,438	85,556	249,994
2016-2020	194,637	55,394	250,031
2021-2024	182,638	17,424	200,062
	$ 682,870	$ 267,187	$ 950,057

The notes payable are reported on the statement of net assets as follows:

Governmental activities	$ 319,931
Business type activities	1,057,708
	$ 1,377,639

7) Long–Term Obligations — continued

Joint Utility Revenue Bonds — continued

Joint Utility Revenue Bonds

In 1997, the City issued $34.815 million in joint utility refunding and improvement revenue bonds (Series 1997), with an average interest rate of 5.3%, to provide funds for new water and wastewater expansion projects and to refund the $5.7 milling of outstanding 1992 Series bonds. Bond proceeds of $4.2 million plus an additional $1.1 million of 1992 sinking fund monies were used to purchase U.S. government securities to advance refund $4.1 million of the 1992 Series bonds and to defease the remaining $1.6 million of the 1992 Series bonds. The securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1992 Series bonds. As a result, all of the 1992 Series bonds are considered to be defeased and the liability for those bonds has been removed from the enterprise fund liabilities. The 1997 Series bonds are secured by, and payable exclusively from, the net revenues of the utility system. The deferred amount on refunding, reported in the accompanying financial statements as a deduction from bonds payable, is being charged to operations through the year 2012.

In 2000, the City issued $3.105 million in joint utility revenue bonds (Series 2000B) to provide funds for improvements to the water, wastewater and natural gas utility systems. The Series 2000B bonds create a first lien on the net revenues of the utility system on parity with the Series 1997 bonds.

Schedule of Bonded Indebtedness–Joint Utility Revenue Bonds

Purpose	Date	Due	Original Issue	Outstanding	Interest Rates
Series 1997 refunding and system expansion	01/01/97	2017	$ 34,815,000	$ 24,820,000	4.60 - 5.50%
Series 2000B System Expansion	11/01/00	2016	3,105,000	2,600,000	4.55 - 5.30%
			$ 37,920,000	$ 27,420,000	

7) Long-Term Obligations — continued

Joint Utility Revenue Bonds — continued

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

Year	Principal	Interest	Total
2006	1,715,000	1,412,363	3,127,363
2007	1,800,000	1,326,533	3,126,533
2008	1,890,000	1,234,148	3,124,148
2009	1,990,000	1,135,718	3,125,718
2010-2014	11,665,000	3,962,218	15,627,218
2015-2017	8,360,000	703,876	9,063,876
	$ 27,420,000	$ 9,774,856	$ 37,194,856

Provisions of the Joint Utility Bond Ordinances
The 1997 revenue bond ordinance provides that the net revenue of the City's utility systems shall be used to service the debt and shall be at least 133% of the maximum outstanding debt requirements for the utility system. The 2000B revenue bond ordinance requires 125% of the maximum outstanding debt requirements, including those of the 1997 bonds. The net revenue for the fiscal year ended June 30, 2005, exceeded the maximum annual debt service requirement. Net revenue, as defined in the bond ordinances, means the revenue after deducting operation and maintenance expense required to operate, maintain and repair the system. Net revenue also includes overhead expenses that are directly related and allocable to administering the system and other costs required by the Ordinance. Bond reserve accounts have been established to accumulate funds with which to make principal and interest payments on outstanding revenue bonds.

The bond ordinances also specify investment criteria of monies in any fund or account and specifies investments in federal securities only for escrow accounts. Interest and any gain / loss resulting from the increase or decrease in the market value of investments or from the sale of investments will be credited to the respective fund or account. The City Treasurer will monitor the monies needed to meet any payment or transfer from such fund or account in order to ensure funds are available for payments.

7) Long–Term Obligations — continued

Joint Utility Revenue Bonds — continued

Bond covenants require reporting of the number of customers utility customers served, which were the following at June 30, 2005:

	Water	Wastewater	Gas
Residential	23,438	22,406	24,894
Commercial/other	2,601	1,974	2,348
Total	26,039	24,380	27,242

Capital Leases

The City is obligated under certain leases accounted for as capital leases. Significant capital lease commitments at June 30, 2005, are as follows:

Caterpillar Financial Services Corporation—Two items of heavy equipment identified in the following table are being leased from Caterpillar Financial Services Corporation. In the event that sufficient funds are not appropriated in any fiscal year, the City may terminate the leases and return the equipment to the lessor on the last day of the year in which funds were appropriated.

Description	Cost	Lease Term	Date
Wheel loader	228,539	60 months	November 2000
Loader	112,000	60 months	December 2003
Total	$ 340,539		

As of June 30, 2005, future minimum lease payments on the above capital leases is as follows:

Year Ending June 30,	Amount
2006	151,180
2007	12,935
2008	12,935
2009	76,856
Total minimum payments	253,906
Less: interest	(16,533)
Present value of net minimum lease payments	$ 237,373

Amortization expense on the above leased equipment was $97,583 for the year ended June 30, 2005, and accumulated amortization was $317,846 as of year-end.

7) Long–Term Obligations — continued

Capital Leases — continued

Mercedes Benz Credit Corporation—Fire equipment listed in the following table is being leased from Mercedes Benz Credit Corporation.

Description	Cost	Lease Term	Date
ALF 148 pumper	$ 295,062	108 Months	March 2002
ALF 148 pumper	295,062	108 Months	March 2002
ALF brush truck	125,957	72 Months	March 2002
Aerial Truck	606,306	108 Months	August 2002
ALF 148 Pump Truck	295,062	108 Months	September 2002
ALF 148 Pump Truck	295,062	108 Months	September 2002
Total	$1,912,511		

As of June 30, 2005, future minimum lease payments on the above leases are the following:

Year Ending June 30,	Amount
2006	$ 288,156
2007	288,156
2008	262,549
2009	262,549
2010	262,549
2011	86,722
Total minimum payments	1,450,681
Less interest	(236,305)
Present value of net minimum lease payments	$ 1,214,376

Amortization expense on the leased equipment was $280,123 for the year ended June 30, 2005, and accumulated amortization was $722,886 as of year-end.

8) Interfund Assets, Liabilities and Transfers

These balances result from the interfund advances authorized by the City Council and the time lag between the dates that interfund goods or services are provided or reimbursable expenditures occur and payments between funds are made.

Due to/from other funds is as follows:

	Interfund Receivable	Interfund Payable	Total
Governmental activities			
General fund			
Special Projects Northrise Morningstar	$ 131,055	$ -	
Nonmajor governmental funds	1,432,741	-	
Nonmajor enterprise funds	29,000		
Internal service funds	-	(3,772)	$ 1,589,024
Special Projects Northrise Morningstar			
General fund	-	(131,055)	(131,055)
Nonmajor governmental funds			
General fund	-	(1,432,741)	(1,432,741)
Internal service fund			
General fund	3,772	-	3,772
Total governmental activities before allocation of internal service funds			29,000
Internal service fund interfund balance allocated to business-type activities			(1,848)
Total governmental activities			$ 27,152

8) Interfund Assets, Liabilities and Transfers – continued

Business-type activities	Interfund Receivable	Interfund Payable	Total
Water fund			
Gas fund	$ 40,103	$ -	
Wastewater fund	83,930	-	$ 124,033
Gas fund			
Water fund	-	(40,103)	(40,103)
Wastewater fund			
Water fund	-	(83,930)	(83,930)
Nonmajor enterprise funds			
General fund	-	(29,000)	(29,000)
Total business-type activities before allocation of internal service funds			(29,000)
Internal service fund interfund balance allocated to business-type activities			1,848
Total business-type activities			$ (27,152)

Interfund Advances

There are two interfund advances authorized by the City Council that are included in the interfund balances in the enterprise funds and general fund.

Joint utility revenue bonds issued in 2000 are accounted for in the Water fund. Bond proceeds used to fund improvements for the Gas and Wastewater funds are accounted for as advances to those funds. The advances were made at an interest rate of 4.60% for four years. The repayments are made from system revenues.

The City anticipates that interfund assets and liabilities will be repaid within one year including the following scheduled repayments of interfund advances:

Joint utility revenue bonds advance

	Gas		Wastewater		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2006	$ 40,103	$ 1,006	$ 83,930	$ 2,106	$ 124,033	$ 3,112
Total	$ 40,103	$ 1,006	$ 83,930	$ 2,106	$ 124,033	$ 3,112

8) Interfund Assets, Liabilities and Transfers – continued

Interfund Transfers

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers for the year ended June 30, 2005, consisted of the following:

			Reason for Transfer
Transfers to general fund from:			
Nonmajor governmental funds	$	686,659	1
Nonmajor enterprise funds		15,500	1
Internal service funds		70,500	1
Total transfers to the general fund	$	772,659	
Transfers from the general fund to:			
Debt service fund	$	(2,163,163)	2
Nonmajor governmental funds		(3,551,901)	3
Nonmajor enterprise funds		(276,000)	1
Internal service funds		(1,610,000)	1
Total transfers from the general fund	$	(7,601,064)	
Transfers from the Special Projects Northrise Morningstar fund to:			
Debt service fund	$	(418,736)	2
Total transfers from the Special Projects Northrise Morningstar fund	$	(418,736)	
Transfers to the debt service fund from:			
Special Projects Northrise Morningstar	$	418,736	2
General fund		2,163,163	2
Nonmajor governmental funds		2,224,805	2
Total transfers to the debt service fund	$	4,806,704	
Transfers from the water fund to:			
Wastewater fund	$	(1,281,639)	1
Total transfers from the water fund	$	(1,281,639)	

8) Interfund Assets, Liabilities and Transfers — continued

Interfund Transfers — continued

			Reason for Transfer
Transfers to the wastewater fund from:			
Nonmajor governmental funds	$	1,225,625	1
Water fund		1,281,639	1
Total transfers to the wastewater fund	$	2,507,264	
Transfers to nonmajor governmental funds from:			
General fund	$	3,551,901	3
Other nonmajor governmental funds		739,720	1
Total transfers to the nonmajor governmental funds	$	4,291,621	
Transfers from nonmajor governmental funds to:			
General fund	$	(686,659)	1
Debt service fund		(2,224,805)	2
Wastewater		(1,225,625)	1
Nonmajor enterprise funds		(940,000)	1
Other nonmajor governmental funds		(739,721)	1
Total transfers to the nonmajor governmental funds	$	(5,816,810)	
Transfers to nonmajor enterprise funds from:			
General fund	$	276,000	1
Nonmajor governmental funds		940,000	1
Internal service fund		342,154	1
Total transfers to the nonmajor enterprise funds	$	1,558,154	
Transfers from nonmajor enterprise funds to:			
General fund	$	(15,500)	1
Total transfers from the nonmajor enterprise funds	$	(15,500)	
Transfers to internal service funds from:			
General fund	$	1,610,000	1
Total transfers to internal service funds	$	1,610,000	
Transfers from internal service funds to:			
General fund	$	(70,500)	1
Nonmajor enterprise funds		(342,154)	1
Total transfers from internal service funds	$	(412,654)	

9) Contingent Liabilities

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

The City is a defendant various lawsuits. Management estimates that $450,000 may be paid to settle such lawsuits from the self-insurance fund. Management is not aware of any other pending or threatened litigation that would adversely affect the City's financial position.

The City may have to pay for clean-up costs due to groundwater contamination detected on the City's property, which has been declared a Superfund Site by the Environmental Protection Agency (EPA). The City is a Potential Responsible Party identified in recent reports along with Doña Ana County, which also owns part of the contaminated property. During the last year, the City and Doña Ana County have established a memorandum of understanding for a Joint Superfund Project (JSP) to work collaboratively with the EPA to complete the Remedial Investigation and Feasibility Study (RIFS) within the Superfund process. In December 2004, the JSP submitted a good-faith offer to the EPA for a Funding Agreement to achieve this objective. In April 2005, a negotiated Funding Agreement in the amount of $800,000 payable to the EPA to complete the RIFS was signed. In October 2005, the EPA and its contractor began the remaining fieldwork, which is estimated to take one year. Once the RIFS is complete, remediation efforts can begin. At this time, the clean-up / remediation costs for this potential liability cannot be determined as such costs are dependent on the amount and method of remediation required by the EPA.

10) Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457. The plan, available to all City employees, permits them to defer taxation on a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are solely the property and rights of the plan participants. The plan is managed by a third-party administrator and therefore, the related assets and liabilities are not included in the City's statement of net assets.

The City has 419 active participants in the plan as of June 30, 2005.

11) Employee Retirement System

Retirement Plan

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

Retirement Eligibility
Eligibility for receiving the monthly benefit equal to the number of years of credited service x 3.0% (3.5% for police and fire plan employees) of their final average monthly salary, the 36 consecutive months of credited service producing the largest average, is as follows:

Employees may retire at: any age with 25 or more years of credited service; or age 60 or older with 20 or more years of credited service; with the exception of police and fire plan employees who may retire at any age with 20 or more years of credited service. All employees are eligible for retirement at: age 61 or older with 17 or more years of credited service; or age 62 or older with 14 or more years of credited service; or age 63 or older with 11 or more years of credited service; or age 64 or older with eight or more years of credited service; or age 65 or older with five or more years of credited service. Benefits vest after five years of credited service.

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

11) Employee Retirement System — continued

Funding Policy
The City has chosen to enroll in a plan that requires the following contribution percentages:

	City	Employees
Police	18.50%	16.30%
Fire	21.25%	16.20%
All other contributing employees	9.15%	13.15%

For employees in the general municipal employees' plan, the City has chosen to pay a portion of the employees' 13.15% required contribution as an additional benefit. For union-represented employees, the City contributes an additional 1% of the participants' gross salary; for all other employees in this plan, the City contributes 2%.

Contribution requirements for the years ended are as follows:

	City	Employee	Total	Percentage Contributed
June 30, 2003	$ 4,363,550	$ 5,104,012	$ 9,467,562	100%
June 30, 2004	4,635,660	5,413,208	10,048,868	100%
June 30, 2005	4,799,796	5,580,795	10,380,591	100%

If a member's employment is terminated before the member is eligible for other benefits under PERA, the member may receive a refund of the member's contribution and interest accrued based on rates established biannually by the retirement board.

The payroll for the City's employees covered by PERA for the year ended June 30, 2005, was $39,791,972; the total payroll of all employees of the City was $45,097,340.

Effective July 1, 2004, the City transferred all benefit plans to the State of New Mexico. City of Las Cruces retirees are now offered benefits through the New Mexico Retiree Health Care Authority (Authority). Eligible, regular employees are required to make a bi-weekly contribution of .65% of their PERA earnings with the City contributing 1.30% of PERA salaries.

12) Other Individual Fund Disclosures

There were no individual funds, which comprise the nonmajor governmental funds, with a deficit fund balance at year-end.

The following funds over-expended budgeted amounts as follows:

Fund	Total Budgeted Expenditures	Actual Expenditures	Amount Over-Expended
Court Awarded	$ 11,381	$ 11,836	$ (455)
Public Safety Gross Receipts Tax	$ 2,320,949	$ 2,514,647	$ (193,698)
Older Americans Act Programs	$ 1,447,964	$ 1,455,790	$ (7,826)
Alternative Fuel Station	$ -	$ 25,929	$ (25,929)
Debt Service	$ 5,876,490	$ 13,914,991	$ (8,038,501)

13) Landfill Closure and Postclosure Care Cost

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

The City's landfill closure and postclosure care liability of $1,457,040 at June 30, 2005, includes $1,428,000 for landfill closure and postclosure care costs and $29,040 for the estimated closure costs of the City's recycling program. Actual closure and postclosure care costs may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects a change in the estimate of total closure and postclosure costs of $50,000, which is included in expenses in the financial statements.

The City enacted a $1/16^{th}$ cent environmental gross receipts tax that became effective January 1, 1995, to raise funds for environmental costs such as for landfill closure, postclosure care and recycling program closure.

14) Reserved Fund Balance

General Fund—The balance of inventories on hand at the end of the fiscal year is reserved because this portion of the fund balance is not available for appropriation and expenditure at June 30, 2005.

15) Development Impact Fees

The accompanying Development Impact Fee Activity Schedule (the "schedule") includes collections and expenditures of development impact fees by the City of Las Cruces (the "City") in accordance with Ordinance No. 1456 – Las Cruces Development Impact Fees Ordinance dated June 19, 1995 and Resolution No. 95-368 – A resolution adopting the development fees for parks, water, and wastewater services dated June 30, 1995.

In accordance with §6 of Ordinance 1456 the City is required to use qualified professionals to prepare a capital improvements plan which describes the specific capital improvements needed to increase the number of new service units in an area over a reasonable period of time, not to exceed ten years. Additionally, the capital improvements plan will calculate total estimated costs of improvements for which the development impact fees may be assessed. Ordinance 1456 §24 states that the capital improvements plan must be updated at least every five years. Expenditures of fees collected must improve the following facilities:

1) Water supply, treatment and distribution facilities and wastewater collection and treatment facilities;

2) Parks, recreational areas, open space, trails and related areas and facilities.

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

15) Development Impact Fees -- continued

The capital improvements plan and land use assumptions for parks expired on June 30, 2000. The impact fee assessed for the parks were extended by resolution 00-456, through June 30, 2001. Ordinance 1456 §11 requires that impact fees collected be used to pay for capital improvements or facility expansions identified in a capital improvements plan.

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

	June 30, 2005
Parks Impact Fees	
Impact fees collected	$ 340,853
Investment income	32,671
Expenditures	(96,402)
Net Parks Impact Fees	$ 277,122
Water Impact Fees	
Impact fees collected	$ 2,457,748
Investment income	112,621
Expenditures	(1,127,997)
Net Water Impact Fees	$ 1,442,372
Wastewater Impact Fees	
Impact fees collected	$ 2,599,709
Investment income	175,128
Expenditures	(478,741)
Net Wastewater Impact Fees	$ 2,296,096
Total Impact Fees	
Collections	$ 5,398,310
Investment income	320,420
Expenditures	(1,703,140)
Net Impact Fees	$ 4,015,590

16) Major Construction Commitments

The City had several major outstanding or planned construction projects as of June 30, 2005. These projects are evidenced by contractual commitments with contractors and include:

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
Mesquite Historic District	Legislative Capital Improvements 2003 Grants	$ 66,457	$ 65,318	$ 1,139	State grant
Civil Air Patrol Hangar	Legislative Capital Improvements 2003 Grants	72,140	68,904	3,236	State grant
Community of Hope	Legislative Capital Improvements 2003 Grants	212,002	125,187	86,815	State grant
Community of Hope	Legislative Capital Improvements 2004 Grants	75,000	-	75,000	State grant
Community of Hope	Federal Legislative Capital Improvements 2003	894,150	876,465	17,685	State grant
Munson Center	Sales Tax 2003 Fac/Parks	107,950	-	107,950	Bond proceeds
Thomas Branigan Library	Legislative Capital Improvements 2004 Grants	74,646	-	74,646	State grant
Downtown Revitalization	Legislative Capital Improvements 2004 Grants	243,340	51,746	191,594	State grant
Rio Grande Theatre	Legislative Capital Improvements 2004 Grants	460,317	444,911	15,406	State grant
Rio Grande Theatre	Federal Legislative Capital Improvements 03	804,735	800,735	4,000	State grant
Las Esperanzas Community Garden 2003	Community Development Block Grant	60,000	49,201	10,799	Federal Grant
Street Improvements Morningside/Lemo 2004	Community Development Block Grant	200,000	25,040	174,960	Federal Grant
Roadrunner Transit Bus Shelters 2003	Community Development Block Grant	50,000	34,751	15,249	Federal Grant
Weed & Seed Parking Lot 2003	Community Development Block Grant	136,144	126,987	9,157	Federal Grant
Mesquite Historic District	Legislative Capital Improvements 2004 Grants	188,235	41,404	146,831	State grant
Veteran's Memorial Wall	Legislative Capital Improvements 2004 Grants	96,415	16,131	80,284	State grant
Veteran's Memorial Wall	Federal Legislative Capital Improvements 04	198,820	-	198,820	State grant
Rio Grande Theatre	Legislative Capital Improvements 2004 Grants	71,370	-	71,370	State grant
City Hall HVAC Improvements	General Fund	68,994	53,814	15,180	General fund
City Hall HVAC Improvements	Sales Tax 2003 Fac/Parks	193,390	192,110	1,280	Bond proceeds
WIA Building	Sales Tax 2003 Fac/Parks	63,915	-	63,915	Bond proceeds
Airport	Airport Improvement	83,705	-	83,705	Federal grant
Airport East End Taxiway	Airport Improvement	188,735	186,271	2,464	Federal grant
Police Academy Metal Building	General Fund	52,204	19,424	32,780	General fund
Gas Construction & Maintenance	Gas	69,900	62,963	6,937	Gas Utility Rates
Water Tank Rehab Telshor	Water	59,336	2,540	56,796	Water Utiltity Rates
Water Bond Dev Hwy 70 Crossings	Water 97 Bond Projects	235,680	-	235,680	Water 97 Bond Projects
Water Jornada Wellfield	Water 97 Bond Projects	256,268	-	256,268	Water 97 Bond Projects
Water Jornada Wellfield	Water Well Projects (DFA)	700,000	-	700,000	Water Well Projects (DFA)
Wastewater Roughing Filter Arms WWTP	Wastewater 97 Bond Projects	344,960	172,480	172,480	Wastewater 97 Bond Projects
Solid Waste Equipment Reserve	Solid Waste Equipment Reserve	196,954	-	196,954	Solid Waste Equipment Reserve
		$ 6,525,762	$ 3,416,382	$ 3,109,380	

17) Joint Ventures

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

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

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2005. This report may be obtained by writing to Mesilla Valley Regional Dispatch Authority, 130 West Lohman Ave, Las Cruces, New Mexico, 88001.

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

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

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2005. This report may be obtained by writing to Metro Narcotics Agency, P.O. Box 20000, Las Cruces, New Mexico 88005.

18) Lease With Hospital

Memorial Medical Center / Province Hospital (Telshor Facility)

On June 1, 2004, the City and County executed a 40-year lease agreement for the hospital facilities and equipment on Telshor Blvd. with PHC-Las Cruces, Inc. (PHC), a New Mexico corporation and a wholly-owned subsidiary of Province Healthcare Corporation (now LifePoint Hospitals, Inc., a Delaware corporation). This lease agreement is classified as a direct financing lease and is included as another financing source in the Statement of Activities. In accordance with the lease agreement, PHC has deposited certain amounts into escrow accounts to cover certain contingencies of the hospital and paid certain hospital liabilities, including outstanding bonds. The City received net lease proceeds of $26,083,373 after these deposits and liabilities.

As part of the PHC lease, the City and County received amounts needed to cover specific future costs, including property taxes on the premises for the first five years of the lease term up to $5 million, and unreimbursed expanded care costs for the first three years up to $19.2 million. As of June 30, 2005, the City's maximum remaining obligation for property taxes and expanded care payments are $2.5 million and $6.6 million, respectively.

The proceeds of the PHC lease are reported in a special revenue fund (Telshor Facility fund) because the City Council adopted a resolution restricting the use of the lease proceeds to fund health-related programs and health-related capital projects. Amounts received by the City for property taxes and expanded care services are reported as unearned revenue in the statement of net assets and as fund balance reserved for health care related programs in the Telshor Facility Fund balance sheet.

If PHC incurs any losses, including the discharge of malpractice liabilities, in connection with events occurring on or before June 1, 2004, the asset purchase agreement entitles PHC to compensation solely from the escrow accounts.

From 1998 until 2004, the Telshor Facility was leased to Memorial Medical Center, Inc. (MMCI), a New Mexico not-for-profit corporation. MMCI began distributing its cash and investments equally between the City and the County in July 2004. MMCI retained cash to pay certain liabilities; any cash remaining at the end of the liquidation process will be distributed equally between the City and the County. Cash and investments in the Telshor Facility special revenue fund at June 30, 2005, includes the amounts distributed to the City in fiscal year 2005.

19) Internal Service Fund Governmental and Business-Type Activities Allocations

The City allocates its internal service funds based on the utilization of these internal service funds between governmental and business-type activities. The governmental allocation, as identified in the governmental funds balance sheet, follows:

Internal Service Fund		
Net Assets, beginning balance		$ 7,760,775
Revenues less eliminations	285,993	
Expenses less eliminations	(2,156,211)	
Other financing sources	1,157,526	
Change in net assets		(712,692)
Net Assets, ending balance		$ 7,048,083

Changes in net assets of internal service funds reported in business-type activities follows:

Net Assets, beginning balance		$ 2,026,251
Revenues less eliminations	77,681	
Expenses less eliminations	(321,457)	
Other financing sources	66,161	
Change in net assets		(177,615)
Net Assets, ending balance		$ 1,848,636

Total net assets of the City's internal service funds are:

Governmental activities allocation	$ 7,048,083
Business-type activities allocation	1,848,636
Net Assets, ending balance	$ 8,896,719

20) Restatement

The City recorded two prior-period adjustments during the current fiscal year. In fiscal year 2004, the gross receipts tax attributable to Public Safety (one-eighth of one percent of gross receipts tax) was accrued as a receivable in the general fund versus in the respective special revenue fund. The amount of this receivable was $419,932 and was recorded as a prior-period adjustment in the current-year financials.

In addition, bond proceeds recorded in the water fund during fiscal year 2004 were correctly classified as bonds payable in the wastewater fund in fiscal year 2005. The amount of this prior-period adjustment was $967,135.

21) Subsequent Events

In July 2005, the City issued gross receipts tax revenue bonds in the amount of $33.0 million for the acquisition of capital assets (construction of a new City Hall and other public improvements) and joint utility revenue bonds in the amount of $11.0 million for the Water utility. The revenues from gross receipts tax and JU operating revenues are pledged for the bonds, respectively.

The City has reached a settlement with the federal government in relation to damage caused to the municipal airport during FY2005. The estimated amount of the settlement, which will cover substantially the cost of the repairs to the runway, is approximately $690,000 and is expected to be received during FY2006.

In November 2005, the City entered into a contract with Tyler Technologies, Inc., MUNIS Division, for an integrated municipal enterprise resource planning software system. The system will be completed in four specific phases, beginning in 2006 and ending during the first quarter of 2007 and will cost an estimated $1.2mm for the implementation and year 1 software maintenance fees.

22) Component Unit Disclosures for the Public Housing Authority

A. Activities of the Housing Authority

The Housing Authority manages the following units:

HUD Public Housing (Contract FW5434)	
Scattered sites, Development II and modernization programs	326 units
HUD Section 8 Housing	
Voucher (Contract FW5374V)	917 units
New Construction Housing (NMOZ-0002-0004)	
Includes Valley and Burley Drive projects and Las Cruces	
Housing Development Corporation	101 units

The Housing Authority purchased two apartment complexes during fiscal year 2005. The Oak Street Apartments were purchased in September 2004. It is comprised of 20 two-bedroom units situated in two, two-story (walk-up) buildings. The Pecos Apartments were purchased in April 2005. This complex also has 20 two-bedroom units situated in two, two-story (walk-up) building. See Note 6 for additional information on the purchase of these apartment complexes.

The Housing Authority has several grant programs, including the Community Development Block Grant and New Mexico Works Grant.

B. Cash and Cash Equivalents

State statutes authorize the Housing Authority to invest in interest-bearing accounts with local financial institutions, direct obligations of the U.S. Treasury or New Mexico political subdivisions and the State Treasurer's Investment Pool.

Bank Balance of Deposits
At June 30, 2005, the carrying amount of the Housing Authority's deposits was $2,931,945, and the bank balance was $629,726, which is categorized as follows:

Insured (Federal Depository Insurance Corporation)	$ 161,704
Balance, collateralized by $2,477,480 in securities	468,022
	$ 629,726

New Mexico statutes require that financial institutions with public monies on deposit, governed by a repurchase agreement, pledge collateral to the owner of such public monies in an amount not less than 102% of the uninsured public monies held on deposit.

22) Component Unit Disclosures for the Public Housing Authority – continued

B. Cash and Cash Equivalents – continued

Bank Balance of Deposits – continued

As of June 30, 2005, the balance of the Housing Authority's monies governed by a repurchase agreement was $2,515,506. The balance is 102% collateralized by $3,120,988 in securities held by Wells Fargo Bank, N.A. in the Housing Authority's name.

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. New Mexico statutes require that financial institutions with public monies on deposit pledge collateral to the owner of such public monies in an amount not less than 50% of the uninsured public monies held on deposit. Collateral securities are held by the Housing Authority's bank. Securities pledged by financial institutions are required to be pledged at par with the exception of U.S. government obligations, which are pledged at fair value. As of June 30, 2005, the bank balance of the Housing Authority's deposits, totaling $629,726, was insured or collateralized by securities held by the Housing Authority's agent in the Housing Authority's name and thus, was not exposed to custodial credit risk.

Investments

As of June 30, 2005, the Housing Authority had the following investments:

	Fair Value
Federated US Treasury Cash Reserves (#125)	$ 590,097

The LCHDC bond and reserve funds of $590,097 at Wells Fargo Bank include unrealized losses of approximately $35,558. The change in fair value is reported as a component of investment income.

Interest Rate Risk - The Housing Authority's general investment policy is to apply the prudent investor rule to manage its exposure to declines in fair values. As investments at June 30, 2005, consist of Federated US Treasury Cash Reserves only, calculation of weighted average maturity is not required; the investments are highly liquid.

Credit Risk - The Housing Authority's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) yield; 3) liquidity; 4) maturity; 5) amount and 6) administrative cost. As of June 30, 2005, the Housing Authority's investments in Federated U.S. Treasury Cash Reserves were rated AAAm-G by Standard & Poor's and Aaa by Moody's Investors Service.

22) Component Unit Disclosures for the Public Housing Authority – continued

B. Cash and Cash Equivalents – continued

Investments – continued

Custodial Credit Risk - For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Housing Authority will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the Housing Authority's securities are held in the Housing Authority's name.

Concentration of Credit Risk. The Housing Authority's formal investment policy places no limit on the amount the Housing Authority may invest in any one issuer. As of June 30, 2005, 100% of the Housing Authority's investment pool was in Federated US Treasury Cash Reserves held by Wells Fargo Bank, N.A.

22) Component Unit Disclosures for the Public Housing Authority – continued

C. Capital Assets

Capital asset activity of the Housing Authority for the year ended June 30, 2005, was as follows:

	6/30/2004	Additions	Deletions	Transfers	6/30/2005
Public Housing	$ 10,257,639	$ 36,042	$ -	$ (970,872)	$ 9,322,809
Less accumulated depreciation	(6,747,375)	(191,823)	-	354,233	(6,584,965)
Adjustments	-	261,513	(268,503)	-	(6,990)
Net Public Housing	3,510,264	105,732	(268,503)	(616,639)	2,730,854
Section 8 Housing	27,221	-	-	-	27,221
Less accumulated depreciation	(11,782)	(131)	-	-	(11,913)
Adjustments	0	11,482	(22,680)	-	(11,198)
Net Section 8 Housing	15,439	11,351	(22,680)	-	4,110
New Construction	1,513,192	-	-	-	1,513,192
Housing Development Corp.	3,380,000	-	-	-	3,380,000
Adjustments	-	-	(75,410)	-	(75,410)
Total New Construction	4,893,192	-	(75,410)	-	4,817,782
Less accumulated depreciation	(546,946)	(66,269)	-	-	(613,215)
Adjustments	-	46,671	-	-	46,671
Net New Construction	4,346,246	(19,598)	(75,410)	-	4,251,238
Dona Ana County Program	5,335	-	-	-	5,335
Less accumulated depreciation	(1,599)	(42)	-	-	(1,641)
Adjustments	-	1,458	(3,647)	-	(2,189)
Total Dona Ana program	3,736	1,416	(3,647)	-	1,505
Homeownership	514,237	-	(1,241,013)	970,872	244,096
Less accumulated depreciation	(12,567)	(5,815)	356,484	(354,233)	(16,131)
Total homeownership	501,670	(5,815)	(884,529)	616,639	227,965
Oak Avenue Apartments	-	603,000	-	-	603,000
Less accumulated depreciation	-	(15,075)	-	-	(15,075)
Total Oak Avenue	-	587,925	-	-	587,925
Pecos Street Apartments	-	775,000	-	-	775,000
Less accumulated depreciation	-	(19,375)	-	-	(19,375)
Total Pecos Street	-	755,625	-	-	755,625
Total local housing projects	519,572	1,378,000	(1,241,013)	970,872	1,627,431
Less accumulated depreciation	(14,166)	(40,307)	356,484	(354,233)	(52,222)
Adjustments	-	1,458	(3,647)	-	(2,189)
Net Local Housing	505,406	1,339,151	(888,176)	616,639	1,573,020
Net capital assets	$ 8,377,355	$ 1,436,636	$ (1,254,769)	$ -	$ 8,559,222

22) Component Unit Disclosures for the Public Housing Authority – continued

C. Capital Assets — continued

Summary:

	6/30/2004	Additions	Deletions	Transfers	6/30/2005
Land	3,044,600	-	(90,645)	-	2,953,955
Site improvements	1,300,582	18,615	(64,122)	-	1,255,075
Structures	10,740,564	1,378,000	(1,086,247)	-	11,032,317
Equipment	611,878	17,427	-	-	629,305
Subtotal	15,697,624	1,414,042	(1,241,014)	-	15,870,652
Adjustments	-	-	(370,240)	-	(370,240)
	$ 15,697,624	$ 1,414,042	$ (1,611,254)	-	$ 15,500,412
Site improvements	(1,118,609)	(12,112)	11,269	-	(1,119,452)
Structures	(5,675,412)	(275,808)	345,216	-	(5,606,004)
Equipment	(526,248)	(10,610)	-	-	(536,858)
Subtotal	(7,320,269)	(298,530)	356,485	-	(7,262,314)
Adjustments	-	321,124	-	-	321,124
	(7,320,269)	22,594	356,485	-	(6,941,190)
Net capital assets	$ 8,377,355	$ 1,436,636	$ (1,254,769)	$ -	$ 8,559,222

Details of capital assets of component units are presented in Note 11.

D. Component Unit Receivables

The following is a reconciliation of amounts due to the Housing Authority from its component units from December 31, 2004 (component units' year-end) to June 30, 2005 (Housing Authority's year-end). Reconciling items include timing differences and an allowance for doubtful accounts based on management's assessment of the collection of receivables from Montana Senior Village, LLC (MSV) and Montana Senior Village II, LP (MSV II).

Noncurrent receivables:	
MSV note payable to Housing Authority	$ 487,250
MSV accrued interest on note payable to Housing Authority	58,740
MSV mortgage payable to Housing Authority	97,920
MSV development fee payable to Housing Authority	107,446
Accrued interest from January 1, 2005 through June 30, 2005	12,311
Housing Authority long-term receivables from MSV	763,667
MSV II development fee payable to Housing Authority	382,752
MSV II notes payable to Housing Authority	1,200,000
Allowance for doubtful accounts	(1,200,000)
Housing Authority long-term receivables from MSV II	382,752
Total noncurrent receivables	$ 1,146,419

22) Component Unit Disclosures for the Public Housing Authority – continued

E. Long-Term Debt

Details of the Housing Authority and LCHDC's debt are as follows:

Description	Issue Date	Interest Rates (%)	Maturity (Fiscal Year)	Total Outstanding 6/30/2004	Proceeds	Retired	Total Outstanding 6/30/2005	Amount Due Within One Year
LCHDC Mortgage Revenue Bond	04/1/1993	5.8% through 9/30/03, 6.4% thereafter	10/01/2019	$ 3,050,000	$ -	$ 110,000	$ 2,940,000	$ 115,000
Note Payable - Gallup Federal Savings Bank	10/13/2004	7.50%	01/20/2014	-	443,759	5,974	437,785	11,482
Note Payable - Wells Fargo Bank	04/15/2005	9.0%	04/15/2025	-	387,500	1,212	386,288	7,715
Note payable - City of Las Cruces	12/2/1998	5%	11/02/2015	97,920	-	-	97,920	-
Total				$ 3,147,920	$ 831,259	$ 117,186	$ 3,861,993	$ 134,197

Debt service requirements on long-term debt at June 30, 2005, are as follows:

Year ending June 30,	Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2006	$ 115,000	$ 186,350	$ 19,197	$ 68,853
2007	120,000	178,880	20,749	67,300
2008	125,000	170,200	22,297	65,752
2009	135,000	163,040	24,276	58,878
2010	145,000	154,240	27,395	61,857
2011-2015	890,000	615,520	437,780	226,106
2016-2020	1,410,000	276,000	201,754	97,420
2021	-	-	168,545	39,470
	$ 2,940,000	$ 1,744,230	$ 921,993	$ 685,636

The Housing Authority purchased the Oak Street Apartments in September 2004 for a purchase price of $603,000. The existing mortgage loan with Gallup Federal Savings Bank of $443,759 (20-year term) was assumed by the Housing Authority with the balance of the purchase price paid in cash from home sales proceeds. This note bears a fixed interest rate of 7.5% per annum, is due in 2014, and is secured by the property. The Housing Authority is required to submit annual financial statements and federal income tax returns to the Bank within 30 days after preparation. Should the Housing Authority fail to comply with said stipulations, the Bank will increase the interest rate by 3% until such noncompliance is cured.

22) Component Unit Disclosures for the Public Housing Authority – continued

E. Long-Term Debt – continued

The purchase price of the Pecos Apartments was $775,000 in April 2005. The Housing Authority borrowed $387,500 from Wells Fargo Bank, N.A. The note, secured by the property, bears interest at a fixed rate of 8.13% per annum, and has a term of 20 years. The balance of the purchase price was paid in cash from home sales proceeds. Details of component unit debt are presented in Note 11.

F. Refunded Bonds

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

The market value of the LCHDC bond issue that is outstanding but has been refunded and is payable from an escrow account is $2,940,000.

G. Employee Retirement System

Retirement Plan

Substantially all full-time employees of the Housing Authority participate in a defined benefit contributory retirement plan through the Public Employees' Retirement Act (PERA) of the State of New Mexico, a cost-sharing multiple employer public employee retirement system. Benefit provisions are established and may only be amended by state statute. Information pertaining to the actuarially computed present value of vested accumulated plan benefits and nonvested accumulated plan benefits, the plan's net assets available for benefits and the assumed rate of return used in computing the present value, and ten-year historical trend information presenting PERA's progress in accumulating sufficient assets to pay benefits when due is not available by individual government agencies participating in the plan. Actuarial pension data for the State of New Mexico, as employer, is provided at the statewide level in a separately issued audit report of PERA. That report may be obtained by writing to PERA, P.O. Box 2123, 1120 Paseo de Peralta, Santa Fe, NM, 87504-2123 or on their internet website at www.state.nm.us/pera/.

22) Component Unit Disclosures for the Public Housing Authority – continued

G. Employee Retirement System — continued

Retirement Eligibility

Eligibility for receiving the monthly benefit equal to the number of years of credited service times 2.5% of their final average monthly salary, the 36 consecutive months of credited service producing the largest average, is as follows:

- Employees may retire at:

  Any age with 25 or more years of credited service
- Age 60 or older with 20 or more years of credit service. All employees are eligible for retirement at:

  Age 61 or older with 17 or more years of credited service

  Age 62 or older with 14 or more years of credited service

  Age 63 or older with 11 or more years of credited service

  Age 64 or older with 8 or more years of credited service

  Age 65 or older with 5 or more years of credited service
- Benefits vest after five years of credited service

Disability Benefits

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

Funding Policy

The Housing Authority's retirement plan requires a 9.15% contribution by the employees and a 9.15% contribution by the Housing Authority.

22) Component Unit Disclosures for the Public Housing Authority – continued

G. Employee Retirement System — continued

Funding Policy – continued

Contribution requirements for the years ended are as follows:

	Housing Authority	Employee	Total	Percentage Contributed
June 30, 2003	$ 83,643	$ 83,643	$ 167,286	100%
June 30, 2004	78,676	78,676	157,352	100%
June 30, 2005	73,220	73,220	146,440	100%

H. Risk Management

The Housing Authority is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; and natural disasters for which the Housing Authority carries commercial insurance. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

I. Contingent Liabilities

Legal Proceedings—The Housing Authority is subject to various legal proceedings that arise in the ordinary course of the Housing Authority's operations. In the opinion of the Housing Authority's management, the ultimate resolution of the matters will not have a material adverse impact on the financial position or results of operations of the Housing Authority.

Federal Grants—The Housing Authority receives federal grants for various specific purposes. These grants are subject to audit, which may result in requests for reimbursements to granting agencies for expenditures disallowed under the terms of the grants. Management believes that such disallowance, if any, will not be material to the financial statements.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units

Montana Senior Village, LLC

Nature of Business and Organization

Montana Senior Village, LLC (the "Company") was formed as a limited liability company on January 22, 1998, pursuant to the New Mexico Limited Liability Company Act. Under the terms of the First Amended and Restated Operating Agreement effective January 20, 2000 (the "Operating Agreement"), the Managing Member is the Housing Authority of the City of Las Cruces (the "Managing Member"), the Investor Member is the Banc of America Housing Fund II Limited Partnership (the "Investor Member").

The Company was organized to acquire, construct and rehabilitate, and operate a 49-unit apartment building in Las Cruces, New Mexico (the "Project") for rental to low income tenants. The Project was acquired on November 30, 1998, and was completed in December 2000.

The Project has applied to receive an allocation of low-income housing tax credits from the New Mexico Mortgage Finance Authority under Section 42 of the Internal Revenue Code of 1986, as amended. As such, the Project is required to lease a minimum of 40% of its units to families whose income is 60% or less of the area median gross income.

The Project is financed and constructed under Section 542(c) of the Housing and Community Development Act, as amended, and is administered by the New Mexico Mortgage Finance Authority (MFA). Under this program the Partnership provides housing to low and moderate income tenants, subject to the regulation by MFA and the United States Department of Housing and Urban Development (HUD), as to rental charges and operating methods. Lower rental charges to tenants are recovered by the Project through rent subsidies provided by HUD. The Section 542(c) and Section 8 programs are major HUD programs.

The Company is audited by other auditors. These financial statements may be obtained by writing to the Housing Authority of the City of Las Cruces, 926 S. San Pedro Street, Las Cruces, New Mexico 88001.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the Company are prepared on the accrual basis of accounting and in accordance with generally accepted accounting principles.

Rental Property

Land, land improvements, buildings, furniture and equipment are recorded at cost and include capitalized interest on loans of $60,912. Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Building and improvements	27.5 years
Furniture, fixtures and appliances	5 years
Land improvements	15 years

Improvements are capitalized, while expenditures for maintenance and repairs are charged to expense as incurred.

Amortization

Organization costs are expensed as incurred. Permanent financing costs of $57,161 were capitalized and are being amortized using the straight-line method over the life of the loan.

Income Taxes

No federal income taxes are payable by the Company and none have been provided in the accompanying financial statements. The members are to include their respective share of Company income or loss in their separate tax returns.

The Company's tax returns are subject to examination by Federal taxing authorities. The tax laws rules and regulations governing these returns are complex, technical and subject to varying interpretations. If an examination required the Company to make adjustments, the profits or losses would be adjusted accordingly. No examination is currently in process.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Summary of Significant Accounting Policies – continued

Rental Income

Rental income is recognized as rentals become due under the terms of operating leases with Project tenants. Rental payments received in advance are deferred until earned.

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 liabilities at the date of the financial statements. Actual results could differ from those estimates.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Company considers investments purchased with an original maturity of three months or less to be cash equivalents.

Economic Concentrations

The Company operates one property located in Las Cruces, New Mexico. Future operations could be affected by changes in the economy or other conditions in that geographical area or by changes in federal low-income housing subsidies or the demand for such housing.

Collateralization of deposits

The Company deposits its cash in financial institutions of the Housing Authority of the City of Las Cruces. HUD requires Housing Authorities to require their depositories to continuously and fully secure all deposits, regardless of type, that are in excess of the $100,000 insured amount. Any funds of the Company that exceed the federally insured limits are 100% collateralized by the financial institution as required by the Housing Authority.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Long-Term Debt

On February 5, 2001, the Company executed a $1,030,000 loan agreement with the New Mexico Mortgage Finance Authority to permanently finance the Project under the 542(c) FHA-Insured Multifamily Loan Program. The loan amortizes at a fixed interest rate of 8.15% per annum over 39 years. Monthly principal and interest payments of $7,303 commenced March 1, 2001. The note matures on February 1, 2040, and is secured by the Project's rental property and an assignment of the Project's rental revenue.

Principal retirements on the mortgage note over the next five years are as follows:

December 31,	2005	5,229
	2006	5,672
	2007	6,152
	2008	6,672
	2009	7,237
	Thereafter	982,503
	Total	$1,013,465

Certain Provisions of the Operating Agreement

Capital Contributions and Allocations of Profit, Loss, Tax Credits, and Cash Flow

The Investor Limited Member contributed $1,235,342 for a 99.99% interest in the Company. The Managing Member contributed $170,000 for a 0.01% interest in the Company. The final Investor Limited Member contribution of $64,342 was made during 2003 upon achievement of breakeven operations, as defined.

Capital Contributions and Allocations of Profit, Loss, Tax Credits, and Cash Flow – continued

Profits, losses, and tax credits generally are to be allocated to the members in accordance with their ownership interests. In the event the Managing Member makes an operating deficit contribution, the Managing Member receives a special allocation equal to the amount of the contribution.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Certain Provisions of the Operating Agreement – continued

Capital Contributions and Allocations of Profit, Loss, Tax Credits, and Cash Flow – continued

Net cash flow from operations, as defined, is to be distributed annually as follows:

1. First, to the Managing Member to pay the Deferred Development Fee in accordance with the Development Services Agreement;
2. Second, to the Managing Member to pay the annual Company Management Fee in accordance with the Company Administration Agreement;
3. Third, to the Managing Member to pay the Incentive Management Fee in accordance with the Company Administration Agreement;
4. Fourth, to the Managing Member to repay any Operating Deficit Contribution; and
5. The balance, .01% to the Managing Member and 99.99% to the Investor Member.

Guaranty of Tax Credits

Under the terms of the Operating Agreement, the Managing Member has the duty to use its best efforts to ensure that the Company qualifies for the maximum lawful low-income housing tax credits. In the event that actual low-income housing tax credits accruing to the benefit of the Investor Member are less than the amount of credits that were projected at the formation of the Company, the contributions of capital otherwise required of the Investor Member may be reduced, or constructive advances deemed made, in accordance with applicable provisions of the Operating Agreement.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Operating Deficit and Completion Guarantees

The Managing Member is obligated to make contributions to the Company as necessary to fund operating expenses, debt service payments, reserve and escrow accounts, capital improvements and maintenance expenses that occur during certain specified periods, as defined. The Managing Member's obligation to make operating deficit contributions after the lease-up date, as defined, is limited to $100,000 and terminates upon achievement of certain operating milestones. Per the Operating Agreement, losses equal to the deficit payments are allocated to the Managing Member.

In accordance with the Operating Reserve Agreement executed on February 2, 2001, the Project funded a $72,000 operating deficit reserve at permanent loan closing. On December 10, 2002, the Operating Deficit Agreement was amended whereby an amount equal to three monthly first mortgage payments, or $30,327, will be retained in the operating deficit reserve account. The balance of Operating Deficit Reserves at December 31, 2004, was $61,216.

Additionally, the Housing Authority has guaranteed to fund any cost overruns necessary to complete the Project. Any such loans bear no interest, and are repayable only in accordance with provisions of the Operating Agreement. Any funds provided by the Housing Authority for development advances shall be deemed to be capital contributions by the Housing Authority. Development advances totaling $381,448 were recharacterized as capital contributions during the year ended December 31, 2001.

Operating, Lease-Up and Replacement Reserves

MSV is obligated to fund and maintain an operating reserve of at least $60,000. A lease-up reserve of at least $20,000 is required to be funded during the first year of the Project's operation. Additionally, a replacement reserve of $200 per unit per year is required to be funded from the Project's gross revenue to fund major repair and capital expenditures. On February 5, 2001, the Project funded $60,000 at permanent loan closing and an additional $2,000 from operating revenues to replacement reserves. The replacement reserve balance at December 31, 2004, was $48,600.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Transactions with Related Parties

Amounts due to related parties in the accompanying balance sheet, consist of the following:

	2004	2003
Note payable – Managing Member	$487,250	$487,250
Deferred Development Fees – Managing Member	107,446	107,446
Land Note Payable – Managing Member	88,537	97,920
Due to Managing Member	8,293	8,293
	$691,526	$700,909

Notes Payable – Managing Member

On November 29, 1999, the Company executed a $99,000 promissory note (the "Land Loan") with the Housing Authority of the City of Las Cruses. The loan is subordinate to the First Mortgage Loan and payment is subject to available cash flow. During 2004, the terms of the Land Loan were changed and previously paid interest was applied to principal. The loan is now a non-interest bearing loan and is payable in full on December 1, 2015. The balance of the loan at December 31, 2004, was $86,277.

On January 12, 2000, the Company executed a $487,250 promissory note with the Housing Authority of the City of Las Cruces to partially finance predevelopment and rehabilitation costs. The loan bears interest at the rate of 4% per annum and is payable in full on December 15, 2017, or immediately upon the sale or dissolution of the Project. The loan is subordinate to the first mortgage loan and payment is subject to available cash flow. $487,250 was outstanding as of December 31, 2004. Interest of $77,690 was accrued and payable as of December 31, 2004.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Transactions with Related Parties – continued

Development Fees

On January 20, 2000, the Company entered into a Development Agreement with the Managing Member to render development services for construction of the Project. The fee due under the agreement of $250,448 has been fully earned as of December 31, 2000, and is included in rental property on the accompanying balance sheet. The entire fee is included in due to Housing Authority on the accompanying statement of net assets. The liability is non-interest bearing. Payment is subject to available cash flow and shall be repaid no later than December 31, 2011. Deferred developer fees of $107,446 were outstanding as of December 31, 2004.

Management Fee Agreements

The Company executed a Company Administrative Agreement with the Managing Member for its services in managing the business of the Project. An annual company management fee of $15,000 beginning in 2000 is payable subject to available cash flow, as defined. In addition, an annual incentive management fee equal to 75% of net cash flow is payable subject to available cash flow, as defined. The fees are non-cumulative and as of December 31, 2004, no fees have been paid.

Due from Managing Member

The Company does not have a bank account separate from the Las Cruces Housing Authority bank account. Receipts and disbursements are recorded in the Housing Authority general ledger using a fund number specific to Montana Senior Village. The funds belonging to Montana Senior Village are reflected on the balance sheet as due from the managing member. The balance of these funds at December 31, 2004 is $37,445.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Property Management Agreement

On January 20, 2000, the Company executed a property management agreement with the Managing Member to operate, manage and lease the property. The initial agreement was to remain in effect until December 31, 2003, and is being automatically renewed every three years until December 31, 2016, unless terminated by either party. The monthly management fee equals 5% of net rental income for the preceding month. For the year ended December 31, 2004 management fees of $19,459 were accrued. During the year ended December 31, 2004, no management fees were paid.

On December 28, 2004 the Company executed a property management agreement with a property management company to operate, manage and lease the property beginning January 1, 2005. The agreement remains in effect until December 31, 2007 and shall continue on a month to month basis until terminated by either party by giving 30 days notice. The management fee shall equal 5.25% of monthly gross rental collections excluding any service or laundry income.

Fair Values of Financial Instruments

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

Regulatory Agreement Provisions

On February 5, 2001, the Company executed a 542(c) Multifamily Insurance Program Regulatory Agreement with the New Mexico Mortgage Finance Authority in order to obtain the "risk-sharing" mortgage loan. The Company is required to abide by the regulatory agreement provisions including, but not limited to, (1) the maintenance of certain tenant income requirements, (2) limitations on surplus cash distributions, (3) replacement reserve requirements, and (4) compliance with Affirmative Fair Housing marketing plans.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village, LLC – continued

Current Vulnerability Due To Certain Concentrations

The Company's sole asset is the Project. The Company's operations are concentrated in the multifamily real estate market. In addition, the Company operates in a heavily regulated environment. The operations of the Company are subject to administrative directives, rules and regulations of federal, state and local regulatory agencies, including, but not limited to, HUD. Such administrative directives, rules and regulations are subject to a change by an act of congress or an administrative change mandated by HUD. Such changes may occur with little notice or inadequate funding to pay for the related cost, including the additional administrative burden to comply with a change.

Statement of Financial Accounting Standards No. 144

Statement of Financial Accounting Standards ("SFAS") No. 144 requires that long-lived assets and certain identifiable intangibles held and used by an entity be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. The adoption of SFAS No. 144 has not materially affected the Company's reported earnings, financial condition or cash flows.

Montana Senior Village II, LP

Nature of Business and Organization

Montana Senior Village II, LP (the "Partnership") was formed as a limited partnership on January 29, 2001, pursuant to the Revised Uniform Limited Partnership Act of the State of New Mexico. Under the terms of the First Amended and Restated Agreement of Limited Partnership effective November 1, 2002 (the "Partnership Agreement"), the General Partner is Montana Street, LLC, a New Mexico limited company (the "General Partner"), the Limited Partner is The Housing Outreach Fund IX Limited Partnership, a District of Columbia limited partnership (the "Limited Partner").

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

The Partnership was organized to acquire, construct and operate an 84-unit apartment building in Las Cruces, New Mexico (the "Project") for rental to low-income senior tenants. The project was acquired on December 21, 1999 and was placed in service on October 28, 2003.

The Project has applied for and was awarded an allocation of low-income housing tax credits from the New Mexico Mortgage Finance Authority under Section 42 of the Internal Revenue Code of 1986, as amended. As such, the Project is required to lease a minimum of 40% of its units to families whose income is 60% or less of the area median gross income.

The Partnership is audited by other auditors. These financial statements may be obtained by writing to the Housing Authority of the City of Las Cruces, 926 S. San Pedro Street, Las Cruces, New Mexico, 88001.

Summary of Significant Accounting Policies

Basis of Accounting
The financial statements of the Partnership are prepared on the accrual basis of accounting and in accordance with generally accepted accounting principles.

Rental Property
Land, land improvements, buildings, furniture and equipment are recorded at cost and include capitalized interest on loans of $33,384. Depreciation is computed using the straight-line method over the estimated useful lives of the assets as follows:

Building and improvements	27.5 years
Furniture, fixtures and appliances	5 years
Land improvements	15 years

Improvements are capitalized, while expenditures for maintenance and repairs are charged to expense as incurred.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Summary of Significant Accounting Policies

Amortization
Organization costs are expensed as incurred. Permanent financing costs of $79,593 were capitalized and are being amortized using the straight-line method over the life of the loan. Amortization expense was $1,327 during 2004.

Income Taxes
No federal income taxes are payable by the Partnership and none have been provided in the accompanying financial statements. The partners are to include their respective share of the Partnership income or loss in their separate tax returns.

The Partnership's tax returns are subject to examination by federal taxing authorities. The tax laws rules and regulations governing these returns are complex, technical and subject to varying interpretations. If an examination required the Partnership to make adjustments, the profits or losses would be adjusted accordingly. No examination is currently in process.

Rental Income
Rental income is recognized as rentals become due under the terms of operating leases with Project tenants. Rental payments received in advance are deferred until earned.

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 liabilities at the date of the financial statements. Actual results could differ from those estimates.

Cash and Cash Equivalents
For purposes of the statement of cash flows, the Partnership considers investments purchased with an original maturity of three months or less to be cash equivalents.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Summary of Significant Accounting Policies – continued

Economic Concentrations

The Partnership operates one property located in Las Cruces, New Mexico. Future operations could be affected by changes in the economy or other conditions in that geographical area or by changes in federal low-income housing subsidies or the demand for such housing.

Concentrations of Risk

The Partnership deposits its cash in financial institutions of the General Partner. At times, the account balances may exceed the institution's federally insured limits. The Partnership has not experienced any losses on such accounts.

Long-Term Debt

Construction Loan
On November 1, 2002, the Partnership executed a $2,830,000 building loan agreement (the "Construction Loan") with Wells Fargo Bank to partially finance the construction and rehabilitation of the Project. Interest only payments accrue at a variable rate of prime plus .75% and are payable monthly. The Construction Loan was collateralized by the Partnership's real property and the guarantee of the General Partner. The Construction Loan maturity date was extended to November 1, 2004. On July 20, 2004, the balance in the construction account was reduced by $1,050,713 limited partner capital contribution. On September 23, 2004, the Construction Loan balance of $1,674,891 was paid in full upon closing the Permanent Mortgage.

Under the terms of the building loan agreement, an affiliate of the General Partner, the Housing Authority of City of Las Cruces ("HACLC") was required to deposit $500,000 into a pledged collateral account to secure the loan. Until the construction loan has been paid in full, the Housing Authority shall have no right to withdraw the pledged funds without lender consent. The collateral account had a balance of $504,626 at December 31, 2003, and is classified as part of the Partnership's restricted cash. On September 27, 2004, following the closing of the Permanent Mortgage, the collateral account was closed and the remaining funds of $506,298 were paid to the HACLC.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Long-Term Debt – continued

Permanent Mortgage
On September 23, 2004 the partnership executed a $1,790,000 loan agreement with Enterprise Mortgage Investments, Inc., an affiliate of the Limited Partner. The loan accrues interest at a fixed rate of 7.03% per annum and is amortized over 18 years.

Level monthly principal and interest payments will be payable for 216 months (18 years) from closing, at which time all remaining principal and interest is due and payable in full. Monthly principal and interest payments of $11,945 commenced November 1, 2004. The note matures on October 1, 2022 and is secured by the Project's rental property and an assignment of the Project's rental revenue.

Principal retirements on the mortgage note over the next five years are as follows:

December 31,	2005	18,291
	2006	19,619
	2007	21,043
	2008	22,571
	2009	24,210
	Thereafter	1,681,340
	Total	$ 1,787,074

Note Payable – Home Funds

On October 18, 2002, the Partnership executed a $275,000 loan agreement with the City of Las Cruces, NM, under the Federal National Affordable Housing Act of 1990/HOME Investment Partnerships Program to assist with financing the development of the Project. Under terms of the agreement, six units shall be designated as floating HOME assisted units. The loan is subordinate to the first mortgage loan and matures the earlier of (1) 32 years or (2) when the Partnership sells or refinances the Project. The note accrues interest at 1% for 17 years. At the end of year 17, accrued and unpaid interest is considered the outstanding principal balance. Beginning in year 18, the outstanding principle balance accrues interest at the rate of 3% per year and shall thereafter be paid in 180 monthly installments of $2,243, principal and interest. At the end of year 32, all outstanding principal and interest shall be paid in full. The note is secured by the Project's rental property. $275,000 was outstanding as of December 31, 2004.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Certain Provisions of the Partnership Agreement

Capital Contributions and Allocations of Profit, Loss, Tax Credits, and Cash Flow

The General Partner is to contribute $300,000 for a 0.01% interest in the Partnership, of which, $200,000 had been contributed as of December 31, 2004. The Limited Partner is to contribute, subject to certain tax-credit adjustment terms, $2,285,313 for a 99.99% interest in the Partnership. As of December 31, 2004, the Limited Partner had contributed $2,285,313. During 2004, the Limited Partner made final capital contributions of $1,139,713 of which, $1,050,713 was paid to reduce the construction loan balance and $89,000 funded operating reserves.

Profits, losses, and tax credits generally are to be allocated to the members in accordance with their ownership interest. In the event the General Partner makes an operating deficit contribution, the General Partner receives a special allocation equal to the amount of the contribution.

Net cash flow from operations, as defined, is to be distributed annually as follows:

1. First, to the Limited Partner, an amount equal to the credit deficiency;
2. Second, to the Limited Partner, an amount sufficient to pay federal income taxes on taxable income allocated to the Limited Partner for such fiscal year;
3. Third, to the Limited Partner to pay the investor services fee, as defined;
4. Fourth, to fund operating reserves, as required;
5. Fifth, to the developer to pay the deferred development fee and interest thereon;
6. Sixth, to the developer to pay the partnership administration fee, as defined:
7. Seventh, to the developer to pay the tenant services fee, as defined;
8. Eighth, to the General Partner to repay any operating deficit contributions; and
9. The balance, .01% to the General Partner and 99.99% to the Investor Member.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Certain Provisions of the Partnership Agreement – continued

Guaranty of Tax Credits
Under the terms of the Partnership Agreement, the General Partner has the duty to use its best efforts to ensure that the Partnership qualifies for the maximum lawful low-income housing tax credits. In the event that actual low-income housing tax credits accruing to the benefit of the Limited Partner are less than the amount of credits that were projected at the formation of the Partnership, the contributions of capital otherwise required of the Limited Partner may be reduced, or constructive advances deemed made, in accordance with applicable provisions of the Partnership Agreement.

Operating Deficit and Completion Guarantees

The General Partner is obligated to make contributions to the Partnership as necessary to fund operating expenses, debt service payments, reserve and escrow accounts, capital improvements and maintenance expenses that occur during certain specified periods, as defined. The General Partner's obligation to make operating deficit contributions after the lease-up date, as defined, is limited to $250,000 and terminates upon achievement of certain operating milestones.

Additionally, the General Partner has guaranteed to fund any cost overruns necessary to complete the Project. Any such funds provided by the General Partner for the development completion shall not be deemed to be capital contributions by the General Partner and shall not be repayable by the Partnership.

Operating, Lease-Up and Replacement Reserves

An operating reserve of $89,000 was funded from proceeds of the final Limited Partner's capital contribution. The General Partner shall fund the operating reserve from net cash flow in order to maintain the required balance. Operating reserves were $89,367 as of December 31, 2004. A lease-up reserve of $8,557 is to be funded to pay operating expenses to the extent funds are not available during the lease-up period. No lease-up reserves were funded as of December 31, 2004.

Additionally, a replacement reserve of $200 per unit per year ($16,800) is required to be funded from the Project's gross revenue to fund major repair and capital expenditures. Replacement reserves were $2,900 as of December 31, 2004.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Certain Provisions of the Partnership Agreement – continued

Guaranty Reserve

The General Partner is required to fund a guaranty reserve in the amount of $300,000 in order to guarantee its construction, operating deficit and partnership obligations. $200,000 was funded from proceeds of the first General Partner capital contribution. The $100,000 balance is funded from the General Partners final capital contribution upon 100% qualified occupancy. Upon termination and winding-up of the Partnership, the reserve shall be disbursed to the General Partner. As of December 31, 2004, the guaranty reserve fund held $202,805.

Transactions with Related Parties

Amounts due to / from related parties at December 31, 2004 and 2003 consist of the following:

	2004	2003
Deferred Development Fee Note	$ 325,157	$ 382,752
Authority Loan Payable	800,000	700,000
Authority AHP Loan Payable	500,000	500,000
Development Advances – General Partner	451	606,748
Operating Advances – General Partner	8,333	42,530
Due From managing member	(244,783)	(35,038)
	$ 1,389,158	$ 2,196,992

Developer Development Fee Note

On November 1, 2002, the Partnership entered into a Development Services Agreement with the Housing Authority of the City of Las Cruces (HACLC), an affiliate of the General Partner. The fee due under the agreement of $382,752 has been fully earned as of December 31, 2003, and is included in rental property on the accompanying balance sheet. The entire fee was deferred as of December 31, 2003 and is classified as a long-term liability on the accompanying balance sheet. The deferred developer fee promissory note accrues interest at 6% per annum. Two payments of $48,332 were to be made to the HACLC upon receipt of the third and fourth Limited Partner capital contribution installments. Deferred developer fees of $57,595 were paid at permanent loan closing during 2004. At December 31, 2004, deferred developer fees are $325,157 and is payable from net cash flow, as defined.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Transactions with Related Parties – continued

Authority Loan Payable

On November 1, 2002, the Partnership executed a $700,000 promissory note (the "Authority Loan") with HACLC, an affiliate of the General Partner, to partially finance predevelopment and construction costs. The loan bears interest at .25% per annum. All unpaid principal and interest is payable in full on November 1, 2034. The loan is subordinate to the first mortgage and payment is subject to available cash flow. During 2004, $100,000 of development advances was reclassified to Authority Loan Payable. The balance of the loan at December 31, 2004 and 2003 was $800,000 and $700,000, respectively. Accrued and unpaid interest was $3,860 as of December 31, 2004.

Authority AHP Loan Payable

On November 1, 2002, the Partnership executed a $500,000 promissory (the "Authority AHP Loan") with HACLC, an affiliate of the General Partner, to partially finance predevelopment and construction costs of the Project. The loan bears interest at a rate of .25% per annum. All unpaid principal and interest is payable in full on November 1, 2034. The loan is subordinate to the first mortgage and payment is subject to available cash flow. The balance of the loan at December 31, 2004 and 2003 was $500,000. Accrued and unpaid interest was $2,709 as of December 31, 2004.

Development Advances - General Partner

As of December 31, 2003 the General Partner has advanced $614,240 to the Partnership in order to fund predevelopment and construction cost. These advances shall be partially repaid by the partnership upon release of the collateral account (Note 3). During 2004, $506,298 was repaid from the collateral account and $100,000 was converted to the Authority Loan Payable. At December 31, 2004 Development Advances-General Partner are $451.

Operating Advances – General Partner

As of December 31, 2004 operating advances represent net advances of $8,333 for payment of various operating and financing expenses.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Transactions with Related Parties – continued

Due from Managing Member

The Partnership has a bank account which combines funds with the Las Cruces Housing Authority. Receipts and disbursements are recorded in the Housing Authority general ledger using a fund number specific to the Partnership. The funds belonging to the Partnership are reflected on the balance sheet as due from Managing Member. The balance of these funds at December 31, 2004 is $244,783.

Partnership Administration and Tenant Services Agreement

The Partnership executed a Partnership Administration Agreement with an affiliate of the General Partner (HACLC) for its services managing certain administrative issues of the Project. An annual Partnership administration fee of $20,000 beginning in 2003 is payable subject to available cash flow, as defined.

In addition, the Partnership executed a Tenant Services Agreement with HACLC for social services provided to tenants of the Project. An annual tenant services fee of $20,000 beginning in 2003 is payable subject to available cash flow, as defined. No partnership administration or tenant services fee have been paid as of December 31, 2004.

Investor Services Fee

The Partnership executed an Investor Services Agreement with an affiliate of the Limited Partner for investor administrative services provided to the Partnership. An annual investor services fee of $3,000 beginning in 2003 is payable subject to available cash flow. Investor service fees of $3,090 were paid in 2004.

22) Component Unit Disclosures for the Public Housing Authority – continued

J. Component Units -- continued

Montana Senior Village II, LP – continued

Property Management Agreement

On June 7, 2002, the Partnership executed a property management agreement with an affiliate of the General Partner (HACLC) to operate, manage and lease the property. The agreement remains in effect until December 31, 2005, and shall be automatically renewed every three years until December 31, 2019, unless terminated by either party. The monthly management shall equal 5% of net rental income for the preceding month. For the years ended December 31, 2004 and 2003 management fees of $19,052 and $1,443 were accrued. During the years ended December 31, 2004 and 2003 no management fees were paid.

On December 28, 2004 the Company executed a property management agreement with a third party property management company to operate manage and lease the property beginning January 1, 2005. The agreement remains in effect until December 31, 2005 and shall continue on a month to month basis until terminated by either party by giving 30 days notice, the management fee shall equal 5.25% of monthly gross rental collections excluding any service or laundry income.

Fair Value of Financial Instruments

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

Statement of Financial Accounting Standards No. 144

Statement of Financial Accounting Standards (SFAS) No. 144 requires that long-lived assets and certain identifiable intangibles held and used by an entity be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. The adoption of SFAS No. 144 has not materially affected the Partnership's reported earnings, financial condition or cash flows.

23) Component Unit Disclosures for South Central Solid Waste Authority

A. Pooled Cash and Investments

SCSWA participates in a pool of cash and short-term investments maintained by the Treasurer of the City of Las Cruces (City). Pooled cash and investments are reported at fair value.

The City's investment policy, adopted by Ordinance No. 613, authorizes direct investment in U.S. Treasury obligations, U.S. government agency and instrumentality obligations, bankers' acceptances, and money market funds whose portfolios consist of the foregoing. In addition, the City may invest in commercial paper rated A-1 by Standard & Poor's Corporation and P-1 by Moody's Commercial Paper Record.

South Central Solid Waste Authority – cash and investments	$ 2,801,359
South Central Solid Waste Authority – restricted cash and investments	3,263,698
Primary government and fiduciary funds	87,656,471
Total City cash and investment pool	$ 93,721,528

The City's cash and investment pool consists of the following:

	Pooled Cash & Investments
Carrying amount of bank deposits	$ (2,176,856)
Investments at fair value	95,468,959
Accrued interest	429,425
Total	$ 93,721,528

Bank Balance of Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. The City's investment ordinance requires collateralization of 50% of the uninsured portion of the City's deposits with financial institutions. Collateral securities are held by the City or a third party commercial bank's trust department. Securities pledged by financial institutions are required to be pledged at par with the exception of U.S. government obligations, which are pledged at fair value. As of June 30, 2005, all of the City's deposits were insured or collateralized by securities held by City's agent in City's name.

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

A. Pooled Cash and Investments – continued

Investments
As of June 30, 2005, the City's investment pool had the following investments:

Investment Type	Fair Value	Weighted Avg Maturity (Yrs)
Pooled Investments:		
U.S. Treasury Bills	$ 19,876,950	0.21
Money market funds	11,887,011	0.00
U.S. agencies	63,704,998	2.23
Total pooled investments	$ 95,468,959	1.53

Interest Rate Risk. The City's general investment policy is to apply the prudent investor rule to manage its exposure to declines in fair values. For purposes of calculating weighted average maturity, the City assumes that callable securities will not be called before their final maturity. The investment pool includes step-up coupon securities with call options issued by U.S. government agencies totaling $19,052,280.

Credit Risk. The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2005, the City's investments in U.S. agency securities were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service, except for short-term discount notes which were rated A-1+ by Standard & Poor's and F1+ by Fitch Ratings. The City's money market fund investments were rated AAAm by Standard & Poor's and Aaa by Moody's.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. All of the City's securities are held by a third-party financial institution in the City's name.

Concentration of Credit Risk. The City's formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2005, 40.9% of the City's investment pool was in Federal Home Loan Bank, 8.6% in Federal Home Loan Mortgage Corporation, 13.6% in Federal National Mortgage Association, and 12.4% in Wells Fargo money market funds.

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

B. Capital Assets

Changes in capital assets of SCSWA are as follows:

	Balances June 30, 2004	Additions	Retirements	Balances June 30, 2005
Capital assets not being depreciated				
Land	$ 807,276	$ -	$ -	$ 807,276
Landfill cell/site - Construction in Progress	-	163,184	-	163,184
Total capital assets not being depreciated	807,276	163,184	-	970,460
Other capital assets				
Buildings	3,694,841	-	-	3,694,841
Equipment	2,277,584	762,079	-	3,039,663
Landfill cell/site	4,523,315	-	-	4,523,315
Infrastructure	1,056,988	-	-	1,056,988
Total other capital assets at historic cost	11,552,728	762,079	-	12,314,807
Less accumulated depreciation for				
Buildings	994,184	126,280	-	1,120,464
Equipment	1,591,928	324,654	-	1,916,582
Landfill cell/site	3,428,712	181,483	-	3,610,195
Infrastructure	184,973	26,425	-	211,398
Total accumulated depreciation	6,199,797	658,842	-	6,858,639
Total other capital assets at historic cost, net	5,352,931	103,237	-	5,456,168
Total capital assets, net	$ 6,160,207	$ 266,421	$ -	$ 6,426,628

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

B. Capital Assets – continued

	Balances June 30, 2003	Additions	Retirements	Balances June 30, 2004
Capital assets not being depreciated				
Land	$ 807,276	$ -	$ -	$ 807,276
Total capital assets not being depreciated	807,276	-	-	807,276
Other capital assets				
Buildings	3,694,841	-	-	3,694,841
Equipment	2,150,551	127,033	-	2,277,584
Landfill cell/site	3,777,867	745,448	-	4,523,315
Infrastructure	1,056,988	-	-	1,056,988
Total other capital assets at historic cost	10,680,247	872,481	-	11,552,728
Less accumulated depreciation for				
Buildings	867,902	126,282	-	994,184
Equipment	1,316,136	275,792	-	1,591,928
Landfill cell/site	2,924,857	503,855	-	3,428,712
Infrastructure	158,548	26,425	-	184,973
Total accumulated depreciation	5,267,443	932,354	-	6,199,797
Total other capital assets at historic cost, net	5,412,804	(59,873)	-	5,352,931
Total capital assets, net	$ 6,220,080	$ (59,873)	$ -	$ 6,160,207

Reclassifications were made to beginning of the year balances to properly classify equipment.

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

C. Long-Term Liabilities

Changes in long-term liabilities of SCSWA are as follows:

	Balances July 1, 2004	Increases	Decreases	Balances June 30, 2005	Amount Due Within One Year
Long-term debt					
Capital lease obligations	$ 535,035	$ -	$ 173,536	$ 361,499	$ 226,834
Due to City of Las Cruces	6,881,200	1,810,800	920,369	7,771,631	786,000
Other noncurrent liabilities:					
Estimated landfill closure/ postclosure liability	1,381,000	85,500	-	1,466,500	-
Compensated absences	45,870	7,828	-	53,698	10,739
	$ 8,843,105	$ 1,904,128	$ 1,093,905	$ 9,653,328	$ 1,023,573

	Balances July 1, 2003	Increases	Decreases	Balances June 30, 2004	Amount Due Within One Year
Long-term debt					
Capital lease obligations	$ 560,267	$ 104,619	$ 129,851	$ 535,035	$ 167,729
Due to City of Las Cruces	7,331,200	-	450,000	6,881,200	470,000
Other noncurrent liabilities					
Estimated landfill closure/ postclosure liability	1,381,000	-	-	1,381,000	-
Compensated absences	41,432	4,438	-	45,870	27,225
	$ 9,313,899	$ 109,057	$ 579,851	$ 8,843,105	$ 664,954

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

C. Long-Term Liabilities

Debt service requirements on long-term debt are as follows:

Year Ending June 30,	Due to City of Las Cruces		Capital Lease Obligations	
	Principal	Interest	Principal	Interest
2006	$ 786,000	$ 318,904	$ 226,834	$ 11,355
2007	811,000	291,502	115,240	4,198
2008	841,000	263,155	19,425	170
2009	866,000	233,713	-	-
2010	896,000	203,326	-	-
2011-2015	3,884,000	574,552	-	-
2016	810,000	32,400	-	-
Less Reserves held by City	(1,122,369)	-	-	-
Total	$ 7,771,631	$ 1,917,552	$ 361,499	$ 15,723

Due to City of Las Cruces

In 1995, the City issued $10,795,000 of South Central Solid Waste Authority (SCSWA) Environmental Gross Receipts Tax (EGRT) / Project Revenue Bonds. The bond proceeds were issued to construct a regional landfill and transfer station. The bonds are in the name of the City and secured by the operating revenue of the Authority, followed by the EGRT of the City based on an agreement between SCSWA and the City. When the proceeds of the bonds were received, $928,800 was retained by the City in the event that SCSWA was not able to make the required annual debt service transfer in any year.

In August 2004, the City refunded the SCSWA Environmental Services Gross Receipts Tax (EGRT) / Project Revenue Bond for $7,980,000. As a result of the refunding, the $928,800 retained by the City was reduced to $798,000. Bond issues that are outstanding, but have been refunded, are payable from escrow accounts. The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of approximately $170,000. The advance refunding will reduce total debt service payments over the following 11 years by approximately $996,226, resulting in an economic gain (difference between the present values of the old and new debt service payments) of approximately $635,861.

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

C. Long-Term Liabilities – continued

In February 2005, the City received a loan in the amount of $1,510,000 from the North American Development Bank (NadBank) for SCSWA.

Total debt (bonds plus loan) outstanding is $8,894,000, which is comprised of the due to the City in the amount of $7,771,631 plus the reserves held by the City in the amount of $1,122,369.

Capital Lease Obligations
The following equipment is leased from Caterpillar Financial Services Corporation, Sierra Machinery Inc. and CitiGroup, Inc. under capital leases:

Description	Cost	Lease Term	Beginning Date
Crawler/dozer	$ 237,205	60 months	Aug. 2000
Volvo dump truck	158,900	60 months	Sep. 2001
Loader	104,619	36 months	Jun. 2004
Bombag landfill compactor	344,178	60 months	Oct. 2002
	$ 844,902		

Accumulated depreciation on the above leased equipment was $566,126 and $383,978 at June 30, 2005 and 2004, respectively. Depreciation expense was $182,148 and $142,320 for the years ended June 30, 2005 and 2004, respectively.

Landfill Closure and Postclosure Liability
The SCSWA began operations in 1997 and charges rates that include an amount to raise the funds needed for closure and postclosure activities.

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

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

C. Long-Term Liabilities – continued

Landfill Closure and Postclosure Liability – continued

The $1,466,500 reported as SCSWA's landfill closure and postclosure liability at June 30, 2005, represents the cumulative amount reported to date based on the use of the estimated capacity of the open cells at the regional landfill. Actual closure and postclosure costs may be higher due to inflation, changes in technology or changes in regulations. The liabilities reported reflect a change in the estimate of total closure and postclosure costs of $85,500 in 2005, which is included in expenses in the financial statements.

D. Employee Retirement System

Retirement Plan

Substantially all full-time employees of SCSWA participate in a defined benefit contribution retirement plan through the Public Employees' Retirement Act (PERA) of the State of New Mexico, a cost-sharing multiple employer public employee retirement system. Benefit provisions are established and may only be amended by state statute. Information pertaining to the actuarially computed present value of vested accumulated plan benefits and nonvested accumulated plan benefits, the plan's net assets available for benefits and the assumed rate of return used in computing the present value, and ten-year historical trend information presenting PERA's progress in accumulating sufficient assets to pay benefits when due is not available by individual government agencies participating in the plan. Actuarial pension data for the State of New Mexico, as employer, is provided at the statewide level in a separately issued audit report of PERA. That report may be obtained by writing to PERA, P.O. Box 2123, 1120 Paseo de Peralta, Santa Fe, NM, 87504-2123 or on their internet website at www.state.nm.us/pera/.

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

D. Employee Retirement System – continued

Retirement Eligibility

Eligibility for receiving the monthly benefit equal to the number of years of credited service times 2.5% of their final average monthly salary, the 36 consecutive months of credited service producing the largest average, is as follows:

- Employees may retire at:
  Any age with 25 or more years of credited service
  Age 60 or older with 20 or more years of credit service
- All employees are eligible for retirement at:
  Age 61 or older with 17 or more years of credited service
  Age 62 or older with 14 or more years of credited service
  Age 63 or older with 11 or more years of credited service
  Age 64 or older with 8 or more years of credited service
  Age 65 or older with 5 or more years of credited service
- Benefits vest after five years of credited service

Disability Benefits

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

23) Component Unit Disclosures for South Central Solid Waste Authority – continued

D. Employee Retirement System – continued

Funding Policy

Before November 2000, SCSWA employees were subject to, and participated in, the City's PERA plan and were subject to the same plan provisions, retirement eligibility rules, disability benefits, and funding policy. Effective November 2000, the SCSWA enrolled in a PERA plan with a 2.5% pension factor per year of credited service. Participants and the SCSWA are each required to contribute 9.15% of gross salary.

Contribution requirements for the years ended are as follows:

	SCSWA	Employee	Total	Percentage Contributed
June 30, 2003	49,236	49,236	98,472	100%
June 30, 2004	52,688	52,688	105,376	100%
June 30, 2005	51,956	51,956	103,913	100%

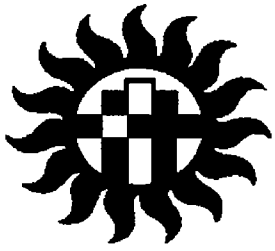
The payroll (excluding benefits) for SCSWA employees covered by PERA for the years ended June 30, 2005 and 2004 was $567,827 and $575,818, respectively. The total payroll (excluding benefits) of all SCSWA employees for the years ended June 30, 2005 and 2004 was $569,708 and $600,375, respectively.

E. Risk Management

SCSWA is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; and natural disasters for which SCSWA carries commercial insurance. There have been no significant reductions in insurance coverage. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

F. Related-Party Transactions

For 2005 approximately $2.5 million and $795,000 of sales relate to dumping fees paid by the City of Las Cruces and Doña Ana County, respectively. For 2004, approximately $2.2 million and $704,000 of sales relate to dumping fees paid by the City of Las Cruces and Doña Ana County, respectively. In 2005, approximately $76,000 of fiscal agent fees were paid to the City by the Authority. For 2004, approximately $117,000 of fiscal agent fees were paid to the City by the Authority.



City of Las Cruces

City of Las Cruces

Combining Balance Sheet—
Nonmajor Governmental Funds

City of Las Cruces
Combining Balance Sheet—*Nonmajor Governmental Funds*
June 30, 2005

	Community Development Block Grant	Court Awarded Funds	MPO Urban Transportation
Assets			
Pooled cash and investments	$ 230,345	$ 5,923	$ -
Accounts receivable	3,903,671	-	-
Due from other governmental units	69,176	-	56,839
Total assets	$ 4,203,192	$ 5,923	$ 56,839
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 120,703	$ -	$ 361
Accrued liabilities	8,992	-	6,210
Deferred revenue	2,003,298	-	-
Due to other funds	55,956	-	428
Total liabilities	2,188,949	-	6,999
Fund balances			
Reserved	-	-	-
Unreserved	2,014,243	5,923	49,840
Total fund balances	2,014,243	5,923	49,840
Total liabilities and fund balance	$ 4,203,192	$ 5,923	$ 56,839

Special Revenue Fund

Weed and Seed	Fire	Police Protection	Emergency Medical Services
$ -	$ 170,544	$ -	$ 20,921
-	40	16,470	-
98,558	46,980	200,326	-
$ 98,558	$ 217,564	$ 216,796	$ 20,921
$ -	$ 72,094	$ 20,970	$ 5,407
11	-	18,404	-
-	-	21,917	-
97,843	-	119,325	-
97,854	72,094	180,616	5,407
-	-	-	-
704	145,470	36,180	15,514
704	145,470	36,180	15,514
$ 98,558	$ 217,564	$ 216,796	$ 20,921

City of Las Cruces
Combining Balance Sheet—*Nonmajor Governmental Funds*
June 30, 2005

	Traffic Safety	Court Automation	Prisoner Care
Assets			
Pooled cash and investments	$ 53,784	$ 255,514	$ 446,472
Accounts receivable	-	-	-
Due from other government unit	-	-	-
Total assets	$ 53,784	$ 255,514	$ 446,472
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ 893	$ 404,653
Accrued liabilities	188	-	-
Deferred revenue	-	-	-
Due to other funds	-	-	-
Total liabilities	188	893	404,653
Fund balances			
Reserved	-	-	-
Unreserved	53,596	254,621	41,819
Total fund balances	53,596	254,621	41,819
Total liabilities and fund balance	$ 53,784	$ 255,514	$ 446,472

Special Revenue Fund				
Juvenile Recreation	Lodgers' Tax and LCCVB	DWI Prevention	Judicial Education	Environmental Gross Receipts Tax
$ 31,165	$ 2,342,645	$ 64,356	$ 495	$ -
-	-	-	-	-
-	120,655	-	-	218,594
$ 31,165	$ 2,463,300	$ 64,356	$ 495	$ 218,594
$ 5,255	$ 82,582	$ 62,031	$ -	$ -
-	12,368	-	-	-
-	-	-	-	-
-	-	-	-	-
5,255	94,950	62,031	-	-
-	-	-	-	-
25,910	2,368,350	2,325	495	218,594
25,910	2,368,350	2,325	495	218,594
$ 31,165	$ 2,463,300	$ 64,356	$ 495	$ 218,594

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2005

	Health Care Services From MMC Lease	Gasoline Tax Street Maintenance Fund
Assets		
Pooled cash and investments	$ 465,533	$ -
Accounts receivable	-	-
Due from other government unit	-	262,698
Total assets	$ 465,533	$ 262,698
Liabilities and Fund Balances		
Liabilities		
Accounts and contracts payable	$ 8,208	$ 177
Accrued liabilities	-	10,623
Deferred revenue	-	-
Due to other funds	-	124,497
Total liabilities	8,208	135,297
Fund balances		
Reserved	-	-
Unreserved	457,325	127,401
Total fund balances	457,325	127,401
Total liabilities and fund balance	$ 465,533	$ 262,698

Special Revenue Fund				
Public Safety Gross Receipts Tax	Keep Las Cruces Beautiful	Older Americans Act Programs	Cash In Lieu of Commodities	RSVP
$ -	$ 9,672	$ 62,552	$ -	$ -
-	-	40	-	-
447,868	11,523	48,253	591	29,828
$ 447,868	$ 21,195	$ 110,845	$ 591	$ 29,828
$ -	$ 227	$ 17,870	$ -	$ 2,700
-	1,734	33,823	-	2,745
-	-	-	-	-
-	-	-	591	2,386
-	1,961	51,693	591	7,831
-	-	-	-	-
447,868	19,234	59,152	-	21,997
447,868	19,234	59,152	-	21,997
$ 447,868	$ 21,195	$ 110,845	$ 591	$ 29,828

City of Las Cruces
Combining Balance Sheet—*Nonmajor Governmental Funds*
June 30, 2005

	Children, Youth, and Families	State Agency on Aging Program
Assets		
Pooled cash and investments	$ 34,364	$ 268
Accounts receivable	-	-
Due from other government unit	18,129	-
Total assets	$ 52,493	$ 268
Liabilities and Fund Balances		
Liabilities		
Accounts and contracts payable	$ 5,420	$ -
Accrued liabilities	-	-
Deferred revenue	-	-
Due to other funds	-	-
Total liabilities	5,420	-
Fund balances		
Reserved	-	-
Unreserved	47,073	268
Total fund balances	47,073	268
Total liabilities and fund balance	$ 52,493	$ 268

Special Revenue Fund			Capital Projects Fund	
State Library Resources Grant	Street Maintenance Operations	Flood Control Operations	Public Parks Development	Street Improvement
$ 15,148	$ 82,269	$ 79,759	$ 1,489,896	$ -
-	-	-	-	-
-	-	-	-	275,527
$ 15,148	$ 82,269	$ 79,759	$ 1,489,896	$ 275,527
$ 15,000	$ 10,155	$ 18	$ -	$ 92,900.0
-	4,055	6,237	-	-
-	-	-	-	25,392
-	-	-	-	96,719
15,000	14,210	6,255	-	215,011
-	-	-	-	-
148	68,059	73,504	1,489,896	60,516
148	68,059	73,504	1,489,896	60,516
$ 15,148	$ 82,269	$ 79,759	$ 1,489,896	$ 275,527

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2005

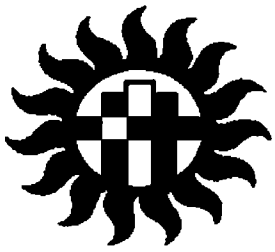
	Airport Improvement	Sales Tax-Street Maintenance
Assets		
Pooled cash and investments	$ 44,669	$ 1,672,143
Accounts receivable	-	48,150
Due from other government unit	43,358	874,736
Total assets	$ 88,027	$ 2,595,029
Liabilities and Fund Balances		
Liabilities		
Accounts and contracts payable	$ -	$ 125,674
Accrued liabilities	-	-
Deferred revenue	-	61,224
Due to other funds	-	-
Total liabilities	-	186,898
Fund balances		
Reserved	-	-
Unreserved	88,027	2,408,131
Total fund balances	88,027	2,408,131
Total liabilities and fund balance	$ 88,027	$ 2,595,029

Legislative Capital Improvements 2003	Legislative Capital Improvements 2004	Federal Legislative Capital Improvements 2004	EDA West Mesa Industrial Park Fund
$ -	$ -	$ -	$ 667,239
-	-	-	666
311,679	939,514	81,621	-
$ 311,679	$ 939,514	$ 81,621	$ 667,905
$ 76,541	$ 258,686	$ 75,590	$ 13,566
-	-	-	-
-	-	-	-
235,138	680,828	6,031	-
311,679	939,514	81,621	13,566
-	-	-	-
-	-	-	654,339
-	-	-	654,339
$ 311,679	$ 939,514	$ 81,621	$ 667,905

City of Las Cruces
Combining Balance Sheet—*Nonmajor Governmental Funds*
June 30, 2005

	1999 Sales Tax Street Projects Series A	2000 Gasoline Tax Street Projects Series A
Assets		
Pooled cash and investments	$ 315,605	$ -
Accounts receivable	-	-
Due from other government unit	-	-
Total assets	$ 315,605	$ -
Liabilities and Fund Balances		
Liabilities		
Accounts and contracts payable	$ -	$ -
Accrued liabilities	-	-
Deferred revenue	-	-
Due to other funds	-	-
Total liabilities	-	-
Fund balances		
Reserved	-	-
Unreserved	315,605	-
Total fund balances	315,605	-
Total liabilities and fund balance	$ 315,605	$ -

Capital Projects Fund			
2002 MVRDA System Sales Tax	2003 Sales Tax Facilities and Parks	2003 Sales Tax Street Lights	Total
$ -	$ 3,470,674	$ 3,335,868	$ 17,871,662
-	-	-	3,971,998
-	-	-	4,680,947
$ -	$ 3,470,674	$ 3,335,868	$ 26,524,607
$ -	$ 90,745	$ 191,852	$ 2,031,602
-	-	-	105,390
-	-	-	2,111,831
-	-	-	1,432,741
-	90,745	191,852	5,681,564
-	-	-	-
-	3,379,929	3,144,016	20,843,043
-	3,379,929	3,144,016	20,843,043
$ -	$ 3,470,674	$ 3,335,868	$ 26,524,607



City of Las Cruces

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

City of Las Cruces

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

For the Year Ended June 30, 2005

	Community Development Block Grant	Court Awarded Funds	MPO Urban Transportation
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	6,067	-	-
Fees and fines	-	16,957	-
Investment income (loss)	22,594	754	61
Licenses and permits	-	-	-
Intergovernmental	1,652,376	-	123,396
Other	345,163	-	-
Total revenues	2,026,200	17,711	123,457
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	-	5,433	-
Fire	-	-	-
Community development	1,846,403	-	217,359
Public services	-	-	-
Public works	-	-	-
Capital outlay	197,100	6,403	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	2,043,503	11,836	217,359
Revenues over (under) expenditures	(17,303)	5,875	(93,902)
Other Financing Sources (Uses)			
Bond proceeds	-	-	-
Transfers in	-	-	144,000
Transfers out	-	-	-
Total other financing sources (uses)	-	-	144,000
Net change in fund balances	(17,303)	5,875	50,098
Fund balances, beginning of year, as orginally report	2,031,546	48	(258)
Prior period adjustment	-	-	-
Fund balances, beginning of year, as restated	2,031,546	48	(258)
Fund balances, end of year	$ 2,014,243	$ 5,923	$ 49,840

Special Revenue Fund

Weed and Seed	Fire	Police Protection	Emergency Medical Services
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	9,454	1,712	627
-	-	-	-
208,171	357,444	690,603	20,000
-	-	-	-
208,171	366,898	692,315	20,627
-	-	-	-
-	-	-	-
208,170	-	683,879	-
-	165,846	-	22,787
-	-	-	-
-	-	-	-
-	-	-	-
-	290,445	7,924	-
-	-	-	-
-	-	-	-
208,170	456,291	691,803	22,787
1	(89,393)	512	(2,160)
-	-	-	-
-	20,134	29,112	-
-	-	-	-
-	20,134	29,112	-
1	(69,259)	29,624	(2,160)
703	214,729	6,556	17,674
-	-	-	-
703	214,729	6,556	17,674
$ 704	$ 145,470	$ 36,180	$ 15,514

City of Las Cruces

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

For the Year Ended June 30, 2005

	Traffic Safety	Court Automation	Prisoner Care
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	47,779	159,879	318,311
Investment income (loss)	1,310	5,332	14,002
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Other	-	41,699	-
Total revenues	49,089	206,910	332,313
Expenditures			
Current			
General government	-	162,237	1,486,397
Facilities	-	-	-
Police	37,327	-	157,635
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	-	-	-
Capital outlay	3,931	6,338	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	41,258	168,575	1,644,032
Revenues over (under) expenditures	7,831	38,335	(1,311,719)
Other Financing Sources (Uses)			
Bond proceeds	-	-	-
Transfers in	-	-	1,250,000
Transfers out	-	-	-
Total other financing sources (uses)	-	-	1,250,000
Net change in fund balances	7,831	38,335	(61,719)
Fund balances, beginning of year, as orginally report	45,765	216,286	103,538
Prior period adjustment	-	-	-
Fund balances, beginning of year, as restated	45,765	216,286	103,538
Fund balances, end of year	$ 53,596	$ 254,621	$ 41,819

Continued

Special Revenue Fund

Juvenile Recreation	Lodgers' Tax and LCCVB	DWI Prevention	Judicial Education	Environmental Gross Receipts Tax
$ -	$ -	$ -	$ -	$ 1,275,597
-	-	-	-	-
-	1,352,844	-	-	-
46,195	-	-	-	-
-	-	-	-	-
-	-	44,729	28,795	-
699	52,974	1,547	-	-
-	14,375	-	-	-
-	23,000	-	-	626,378
-	3,022	-	-	-
46,894	1,446,215	46,276	28,795	1,901,975
-	-	-	28,300	669,002
-	-	-	-	-
-	-	28,235	-	-
-	-	-	-	-
-	-	-	-	-
18,065	1,066,883	-	-	-
-	-	-	-	-
20,582	14,546	-	-	-
-	-	-	-	-
-	-	-	-	-
38,647	1,081,429	28,235	28,300	669,002
8,247	364,786	18,041	495	1,232,973
-	-	-	-	-
-	-	-	-	-
-	(49,247)	-	-	(1,225,625)
-	(49,247)	-	-	(1,225,625)
8,247	315,539	18,041	495	7,348
17,663	2,052,811	(15,716)	-	211,246
-	-	-	-	-
17,663	2,052,811	(15,716)	-	211,246
$ 25,910	$ 2,368,350	$ 2,325	$ 495	$ 218,594

City of Las Cruces

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

For the Year Ended June 30, 2005

	Health Care Services From MMC Lease	Gasoline Tax Street Maintenance Fund	Public Safety Gross Receipts Tax
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ 2,542,583
Property	-	-	-
Lodgers	-	-	-
State-shared	-	1,451,120	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	11,112	(2,381)	-
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Other	-	-	-
Total revenues	11,112	1,448,739	2,542,583
Expenditures			
Current			
General government	67,000	-	-
Facilities	-	-	-
Police	-	-	1,701,159
Fire	-	-	813,488
Community development	-	-	-
Public services	-	-	-
Public works	-	536,378	-
Capital outlay	-	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	67,000	536,378	2,514,647
Revenues over (under) expenditures	(55,888)	912,361	27,936
Other Financing Sources (Uses)			
Bond proceeds	-	-	-
Transfers in	-	-	-
Transfers out	-	(940,000)	-
Total other financing sources (uses)	-	(940,000)	-
Net change in fund balances	(55,888)	(27,639)	27,936
Fund balances, beginning of year, as orginally report	513,213	155,040	-
Prior period adjustment	-	-	419,932
Fund balances, beginning of year, as restated	513,213	155,040	419,932
Fund balances, end of year	$ 457,325	$ 127,401	$ 447,868

Special Revenue Fund

Keep Las Cruces Beautiful	Older Americans Act Programs	Cash In Lieu of Commodities	RSVP
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
1,158	-	-	-
-	-	-	-
21,706	580,596	134,649	66,294
-	-	-	-
22,864	580,596	134,649	66,294
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
59,130	-	-	-
-	1,452,065	134,649	123,545
-	-	-	-
-	3,725	-	-
-	-	-	-
-	-	-	-
59,130	1,455,790	134,649	123,545
(36,266)	(875,194)	-	(57,251)
-	-	-	-
55,500	875,469	-	68,959
-	-	-	-
55,500	875,469	-	68,959
19,234	275	-	11,708
-	58,877	-	10,289
-	-	-	-
-	58,877	-	10,289
$ 19,234	$ 59,152	$ -	$ 21,997

City of Las Cruces

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

For the Year Ended June 30, 2005

	Special Revenue Fund		
	Children, Youth, and Families	State Agency on Aging Program	State Library Resources Grant
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	-	-	-
Licenses and permits	-	-	-
Intergovernmental	86,041	157,188	134,408
Other	-	-	-
Total revenues	86,041	157,188	134,408
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	82,072	14,311	128,699
Public works	-	-	-
Capital outlay	-	142,877	5,561
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	82,072	157,188	134,260
Revenues over (under) expenditures	3,969	-	148
Other Financing Sources (Uses)			
Bond proceeds	-	-	-
Transfers in	16,227	-	-
Transfers out	-	-	-
Total other financing sources (uses)	16,227	-	-
Net change in fund balances	20,196	-	148
Fund balances, beginning of year, as orginally report	26,877	268	-
Prior period adjustment	-	-	-
Fund balances, beginning of year, as restated	26,877	268	-
Fund balances, end of year	$ 47,073	$ 268	$ 148

continued

	Capital Projects Fund		
Street Maintenance Operations	Flood Control Operations	Public Parks Development	Street Improvement
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
1,508	2,608	32,671	(3,855)
-	-	340,853	-
-	-	-	568,713
-	-	-	154,816
1,508	2,608	373,524	719,674
-	-	94,913	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
232,401	385,669	-	-
-	-	1,489	780,227
-	-	-	-
-	-	-	-
232,401	385,669	96,402	780,227
(230,893)	(383,061)	277,122	(60,553)
-	-	-	-
269,837	449,883	-	30,000
-	-	-	-
269,837	449,883	-	30,000
38,944	66,822	277,122	(30,553)
29,115	6,682	1,212,774	91,069
-	-	-	-
29,115	6,682	1,212,774	91,069
$ 68,059	$ 73,504	$ 1,489,896	$ 60,516

City of Las Cruces

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

For the Year Ended June 30, 2005

	Airport Improvement	Sales Tax-Street Maintenance	Flood Control
Revenues			
Taxes			
Gross receipts	$ -	$ 5,103,239	$ -
Property	-	3,275	2,151,334
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	543	47,842	27,605
Licenses and permits	-	-	-
Intergovernmental	176,957	-	-
Other	-	193,999	18,849
Total revenues	177,500	5,348,355	2,197,788
Expenditures			
Current			
General government	-	-	6,450
Facilities	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	-	145,287	24,075
Capital outlay	192,400	2,929,992	869,920
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	192,400	3,075,279	900,445
Revenues over (under) expenditures	(14,900)	2,273,076	1,297,343
Other Financing Sources (Uses)			
Bond proceeds	-	-	-
Transfers in	62,500	20,000	-
Transfers out	-	(2,293,121)	(1,304,822)
Total other financing sources (uses)	62,500	(2,273,121)	(1,304,822)
Net change in fund balances	47,600	(45)	(7,479)
Fund balances, beginning of year, as orginally report	40,427	2,408,176	1,362,676
Prior period adjustment	-	-	-
Fund balances, beginning of year, as restated	40,427	2,408,176	1,362,676
Fund balances, end of year	$ 88,027	$ 2,408,131	$ 1,355,197

Capital Projects Fund

Capital Improvement Reserve	General Fund-Capital Improvement	Legislative Capital Improvements 2003	Legislative Capital Improvements 2004	Federal Legislative Capital Improvements 2004	EDA West Mesa Industrial Park Fund
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
15,098	-	(207)	-	-	14,935
-	-	-	-	-	-
-	827,324	908,658	1,386,598	1,718,150	-
-	-	-	-	-	126,582
15,098	827,324	908,451	1,386,598	1,718,150	141,517
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	57,693	82,103	3,234	2,740	52,192
-	674,959	826,555	1,383,364	1,715,410	36,928
-	-	-	-	-	-
-	-	-	-	-	-
-	732,652	908,658	1,386,598	1,718,150	89,120
15,098	94,672	(207)	-	-	52,397
-	-	-	-	-	-
600,000	400,000	-	-	-	-
-	-	-	-	-	-
600,000	400,000	-	-	-	-
615,098	494,672	(207)	-	-	52,397
298,215	(16,211)	207	-	-	601,942
-	-	-	-	-	-
298,215	(16,211)	207	-	-	601,942
$ 913,313	$ 478,461	$ -	$ -	$ -	$ 654,339

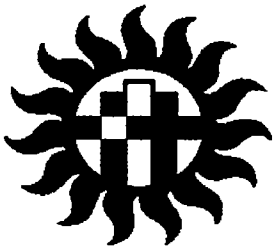
City of Las Cruces

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

For the Year Ended June 30, 2005

	1999 Sales Tax Street Projects Series A	2000 Gasoline Tax Street Projects Series A
Revenues		
Taxes		
Gross receipts	$ -	$ -
Property	-	-
Lodgers	-	-
State-shared	-	-
Charges for services	-	-
Fees and fines	-	-
Investment income (loss)	7,563	-
Licenses and permits	-	-
Intergovernmental	-	-
Other	-	-
Total revenues	7,563	-
Expenditures		
Current		
General government	-	-
Facilities	-	-
Police	-	-
Fire	-	-
Community development	-	-
Public services	-	-
Public works	-	-
Capital outlay	2,393	-
Debt service		
Principal	-	-
Interest	-	-
Total expenditures	2,393	-
Revenues over (under) expenditures	5,170	-
Other Financing Sources (Uses)		
Bond proceeds	-	-
Transfers in	-	-
Transfers out	-	(1,477)
Total other financing sources (uses)	-	(1,477)
Net change in fund balances	5,170	(1,477)
Fund balances, beginning of year, as orginally report	310,435	1,477
Prior period adjustment	-	-
Fund balances, beginning of year, as restated	310,435	1,477
Fund balances, end of year	$ 315,605	$ -

Capital Projects Fund			
2002 MVRDA System Sales Tax	2003 Sales Tax Facilities and Parks	2003 Sales Tax Street Lights	Total
$ -	$ -	$ -	$ 8,921,419
-	-	-	2,154,609
-	-	-	1,352,844
-	-	-	1,497,315
-	-	-	6,067
-	-	-	616,450
-	81,619	68,519	417,404
-	-	-	355,228
-	-	-	10,468,650
-	-	-	884,130
-	81,619	68,519	26,674,116
-	-	-	2,514,299
-	34,083	-	34,083
-	-	-	2,821,838
-	-	-	1,002,121
-	-	-	2,122,892
-	-	-	3,020,289
-	-	-	1,521,772
-	2,101,210	690,134	12,904,413
-	-	-	-
-	-	-	-
-	2,135,293	690,134	25,941,707
-	(2,053,674)	(621,615)	732,409
-	-	-	-
-	-	-	4,291,621
(2,518)	-	-	(5,816,810)
(2,518)	-	-	(1,525,189)
(2,518)	(2,053,674)	(621,615)	(792,780)
2,518	5,433,603	3,765,631	21,215,891
-	-	-	419,932
2,518	5,433,603	3,765,631	21,635,823
$ -	$ 3,379,929	$ 3,144,016	$ 20,843,043



City of Las Cruces

Nonmajor Enterprise Funds

City of Las Cruces
Combining Statement of Net Assets—*Nonmajor Enterprise Funds*
June 30, 2005

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Assets				
Current assets				
Pooled cash and investments	$ 96,692	$ -	$ -	$ 96,692
Accounts receivable	39,626	-	-	39,626
Due from other governments	256,851	-	29,000	285,851
Total current assets	393,169	-	29,000	422,169
Property and equipment	5,499,403	200,000	29,000	5,728,403
Less: accumulated depreciation	(2,389,831)	(63,071)	(188)	(2,453,090)
Net property and equipment	3,109,572	136,929	28,812	3,275,313
Long-term and other assets				
Other assets	-	10,648	-	10,648
Total long-term and other assets	-	10,648	-	10,648
Total assets	3,502,741	147,577	57,812	3,708,130
Liabilities				
Current liabilities				
Due to other funds	-	-	29,000	29,000
Accounts, notes and contracts payable	67,360	-	-	67,360
Accrued wages and liabilities	47,296	-	-	47,296
Current maturity of long-term debt	-	-	-	-
Total current liabilities	114,656	-	29,000	143,656
Noncurrent liabilities				
Compensated absences	110,993	-	-	110,993
Total noncurrent liabilities	110,993	-	-	110,993
Total liabilities	225,649	-	29,000	254,649
Net Assets				
Invested in capital assets, net of related debt	-	152,955	-	152,955
Unrestricted	3,277,092	(5,378)	28,812	3,300,526
Total net assets	$ 3,277,092	$ 147,577	$ 28,812	$ 3,453,481

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Nonmajor Enterprise Funds*

For the Year Ended June 30, 2005

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Operating Revenues				
Sales	$ 225,288	$ -	$ -	$ 225,288
Other	199	-	-	199
Total operating revenues	225,487	-	-	225,487
Operating Expenses				
Personnel	1,706,285	-	-	1,706,285
Supplies	218,171	-	-	218,171
Utilities	22,365	-	-	22,365
Professional services	256,550	-	-	256,550
Repairs and maintenance	326,649	-	-	326,649
Depreciation and amortization	354,763	25,929	188	380,880
Other	37,467	-	-	37,467
Total operating expenses	2,922,250	25,929	188	2,948,367
Operating income (loss)	(2,696,763)	(25,929)	(188)	(2,722,880)
Nonoperating Revenues (Expenses)				
Investment income	-	18	-	18
Gain (loss) on sale of property	(66,815)	-	-	(66,815)
Grants/contributions	2,954,793	-	29,000	2,983,793
Total nonoperating revenue (expenses)	2,887,978	18	29,000	2,916,996
Income (loss) before transfers	191,215	(25,911)	28,812	194,116
Other Financing Sources (Uses)				
Transfers in	1,558,154	-	-	1,558,154
Transfers out	(15,500)	-	-	(15,500)
Total other financing sources (uses)	1,542,654	-	-	1,542,654
Increase in fund net assets	1,733,869	(25,911)	28,812	1,736,770
Net assets, beginning of year	1,543,223	173,488	-	1,716,711
Total net assets, end of year	$ 3,277,092	$ 147,577	$ 28,812	$ 3,453,481

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds*

For the Year Ended June 30, 2005

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Cash flows from operating activities				
Cash received from customers	$ 251,247	$ -	$ -	$ 251,247
Cash paid to suppliers	(809,876)	-	-	(809,876)
Cash paid to employees	(1,696,437)	-	-	(1,696,437)
Internal activity—payments to other funds	-	-	29,000	29,000
Other receipts	199	-	-	199
Net cash used by operating activities	(2,254,867)	-	29,000	(2,225,867)
Cash flows from noncapital financing activities				
Grants and donations	3,050,986	-	-	3,050,986
Transfer in	1,542,654	-	-	1,542,654
Net cash provided (used) by noncapital financing activities	4,593,640	-	-	4,593,640
Cash flows from capital financing activities				
Sale (purchase) of property and equipment	(2,294,383)	-	(29,000)	(2,323,383)
Net cash provided by capital financing activities	(2,294,383)	-	(29,000)	(2,323,383)
Cash flows from investing activities				
Interest received	-	18	-	18
Net cash provided by investing activities	-	18	-	18
Net increase (decrease) in pooled cash and investments	44,390	18	-	44,408
Cash and investments, beginning of year	52,302	(18)	-	52,284
Pooled cash and investments, end of year	$ 96,692	$ -	$ -	$ 96,692

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds* — continued
For the Year Ended June 30, 2005

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Reconciliation of operating income to net cash used by operating activities				
Operating loss	$ (2,696,763)	$ (25,929)	$ (188)	$ (2,722,880)
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation/amortization	354,763	25,929	188	380,880
Change in assets and liabilities				
Accounts receivables	25,959	-	-	25,959
Due from/ (to) other funds	-	-	29,000	29,000
Accounts and contracts payable	51,326	-	-	51,326
Wages payable and accrued liabilities	9,848	-	-	9,848
Total adjustments	441,896	25,929	29,188	497,013
Net cash used by operating activities	$ (2,254,867)	$ -	$ 29,000	$ (2,225,867)

Internal Service Funds

City of Las Cruces

Combining Statement of Net Assets—*Internal Service Funds*

June 30, 2005

	Support Services	Vehicle Acquisition	Self Insurance	Totals
Assets				
Current assets				
Pooled cash and investments	$ 1,382,443	$ 3,221,333	$ 6,362,800	$ 10,966,576
Accounts receivables, net	-	-	654	654
Due from other funds	3,772	-	-	3,772
Due from other governments	19,574	-	-	19,574
Inventories	479,918	-	-	479,918
Total current assets	1,885,707	3,221,333	6,363,454	11,470,494
Property and equipment	8,952,752	12,737,154	40,110	21,730,016
Less accumulated depreciation	(6,480,316)	(9,826,711)	(32,627)	(16,339,654)
Property and equipment, net	2,472,436	2,910,443	7,483	5,390,362
Total assets	4,358,143	6,131,776	6,370,937	16,860,856
Liabilities				
Current liabilities				
Accounts payable	150,919	-	146,071	296,990
Accrued liabilities	107,861	16,207	1,443	125,511
Current maturity of long-term liabilities	358,000	-	2,295,695	2,653,695
Total current liabilities	616,780	16,207	2,443,209	3,076,196
Long-term liabilities				
Notes payable	-	1,214,377	-	1,214,377
Compensated absences	216,194	-	-	216,194
Estimated liability for insurance claims	-	-	3,457,370	3,457,370
Total long-term liabilities	216,194	1,214,377	3,457,370	4,887,941
Total liabilities	832,974	1,230,584	5,900,579	7,964,137
Net Assets				
Invested in capital assets, net of related debt	-	-	-	-
Unrestricted	3,525,169	4,901,192	470,358	8,896,719
Total net assets	$ 3,525,169	$ 4,901,192	$ 470,358	$ 8,896,719

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds*

For the Year Ended June 30, 2005

	Support Services	Vehicle Acquisition	Self Insurance	Totals
Operating Revenues				
Motor pool charges	$ 3,501,579	$ -	$ -	$ 3,501,579
Maintenance charges	138,448	-	-	138,448
Management information service fees	2,069,571	-	-	2,069,571
Communication information service fees	1,454,241	-	-	1,454,241
Rental charges and other	922,034	240	992,898	1,915,172
Charges for insurance	-	-	500,862	500,862
Total operating revenues	8,085,873	240	1,493,760	9,579,873
Cost of goods sold	1,019,434	-	-	1,019,434
Gross margin	7,066,439	240	1,493,760	8,560,439
Operating Expenses				
Personnel services	2,993,967	-	45,144	3,039,111
Supplies	2,183,581	-	4,352	2,187,933
Utilities	263,473	-	740	264,213
Professional services	116,774	-	444,171	560,945
Repairs and maintenance	458,097	-	-	458,097
Rent	152,813	-	-	152,813
Depreciation	744,403	1,102,495	1,662	1,848,560
Claims and judgments	-	-	2,332,451	2,332,451
Other	82,000	-	4,695	86,695
Total operating expenses	6,995,108	1,102,495	2,833,215	10,930,818
Operating income (loss)	71,331	(1,102,255)	(1,339,455)	(2,370,379)

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds* — continued

For the Year Ended June 30, 2005

	Support Services	Vehicle Acquisition	Self Insurance	Totals
Nonoperating Revenues (Expenses)				
Investment income (loss)	21,475	81,797	260,403	363,675
Gain (loss) on sale of property	-	26,345	-	26,345
Interest expense	(22,378)	(84,915)	-	(107,293)
Total nonoperating revenue (expenses)	(903)	23,227	260,403	282,727
Income (loss) before transfers	70,428	(1,079,028)	(1,079,052)	(2,087,652)
Other Financing Sources (Uses)				
Transfers in	145,000	1,350,000	115,000	1,610,000
Transfers out	(70,500)	(342,154)	-	(412,654)
Total other financing sources (uses)	74,500	1,007,846	115,000	1,197,346
Increase (decrease) in fund net assets	144,928	(71,182)	(964,052)	(890,306)
Net assets, beginning of year	3,380,241	4,972,374	1,434,410	9,787,025
Total net assets, end of year	$ 3,525,169	$ 4,901,192	$ 470,358	$ 8,896,719

City of Las Cruces
Combining Statement of Cash Flows—*Internal Service Funds*
For the Year Ended June 30, 2005

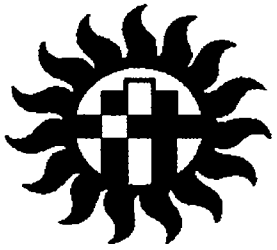
	Support Services	Vehicle Acquisition	Self Insurance	Totals
Cash flows from operating activities				
Cash received from customers (including other funds)	$ 8,078,004	$ 240	$ 1,926,520	$ 10,004,764
Cash paid to suppliers	(4,648,288)	-	(498,409)	(5,146,697)
Cash paid to employees	(2,975,748)	-	(60,160)	(3,035,908)
Internal activity—payments to other funds	(3,773)	-	-	(3,773)
Internal activity—payments from other funds	-	63,820	-	63,820
Claims paid	-	-	(2,332,451)	(2,332,451)
Net cash provided (used) by operating activities	450,195	64,060	(964,500)	(450,245)
Cash flows from noncapital financing activities				
Transfers in	74,500	1,007,846	115,000	1,197,346
Net cash used by noncapital financing activities	74,500	1,007,846	115,000	1,197,346
Cash flows from capital and related financing activities				
Purchase of property and equipment	(369,587)	(540,608)	(819,278)	(1,729,473)
Principal paid: leases/notes	(442,265)	(203,241)	-	(645,506)
Interest paid: leases/notes	(16,286)	(84,915)	-	(101,201)
Net cash used by capital and related financing activities	(828,138)	(828,764)	(819,278)	(2,476,180)
Cash flows from investing activities				
Interest received	21,475	81,797	260,403	363,675
Net cash provided by investing activities	21,475	81,797	260,403	363,675
Net increase (decrease) in cash and cash equivalents	(281,968)	324,939	(1,408,375)	(1,365,404)
Cash and cash equivalents, beginning of year	1,664,411	2,896,394	7,771,175	12,331,980
Cash and cash equivalents, end of year	$ 1,382,443	$ 3,221,333	$ 6,362,800	$ 10,966,576

City of Las Cruces

Combining Statement of Cash Flows—*Internal Service Funds* — continued

For the Year Ended June 30, 2005

	Support Services	Vehicle Acquisition	Self Insurance	Totals
Reconciliation of operating income to net cash provided (used) by operating activities				
Operating income (loss)	$ 71,331	$ (1,102,255)	$ (1,339,455)	$ (2,370,379)
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation	744,403	1,102,495	1,662	1,848,560
Change in assets and liabilities				
Accounts receivables	-	-	17,902	17,902
Due from/(to) other funds	(3,773)	63,820	-	60,047
Due from governmental agencies	(7,869)	-	-	(7,869)
Inventories	(19,506)	-	-	(19,506)
Accounts and contracts payable	(352,610)	-	(44,451)	(397,061)
Estimated liability for insurance claims	-	-	414,858	414,858
Wages payable and accrued liabilities	18,219	-	(15,016)	3,203
Total adjustments	378,864	1,166,315	374,955	1,920,134
Net cash provided (used) by operating activities	$ 450,195	$ 64,060	$ (964,500)	$ (450,245)



City of Las Cruces

Agency Funds

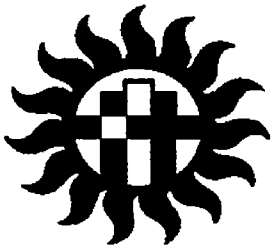
City of Las Cruces
Combined Statement of Agency Funds Balance Sheet
June 30, 2005

	Balance July 1, 2004	Additions	Deductions	Balance June 30, 2005
Assets				
Current assets				
Pooled cash and investments	$ 7,107,375	$27,524,766	$ 26,766,611	$ 7,865,530
Accounts receivable	4,232	130,620	126,288	8,564
Due from other governments	321,820	1,738,079	1,940,340	119,559
Total current assets	$ 7,433,427	$29,393,465	$ 28,833,239	$ 7,993,653
Liabilities				
Accounts and contracts payable	$ 63,826	$ 1,801,083	$ 1,813,132	$ 51,777
Accrued liabilities	173,765	627,752	667,701	133,816
Funds held for others	7,592,781	25,738,291	25,523,012	7,808,060
Total liabilities	$ 7,830,372	$28,167,126	$ 28,003,845	$ 7,993,653

City of Las Cruces
Combining Statement of Changes in Funds Held for Others
Agency Fund
For the Year Ended June 30, 2005

	Balance July 1, 2004	Additions	Deductions	Balance June 30, 2005
Rio Grande Natural Gas Association	$ 3,660,271	$22,267,995	$ 21,632,517	$ 4,295,749
Mesilla Valley Regional Dispatch Authority	144,504	2,053,821	2,289,948	(91,623)
Metro Narcotics	1,500,073	1,135,844	1,350,913	1,285,004
Mesilla Valley Safety Council	45,151	40,114	40,114	45,151
Lower Rio Grande Water Users Organization	11,002	121,258	123,168	9,092
Branigan Estate Funds	2,176,638	52,954	42,476	2,187,116
Employee Benefits Committee	3,781	12,327	14,124	1,984
Veteran's Memorial Wall	-	10,116	-	10,116
Veteran's Museum	-	153	-	153
Gifts and Memorials	51,361	43,709	29,752	65,318
Total agency funds	$ 7,592,781	$25,738,291	$ 25,523,012	$ 7,808,060

Note that the balance for Rio Grande Natural Gas Association represents cash only. Remaining funds balances are individual fund unrestricted net assets/fund balance.



City of Las Cruces

Budgetary Comparison
Schedules

City of Las Cruces

Budgetary Comparison Schedules

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

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

Special Revenue Funds

- Community Development Block Grant
- Court Awarded Funds
- MPO Urban Transportation
- Weed and Seed
- Fire
- Police Protection
- Emergency Medical Services
- Traffic Safety
- Court Automation
- Prisoner Care
- Juvenile Recreation
- Lodgers' Tax and LCCVB
- DWI Prevention
- Judicial Education
- Environmental Gross Receipts Tax
- Health Care Services from MMC Lease
- Gas Tax Street Maintenance
- Public Safety Gross Receipts Tax
- Keep Las Cruces Beautiful
- Older Americans Act Programs
- Cash in Lieu of Commodities
- RSVP
- Children, Youth, and Families
- State Agency on Aging Program
- State Library Resources Grant
- Street Maintenance Operations
- Flood Control Operations

Capital Projects Funds

- Public Parks Development
- Street Improvement
- Airport Improvement
- Sales Tax–Street Maintenance
- Flood Control
- Capital Improvement Reserve
- General Fund–Capital Improvement
- Legislative Capital Improvements 2003
- Legislative Capital Improvements
- Legislative Capital Improvements 2004
- EDA West Mesa Industrial Park Fund
- 1999 Sales Tax Street Projects Series A
- 1999 Sales Tax Flood Control Series B
- 2000 Gasoline Tax Street Projects Series A
- 2002 MVRDA System Sales Tax
- 2003 Sales Tax Facilities and Parks
- 2003 Sales Tax Street Lights

Special Revenue Funds

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

Community Development Block Grant: To provide for the operation and installation of paving projects, sidewalks, park development, home rehabilitation, and social projects. Funding is from HUD, housing loan and interest repayment, and performance bond payments. PL 93-383 Title I, Housing and Community Development Act of 1974 requires that this grant be used for this purpose.

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

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

Weed and Seed: To provide for drug prevention and intervention through local programs. This program is supported under Title I of the Omnibus Crime Control and Safe Street Act of 1968.42 U.S.C. 3701, as amended. Funding is provided by the Department of Justice.

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

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

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

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

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

Special Revenue Funds

— continued —

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

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

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

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

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

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

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

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

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

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

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

Special Revenue Funds
— continued —

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

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

Children, Youth, and Families: To provide home care services to person 18 years of age or older who have been referred as a result of a report of adult abuse, neglect, or exploitation. Funding is from the State of New Mexico Children, Youth and Families Department, Protective Services Division.

State Agency on Aging Program: Directed for the purchase of meals and recreation equipment, for senior centers located in the City of Las Cruces, funded by the New Mexico Aging and Long-Term Services Department.

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

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

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

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Community Development Block Grant Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Charges for services	$ 1,000	$ 1,000	$ 6,067	$ 5,067	$ 8,826
Investment income	18,400	19,900	22,594	2,694	22,347
Other	97,600	111,597	345,163	233,566	417,911
Operating grants and contributions	4,066,630	4,280,371	1,652,376	(2,627,995)	2,137,559
Total revenues	4,183,630	4,412,868	2,026,200	(2,386,668)	2,586,643
Expenditures					
Current					
Community development	4,000,242	4,121,007	1,846,403	2,274,604	2,183,555
Capital outlay	199,099	197,101	197,100	1	92,347
Total expenditures	4,199,341	4,318,108	2,043,503	2,274,605	2,275,902
Revenues over (under) expenditures	(15,711)	94,760	(17,303)	(112,063)	310,741
Net change in fund balances	(15,711)	94,760	(17,303)	(112,063)	310,741
Fund balance, beginning of year	2,031,546	2,031,546	2,031,546	-	1,720,805
Fund balance, end of year	$ 2,015,835	$ 2,126,306	$ 2,014,243	$ (112,063)	$ 2,031,546

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Court Awarded Funds

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Fees and fines	$ -	$ 16,960	$ 16,957	$ (3)	$ 2,284
Investment income	-	1,272	754	(518)	530
Total revenues	-	18,232	17,711	(521)	2,814
Expenditures					
Current					
Police	-	10,190	5,433	4,757	1,123
Capital outlay	-	1,191	6,403	(5,212)	5,825
Total expenditures	-	11,381	11,836	(455)	6,948
Net change in fund balances	-	6,851	5,875	(976)	(4,134)
Fund balance, beginning of year	-	-	48	48	4,182
Fund balance, end of year	$ -	$ 6,851	$ 5,923	$ (928)	$ 48

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

MPO Urban Transportation Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ (300)	$ (300)	$ 61	$ 361	$ (349)
Rentals	-	-	-	-	-
Other	-	-	-	-	775
Operating grants and contributions	140,500	138,963	123,396	(15,567)	136,669
Total revenues	140,200	138,663	123,457	(15,206)	137,095
Expenditures					
Current					
Community development	283,570	282,033	217,359	64,674	228,338
Revenues over (under) expenditures	(143,370)	(143,370)	(93,902)	49,468	(91,243)
Other Financing Sources (Uses)					
Operating transfers in	135,000	144,000	144,000	-	100,443
Total other financing sources (uses)	135,000	144,000	144,000	-	100,443
Net change in fund balances	(8,370)	630	50,098	49,468	9,200
Fund balance, beginning of year	(258)	(258)	(258)	-	(9,458)
Fund balance, end of year	$ (8,628)	$ 372	$ 49,840	$ 49,468	$ (258)

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Weed and Seed Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 228,139	$ 221,118	$ 208,171	$ (12,947)	$ 209,163
Expenditures					
Current					
Police	200,296	218,988	208,170	10,818	222,890
Capital outlay	26,132	-	-	-	-
Total expenditures	226,428	218,988	208,170	10,818	222,890
Net change in fund balances	1,711	2,130	1	(2,129)	(13,727)
Fund balance, beginning of year	703	703	703	-	14,430
Fund balance, end of year	$ 2,414	$ 2,833	$ 704	$ (2,129)	$ 703

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Fire Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ 4,500	$ 4,500	$ 9,454	$ 4,954	$ 2,369
Operating grants and contributions	308,153	385,858	357,444	(28,414)	308,153
Total revenues	312,653	390,358	366,898	(23,460)	310,522
Expenditures					
Current					
Fire	209,353	303,763	165,846	137,917	168,166
Capital outlay	126,800	321,968	290,445	31,523	80,470
Total expenditures	336,153	625,731	456,291	169,440	248,636
Other Financing Sources (Uses)					
Operating transfers in	-	26,873	20,134	(6,739)	-
Total other financing sources (uses)	-	26,873	20,134	(6,739)	-
Net change in fund balances	(23,500)	(208,500)	(69,259)	139,241	61,886
Fund balance, beginning of year	214,729	214,729	214,729	-	152,843
Fund balance, end of year	$ 191,229	$ 6,229	$ 145,470	$ 139,241	$ 214,729

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Police Protection Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ 1,500	$ 1,537	$ 1,712	$ 175	$ (1,429)
Rentals and other income	-	-	-	-	66
Operating grants and contributions	262,428	1,223,986	690,603	(533,383)	816,749
Total revenues	263,928	1,225,523	692,315	(533,208)	815,386
Expenditures					
Current					
Police	263,271	1,233,606	683,879	549,727	900,387
Capital outlay	-	1,798	7,924	(6,126)	52,268
Total expenditures	263,271	1,235,404	691,803	543,601	952,655
Revenues over (under) expenditures	657	(9,881)	512	10,393	(137,269)
Other Financing Sources (Uses)					
Operating transfers in	-	29,112	29,112	-	117,876
Total other financing sources (uses)	-	29,112	29,112	-	117,876
Net change in fund balances	657	19,231	29,624	10,393	(19,393)
Fund balance, beginning of year	6,556	6,556	6,556	-	25,949
Fund balance, end of year	$ 7,213	$ 25,787	$ 36,180	$ 10,393	$ 6,556

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Emergency Medical Services Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ 200	$ 200	$ 627	$ 427	$ 3
Operating grants and contributions	20,000	20,000	20,000	-	20,000
Total revenues	20,200	20,200	20,627	427	20,003
Expenditures					
Current					
Fire	20,000	26,000	22,787	3,213	15,170
Net change in fund balances	200	(5,800)	(2,160)	3,640	4,833
Fund balance, beginning of year	17,674	17,674	17,674	-	12,841
Fund balance, end of year	$ 17,874	$ 11,874	$ 15,514	$ 3,640	$ 17,674

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Traffic Safety

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Fees and fines	$ 44,000	$ 44,000	$ 47,779	$ 3,779	$ 42,958
Investment income	1,000	1,000	1,310	310	153
Total revenues	45,000	45,000	49,089	4,089	43,111
Expenditures					
Current					
Police	50,291	50,291	37,327	12,964	35,680
Capital outlay	-	-	3,931	(3,931)	10,628
Total expenditures	50,291	50,291	41,258	9,033	46,308
Net change in fund balances	(5,291)	(5,291)	7,831	13,122	(3,197)
Fund balance, beginning of year	13,122	45,765	45,765	-	48,962
Fund balance, end of year	$ 7,831	$ 40,474	$ 53,596	$ 13,122	$ 45,765

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Court Automation Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Fees and fines	$ 168,500	$ 168,500	$ 159,879	$ (8,621)	$ 138,982
Investment income	3,000	3,000	5,332	2,332	43
Other	-	-	41,699	41,699	45,107
Total revenues	171,500	171,500	206,910	35,410	184,132
Expenditures					
Current					
General government	160,600	160,600	162,237	(1,637)	148,665
Capital outlay	20,000	20,000	6,338	13,662	6,924
Total expenditures	180,600	180,600	168,575	12,025	155,589
Net change in fund balances	(9,100)	(9,100)	38,335	47,435	28,543
Fund balance, beginning of year	216,286	216,286	216,286	-	187,743
Fund balance, end of year	$ 207,186	$ 207,186	$ 254,621	$ 47,435	$ 216,286

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Prisoner Care Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Fees and fines	$ 200,000	$ 293,041	$ 318,311	$ 25,270	$ 240,658
Investment income	500	9,785	14,002	4,217	197
Total revenues	200,500	302,826	332,313	29,487	240,855
Expenditures					
Current					
General government	720,000	1,335,046	1,486,397	(151,351)	1,205,602
Police	250,000	350,000	157,635	192,365	324,454
Total expenditures	970,000	1,685,046	1,644,032	41,014	1,530,056
Revenues over (under) expenditures	(769,500)	(1,382,220)	(1,311,719)	70,501	(1,289,201)
Other Financing Sources (Uses)					
Operating transfers in	750,000	1,300,000	1,250,000	50,000	1,630,000
Total other financing sources (uses)	750,000	1,300,000	1,250,000	50,000	1,630,000
Net change in fund balances	(19,500)	(82,220)	(61,719)	20,501	340,799
Fund balance, beginning of year	103,538	103,538	103,538	-	(237,261)
Fund balance, end of year	$ 84,038	$ 21,318	$ 41,819	$ 20,501	$ 103,538

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Juvenile Recreation Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
State-shared taxes	$ 46,000	$ 46,000	$ 46,195	$ 195	$ 49,975
Investment income	-	-	699	699	69
Total revenues	46,000	46,000	46,894	894	50,044
Expenditures					
Current					
Facilities	7,752	-	-	-	20,885
Public services	5,000	5,000	18,065	(13,065)	6,468
Capital outlay	31,500	47,772	20,582	27,190	7,198
Total expenditures	44,252	52,772	38,647	14,125	34,551
Net change in fund balances	1,748	(6,772)	8,247	15,019	15,493
Fund balance, beginning of year	17,663	17,663	17,663	-	2,170
Fund balance, end of year	$ 19,411	$ 10,891	$ 25,910	$ 15,019	$ 17,663

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Lodgers' Tax & LCCVB Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Lodgers' tax	$ 1,289,278	$ 1,289,278	$ 1,352,844	$ 63,566	$ 1,183,726
Total local taxes	1,289,278	1,289,278	1,352,844	63,566	1,183,726
Investment income	36,918	36,918	52,974	16,056	3,086
Licenses and permits	12,000	12,000	14,375	2,375	14,395
Other	3,000	3,000	3,022	22	3,502
Operating grants and contributions	-	23,000	23,000	-	25,000
Total revenues	1,341,196	1,364,196	1,446,215	82,019	1,229,709
Expenditures					
Current					
Public services	1,276,212	1,554,212	1,066,883	487,329	967,257
Capital outlay	7,000	7,000	14,546	(7,546)	1,719
Total expenditures	1,283,212	1,561,212	1,081,429	479,783	968,976
Revenues over (under) expenditures	57,984	(197,016)	364,786	561,802	260,733
Other Financing Sources (Uses)					
Operating transfers out	(48,732)	(48,732)	(49,247)	(515)	(46,788)
Total other financing sources (uses)	(48,732)	(48,732)	(49,247)	(515)	(46,788)
Net change in fund balances	9,252	(245,748)	315,539	561,287	213,945
Fund balance, beginning of year	2,052,811	2,052,811	2,052,811	-	1,838,866
Fund balance, end of year	$ 2,062,063	$ 1,807,063	$ 2,368,350	$ 561,287	$ 2,052,811

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

DWI Prevention Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Fees and fines	$ 30,000	$ 58,218	$ 44,729	$ (13,489)	$ 41,690
Investment income	1,000	1,000	1,547	547	173
Total revenues	31,000	59,218	46,276	(12,942)	41,863
Expenditures					
Current					
Police	20,500	45,500	28,235	17,265	47,407
Total expenditures	20,500	45,500	28,235	17,265	47,407
Net change in fund balances	10,500	13,718	18,041	4,323	(5,544)
Fund balance, beginning of year	(15,716)	(15,716)	(15,716)	-	(10,172)
Fund balance, end of year	$ (5,216)	$ (1,998)	$ 2,325	$ 4,323	$ (15,716)

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Judicial Education

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Fees and fines	$ -	$ 31,092	$ 28,795	$ (2,297)	$ -
Investment income	-	-	-	-	-
Total revenues	-	31,092	28,795	(2,297)	-
Expenditures					
Current					
General government	-	31,092	28,300	2,792	-
Total expenditures	-	31,092	28,300	2,792	-
Net change in fund balances	-	-	495	495	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ 495	$ 495	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Environmental Gross Receipts Tax Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 1,186,736	$ 1,186,736	$ 1,275,597	$ 88,861	$ 1,169,848
Total local taxes	1,186,736	1,186,736	1,275,597	88,861	1,169,848
Operating grants and contributions	700,000	700,000	626,378	(73,622)	617,674
Total revenues	1,886,736	1,886,736	1,901,975	15,239	1,787,522
Expenditures					
Current					
General government	700,000	738,000	669,002	68,998	617,674
Total expenditures	700,000	738,000	669,002	68,998	617,674
Other Financing Sources (Uses)					
Operating transfers out	(1,186,736)	(1,186,736)	(1,225,625)	(38,889)	(1,163,223)
Total other financing sources (uses)	(1,186,736)	(1,186,736)	(1,225,625)	(38,889)	(1,163,223)
Net change in fund balances	-	(38,000)	7,348	45,348	6,625
Fund balance, beginning of year	211,246	211,246	211,246	-	204,621
Fund balance, end of year	$ 211,246	$ 173,246	$ 218,594	$ 45,348	$ 211,246

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Health Care Services From MMC Lease Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ 5,000	$ 5,000	$ 11,112	$ 6,112	$ 119,447
Total revenues	5,000	5,000	11,112	6,112	119,447
Expenditures					
Current					
General government	62,000	67,000	67,000	-	27,000
Total expenditures	62,000	67,000	67,000	-	27,000
Net change in fund balances	(57,000)	(62,000)	(55,888)	6,112	92,447
Fund balance, beginning of year	513,213	513,213	513,213	-	420,766
Fund balance, end of year	$ 456,213	$ 451,213	$ 457,325	$ 6,112	$ 513,213

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Gas Tax Street Maintenance Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
State-shared taxes	$ 1,540,000	$ 1,540,000	$ 1,451,120	$ (88,880)	$ 1,544,437
Investment income	1,500	1,500	(2,381)	(3,881)	1,541
Total revenues	1,541,500	1,541,500	1,448,739	(92,761)	1,545,978
Expenditures					
Current					
Public works	553,070	553,070	536,378	16,692	597,469
Total expenditures	553,070	553,070	536,378	16,692	597,469
Revenues over (under) expenditures	988,430	988,430	912,361	(76,069)	948,509
Other Financing Sources (Uses)					
Operating transfers out	(940,000)	(940,000)	(940,000)	-	(930,000)
Total other financing sources (uses)	(940,000)	(940,000)	(940,000)	-	(930,000)
Net change in fund balances	48,430	48,430	(27,639)	(76,069)	18,509
Fund balance, beginning of year	155,040	155,040	155,040	-	136,531
Fund balance, end of year	$ 203,470	$ 203,470	$ 127,401	$ (76,069)	$ 155,040

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Public Safety Gross Receipts Tax

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Gross receipts tax	$ 2,320,949	$ 2,320,949	$ 2,542,583	$ 221,634	$ 2,311,201
Total revenues	2,320,949	2,320,949	2,542,583	221,634	2,311,201
Expenditures					
Current					
Police	1,415,779	1,415,779	1,701,159	(285,380)	1,563,527
Fire	905,170	905,170	813,488	91,682	747,674
Total expenditures	2,320,949	2,320,949	2,514,647	(193,698)	2,311,201
Net change in fund balances	-	-	27,936	27,936	-
Fund balances, beginning of year	-	-	-	-	-
Prior period adjustment	-	-	419,932	419,932	-
Fund balances, beginning of year, as restated	-	-	419,932	419,932	-
Fund balances, end of year	$ -	$ -	$ 447,868	$ 447,868	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Keep Las Cruces Beautiful

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	$ 1,158	$ 1,158	$ -
Operating grants and contributions	43,850	25,850	21,706	(4,144)	21,000
Total revenues	43,850	25,850	22,864	(2,986)	21,000
Expenditures					
Current					
Community development	100,950	81,350	59,130	22,220	77,162
Capital outlay	1,000	-	-	-	-
Total expenditures	101,950	81,350	59,130	22,220	77,162
Revenues over (under) expenditures	(58,100)	(55,500)	(36,266)	19,234	(56,162)
Other Financing Sources (Uses)					
Operating transfers in	55,000	55,500	55,500	-	56,162
Total other financing sources (uses)	55,000	55,500	55,500	-	56,162
Net change in fund balances	(3,100)	-	19,234	19,234	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ (3,100)	$ -	$ 19,234	$ 19,234	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Older Americans Act Programs

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 559,515	$ 572,495	$ 580,596	$ 8,101	$ 589,661
Charges for services	-	-	-	-	-
Total revenues	559,515	572,495	580,596	8,101	589,661
Expenditures					
Current					
Public services	1,434,984	1,438,767	1,452,065	(13,298)	1,352,411
Capital outlay	-	9,197	3,725	5,472	-
Total expenditures	1,434,984	1,447,964	1,455,790	(7,826)	1,352,411
Revenues over (under) expenditures	(875,469)	(875,469)	(875,194)	275	(762,750)
Other Financing Sources (Uses)					
Operating transfers in	875,469	875,469	875,469	-	821,627
Total other financing sources (uses)	875,469	875,469	875,469	-	821,627
Net change in fund balances	-	-	275	275	58,877
Fund balance, beginning of year	-	-	58,877	58,877	-
Fund balance, end of year	$ -	$ -	$ 59,152	$ 59,152	$ 58,877

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Cash in Lieu of Commodities

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 48,652	$ 134,649	$ 134,649	$ -	$ 112,828
Total revenues	48,652	134,649	134,649	-	-
Expenditures					
Current					
Public services	48,652	134,649	134,649	-	112,828
Total expenditures	48,652	134,649	134,649	-	112,828
Revenues over (under) expenditures	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

RSVP

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 69,769	$ 69,769	$ 66,294	$ (3,475)	$ 66,473
Total revenues	69,769	69,769	66,294	(3,475)	66,473
Expenditures					
Current					
Public services	136,143	136,143	123,545	12,598	127,146
Capital outlay	2,585	2,585	-	2,585	-
Total expenditures	138,728	138,728	123,545	15,183	127,146
Revenues over (under) expenditures	(68,959)	(68,959)	(57,251)	11,708	(60,673)
Other Financing Sources (Uses)					
Operating transfers in	68,959	68,959	68,959	-	70,962
Total other financing sources (uses)	68,959	68,959	68,959	-	70,962
Net change in fund balances	-	-	11,708	11,708	10,289
Fund balance, beginning of year	-	-	10,289	10,289	-
Fund balance, end of year	$ -	$ -	$ 21,997	$ 21,997	$ 10,289

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Children, Youth, and Families

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 86,558	$ 86,558	$ 86,041	$ (517)	$ 77,644
Total revenues	86,558	86,558	86,041	(517)	77,644
Expenditures					
Current					
Public services	102,785	102,785	82,072	20,713	52,442
Total expenditures	102,785	102,785	82,072	20,713	52,442
Revenues over (under) expenditures	(16,227)	(16,227)	3,969	20,196	25,202
Other Financing Sources (Uses)					
Operating transfers in	16,227	16,227	16,227	-	1,675
Total other financing sources (uses)	16,227	16,227	16,227	-	1,675
Net change in fund balances	-	-	20,196	20,196	26,877
Fund balance, beginning of year	-	-	26,877	26,877	-
Fund balance, end of year	$ -	$ -	$ 47,073	$ 47,073	$ 26,877

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

State Agency on Aging Program

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 87,083	$ 163,568	$ 157,188	$ (6,380)	$ 84,332
Investment income	-	-	-	-	268
Total revenues	87,083	163,568	157,188	(6,380)	84,600
Expenditures					
Current					
Public services	-	-	14,311	(14,311)	82,832
Capital outlay	150,817	163,568	142,877	20,691	1,500
Total expenditures	150,817	163,568	157,188	6,380	84,332
Net change in fund balances	(63,734)	-	-	-	268
Fund balance, beginning of year	-	-	268	268	-
Fund balance, end of year	$ (63,734.00)	$ -	$ 268	$ 268	$ 268

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

State Library Resources Grant

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 212,000	$ 134,408	$ 134,408	$ -	$ 203,685
Total revenues	212,000	134,408	134,408	-	203,685
Expenditures					
Current					
Public services	212,000	134,408	128,699	5,709	203,685
Capital outlay	-	-	5,561	(5,561)	-
Total expenditures	212,000	134,408	134,260	5,709	203,685
Net change in fund balances	-	-	148	148	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ 148	$ 148	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Street Maintenance Operations

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	$ 1,508	$ 1,508	$ (240)
Expenditures					
Current					
Public works	298,952	298,952	232,401	66,551	285,011
Revenues over (under) expenditures	(298,952)	(298,952)	(230,893)	68,059	(285,251)
Other Financing Sources (Uses)					
Operating transfers in	233,178	269,837	269,837	-	209,969
Total other financing sources (uses)	233,178	269,837	269,837	-	209,969
Net change in fund balances	(65,774)	(29,115)	38,944	68,059	(75,282)
Fund balance, beginning of year	29,115	29,115	29,115	-	104,397
Fund balance, end of year	$ (36,659)	$ -	$ 68,059	$ 68,059	$ 29,115

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Flood Control Operations

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	$ 2,608	$ 2,608	$ (1,666)
Expenditures					
Current					
Public works	456,565	456,565	385,669	70,896	443,288
Revenues over (under) expenditures	(456,565)	(456,565)	(383,061)	73,504	(444,954)
Other Financing Sources (Uses)					
Operating transfers in	372,290	449,883	449,883	-	395,344
Net change in fund balances	(84,275)	(6,682)	66,822	73,504	(49,610)
Fund balance, beginning of year	6,682	6,682	6,682	-	56,292
Fund balance, end of year	$ (77,593)	$ -	$ 73,504	$ 73,504	$ 6,682

Statements of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual
Capital Projects Funds

Capital Projects Funds

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

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

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

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

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

Flood Control: To provide for extending or improving the storm sewer system. The financing source is a two-mill levy on property tax.

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

General Fund–Capital Improvement: To provide for additions or improvements to streets, public parks and recreation facilities, and public building projects. The source of funding is a combination of state grants, earnings on investments, and a transfer from general fund designated for capital projects.

Legislative Capital Improvements 2003: To provide for the construction of various municipal improvements, funded by the 2003 State legislature.

Legislative Capital Improvements: To provide for the construction of various municipal improvements, funded by the State legislature.

Legislative Capital Improvements 2004: To provide for the construction of various municipal improvements, funded by the 2004 State legislature.

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

1999 Sales Tax Street Projects Series A: To provide for the construction of various street projects.

1999 Sales Tax Flood Control Series B: To provide for the construction of various flood control projects.

Capital Projects Funds
— continued —

2000 Gasoline Tax Street Projects Series A: To provide for the construction of various street projects.

2002 MVRDA System Sales Tax: To acquire software for the City's emergency 911 communication system.

2003 Sales Tax Facilities and Parks: To provide for facilities/park improvements. Funding is the 2003 Gross Receipts Tax Refunding Revenue Bonds.

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

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Public Parks Development Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ 19,000	$ 19,000	$ 32,671	$ 13,671	$ 1,316
Licenses and permits	237,100	237,100	340,853	103,753	258,584
Total revenues	256,100	256,100	373,524	117,424	259,900
Expenditures					
Current					
General government	-	141,600	94,913	46,687	-
Capital outlay	325,000	325,000	1,489	323,511	100,788
Total expenditures	325,000	466,600	96,402	370,198	100,788
Net change in fund balances	(68,900)	(210,500)	277,122	487,622	159,112
Fund balance, beginning of year	1,212,774	1,212,774	1,212,774	-	1,053,662
Fund balance, end of year	$ 1,143,874	$ 1,002,274	$ 1,489,896	$ 487,622	$ 1,212,774

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Street Improvement Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	$ (3,855)	$ (3,855)	$ 533
Other	-	-	154,816	154,816	-
Capital grants and contributions	1,881,000	1,362,260	568,713	(793,547)	692,003
Total revenues	1,881,000	1,362,260	719,674	(642,586)	692,536
Expenditures					
Current					
Public works	-	-	-	-	-
Capital outlay	2,248,000	1,478,846	780,227	698,619	744,375
Total expenditures	2,248,000	1,478,846	780,227	698,619	744,375
Revenues over (under) expenditures	(367,000)	(116,586)	(60,553)	56,033	(51,839)
Other Financing Sources (Uses)					
Operating transfers in	-	30,000	30,000	-	-
Total other financing sources (uses)	-	30,000	30,000	-	-
Net change in fund balances	(367,000)	(86,586)	(30,553)	56,033	(51,839)
Fund balance, beginning of year	91,069	91,069	91,069	-	142,908
Fund balance, end of year	$ (642,931)	$ (52,103)	$ 60,516	$ 112,066	$ 91,069

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Airport Improvement Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	$ 543	$ 543	$ (247)
Capital grants and contributions	1,187,500	1,356,893	176,957	(1,179,936)	52,216
Total revenues	1,187,500	1,356,893	177,500	(1,179,393)	51,969
Expenditures					
Capital outlay	1,250,000	1,438,785	192,400	1,246,385	54,964
Total expenditures	1,250,000	1,438,785	192,400	1,246,385	54,964
Revenues over (under) expenditures	(62,500)	(81,892)	(14,900)	66,992	(2,995)
Other Financing Sources (Uses)					
Operating transfers in	62,500	62,500	62,500	-	47,000
Total other financing sources (uses)	62,500	62,500	62,500	-	47,000
Net change in fund balances	-	(19,392)	47,600	66,992	44,005
Fund balance, beginning of year	40,427	40,427	40,427	-	(3,578)
Fund balance, end of year	$ 40,427	$ 21,035	$ 88,027	$ 66,992	$ 40,427

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Sales Tax–Street Maintenance Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 4,769,125	$ 4,999,125	$ 5,103,239	$ 104,114	$ 4,680,718
Property	20,000	20,000	3,275	(16,725)	18,609
Total local taxes	4,789,125	5,019,125	5,106,514	87,389	4,699,327
Investment income	30,100	39,500	47,842	8,342	8,542
Other	259,390	449,290	193,999	(255,291)	2,213
Total revenues	5,078,615	5,507,915	5,348,355	(159,560)	4,710,082
Expenditures					
Current					
Public works	130,000	146,300	145,287	1,013	218,482
Capital outlay	5,023,000	5,205,071	2,929,992	2,275,079	2,409,233
Total expenditures	5,153,000	5,351,371	3,075,279	2,276,092	2,627,715
Revenues over (under) expenditures	(74,385)	156,544	2,273,076	2,116,532	2,082,367
Other Financing Sources (Uses)					
Operating transfers in	-	-	20,000	(20,000)	-
Operating transfers out	(2,210,961)	(2,273,121)	(2,293,121)	20,000	(2,321,062)
Total other financing sources (uses)	(2,210,961)	(2,273,121)	(2,273,121)	-	(2,321,062)
Net change in fund balances	(2,285,346)	(2,116,577)	(45)	2,116,532	(238,695)
Fund balance, beginning of year	2,408,176	2,408,176	2,408,176	-	2,646,871
Fund balance, end of year	$ 122,830	$ 291,599	$ 2,408,131	$ 2,116,532	$ 2,408,176

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Flood Control Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Property	$ 2,045,514	$ 2,045,514	$ 2,151,334	$ 105,820	$ 2,032,309
Total local taxes	2,045,514	2,045,514	2,151,334	105,820	2,032,309
Investment income	10,000	10,000	27,605	17,605	2,288
Rentals and other income	700,000	700,000	18,849	(681,151)	15,134
Capital grants and contributions	21,057	21,057	-	(21,057)	8,942
Total revenues	2,776,571	2,776,571	2,197,788	(578,783)	2,058,673
Expenditures					
Current					
General government	-	6,450	6,450	-	-
Public works	30,765	25,450	24,075	1,375	-
Capital outlay	2,620,000	2,789,126	869,920	1,919,206	749,248
Total expenditures	2,650,765	2,821,026	900,445	1,920,581	749,248
Revenues over (under) expenditures	125,806	(44,455)	1,297,343	1,341,798	1,309,425
Other Financing Sources (Uses)					
Operating transfers in	-	-	-	-	-
Operating transfers out	(1,227,229)	(1,304,822)	(1,304,822)	-	(1,236,124)
Total other financing sources (uses)	(1,227,229)	(1,304,822)	(1,304,822)	-	(1,236,124)
Net change in fund balances	(1,101,423)	(1,349,277)	(7,479)	1,341,798	73,301
Fund balance, beginning of year	1,362,676	1,362,676	1,362,676	-	1,289,375
Fund balance, end of year	$ 261,253	$ 13,399	$ 1,355,197	$ 1,341,798	$ 1,362,676

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Capital Improvement Reserve Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ 2,000.00	$ 2,000.00	$ 15,098	$ 13,098	$ (1,785)
Total revenues	2,000	2,000	15,098	13,098	(1,785)
Other Financing Sources (Uses)					
Operating transfers in	600,000	600,000	600,000	-	300,000
Total other financing sources (uses)	600,000	600,000	600,000	-	300,000
Net change in fund balances	602,000	602,000	615,098	13,098	298,215
Fund balance, beginning of year	-	-	298,215	298,215	-
Fund balance, end of year	$ 602,000	$ 602,000	$ 913,313	$ 311,313	$ 298,215.00

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

General Fund–Capital Improvement Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ (5,000)	$ (5,000)	$ -	$ 5,000	$ 1,094
Other	-	-	-	-	-
Capital grants and contributions	875,000	1,049,731	827,324	(222,407)	845,309
Total revenues	870,000	1,044,731	827,324	(217,407)	846,403
Expenditures					
Current					
Public works	-	-	57,693	(57,693)	40,027
Capital outlay	875,000	1,406,307	674,959	731,348	904,203
Total expenditures	875,000	1,406,307	732,652	673,655	944,230
Revenues over (under) expenditures	(5,000)	(361,576)	94,672	456,248	(97,827)
Other Financing Sources (Uses)					
Operating transfers in	-	400,000	400,000	-	-
Total other financing sources (uses)	-	400,000	400,000	-	-
Net change in fund balances	(5,000)	38,424	494,672	456,248	(97,827)
Fund balance, beginning of year	(16,211)	(16,211)	(16,211)	-	81,616
Fund balance, end of year	$ (21,211)	$ 22,213	$ 478,461	$ 456,248	$ (16,211)

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Legislative Capital Improvements 2003

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	$ (207)	$ (207)	$ 207
Capital grants and contributions	1,520,156	1,602,072	908,658	(693,414)	51,928
Total revenues	1,520,156	1,602,072	908,451	(693,621)	52,135
Expenditures					
Current					
Public works	782,986	609,259	82,103	527,156	39,079
Capital outlay	737,170	992,813	826,555	166,258	12,849
Total expenditures	1,520,156	1,602,072	908,658	693,414	51,928
Revenues over (under) expenditures	-	-	(207)	(207)	207
Other Financing Sources (Uses)					
Net change in fund balances	-	-	(207)	(207)	207
Fund balance, beginning of year	-	-	207	207	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ 207

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Legislative Capital Improvements 2004

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	$ -	$ -	$ -
Operating grants and contributions	1,788,300	1,788,300	1,718,150	(70,150)	-
Capital grants and contributions	-	-	-	-	-
Total revenues	1,788,300	1,788,300	1,718,150	(70,150)	-
Expenditures					
Current					
Public works	-	-	2,740	(2,740)	-
Capital outlay	1,788,300	1,788,300	1,715,410	72,890	-
Total expenditures	1,788,300	1,788,300	1,718,150	70,150	-
Revenues over (under) expenditures	-	-	-	-	-
Net change in fund balances	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Federal Legislative Capital Improvements 2004

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	$ -	$ -	$ -
Capital grants and contributions	3,860,000	4,520,030	1,386,598	(3,133,432)	-
Total revenues	3,860,000	4,520,030	1,386,598	(3,133,432)	-
Expenditures					
Current					
Public works	-	35,600	3,234	32,366	-
Capital outlay	3,860,000	4,484,430	1,383,364	3,101,066	-
Total expenditures	3,860,000	4,520,030	1,386,598	3,133,432	-
Revenues over (under) expenditures	-	-	-	-	-
Net change in fund balances	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

EDA West Mesa Industrial Park Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Property	$ -	$ -	$ -	$ -	$ 57,000
Total local taxes	-	-	-	-	57,000
Investment income	10,000	10,000	14,935	4,935	1,071
Other	24,329	24,329	126,582	102,253	10,413
Total revenues	34,329	34,329	141,517	107,188	68,484
Expenditures					
Current					
Public works	40,000	40,000	52,192	(12,192)	13,663
Capital outlay	-	1,437,600	36,928	1,400,672	-
Total expenditures	40,000	1,477,600	89,120	1,388,480	13,663
Net change in fund balances	(5,671)	(1,443,271)	52,397	1,495,668	54,821
Fund balance, beginning of year	601,942	601,942	601,942	-	547,121
Fund balance, end of year	$ 596,271	$ (841,329)	$ 654,339	$ 1,495,668	$ 601,942

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

1999 Sales Tax Street Projects Series A Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ 1,000	$ 1,000	$ 7,563	$ 6,563	$ 4,076
Total revenues	1,000	1,000	7,563	6,563	4,076
Expenditures					
Current					
Public works	7,000	7,000	-	7,000	-
Capital outlay	268,000	304,435	2,393	302,042	364,269
Total expenditures	275,000	311,435	2,393	309,042	364,269
Net change in fund balances	(274,000)	(310,435)	5,170	315,605	(360,193)
Fund balance, beginning of year	310,435	310,435	310,435	-	670,628
Fund balance, end of year	$ 36,435	$ -	$ 315,605	$ 315,605	$ 310,435

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

1999 Sales Tax Flood Control Series B Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-	-
Expenditures					
Capital outlay	-	-	-	-	252,387
Total expenditures	-	-	-	-	252,387
Net change in fund balances	-	-	-	-	(252,387)
Fund balance, beginning of year	-	-	-	-	252,387
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

2000 Gasoline Tax Street Projects Series A Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	$ -	$ -	$ 1,476
Total revenues	-	-	-	-	1,476
Expenditures					
Capital outlay	-	-	-	-	-
Total expenditures	-	-	-	-	-
Revenues over (under) expenditures	-	-	-	-	1,476
Other Financing Sources (Uses)					
Operating transfers out	-	(1,477)	(1,477)	-	(2,322)
Total other financing sources (uses)	-	(1,477)	(1,477)	-	(2,322)
Net change in fund balances	-	(1,477)	(1,477)	-	(846)
Fund balance, beginning of year	1,477	1,477	1,477	-	2,323
Fund balance, end of year	$ 1,477	$ -	$ -	$ -	$ 1,477

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

2002 MVRDA System Sales Tax Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	$ -	$ -	$ 2,518
Total revenues	-	-	-	-	2,518
Expenditures					
Current					
Fire	-	-	-	-	-
Capital outlay	-	-	-	-	51,530
Total expenditures	-	-	-	-	51,530
Revenues over (under) expenditures	-	-	-	-	(49,012)
Other Financing Sources (Uses)					
Operating transfers out	-	(2,519)	(2,518)	(1)	-
Total other financing sources (uses)	-	(2,519)	(2,518)	(1)	-
Net change in fund balances	-	(2,519)	(2,518)	(1)	(49,012)
Fund balance, beginning of year	2,518	2,518	2,518	-	51,530
Fund balance, end of year	$ 2,518	$ (1)	$ -	$ (3)	$ 2,518

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

2003 Sales Tax Facilities and Parks

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	$ 81,619	$ 81,619	$ 55,461
Total revenues	-	-	81,619	81,619	55,461
Expenditures					
Current					
Facilities	-	-	34,083	(34,083)	-
Capital outlay	5,329,851	5,331,383	2,101,210	3,230,173	845,673
Total expenditures	5,329,851	5,331,383	2,135,293	3,196,090	845,673
Revenues over (under) expenditures	(5,329,851)	(5,331,383)	(2,053,674)	3,277,709	(790,212)
Net change in fund balances	(5,329,851)	(5,331,383)	(2,053,674)	3,277,709	(790,212)
Fund balance, beginning of year	5,433,603	5,433,603	5,433,603	-	6,223,815
Fund balance, end of year	$ 103,752	$ 102,220	$ 3,379,929	$ 3,277,709	$ 5,433,603

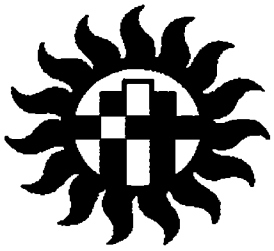
City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

2003 Sales Tax Street Lights

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Investment income	$ 15,000	$ 15,000	$ 68,519	$ 53,519	$ 33,135
Total revenues	15,000	15,000	68,519	53,519	33,135
Expenditures					
Capital outlay	3,600,000	3,600,000	690,134	2,909,866	92,372
Total expenditures	3,600,000	3,600,000	690,134	2,909,866	92,372
Revenues over (under) expenditures	(3,585,000)	(3,585,000)	(621,615)	2,963,385	(59,237)
Net change in fund balances	(3,585,000)	(3,585,000)	(621,615)	2,963,385	(59,237)
Fund balance, beginning of year	3,765,631	3,765,631	3,765,631	-	3,824,868
Fund balance, end of year	$ 180,631	$ 180,631	$ 3,144,016	$ 2,963,385	$ 3,765,631



City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets—Budget and Actual

Enterprise Funds

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

Internal Service Funds

- Support Services
- Vehicle Acquisition
- Self-Insurance

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Gas Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Sales	$ 22,971,461	$ 24,151,105	$ 23,535,746	$ (615,359)	$ 21,969,372
Utility extension	329,994	329,994	401,755	71,761	366,355
Other	138,712	138,712	81,332	(57,380)	243,732
Total revenues	23,440,167	24,619,811	24,018,833	(600,978)	22,579,459
Expenses					
Personnel	1,419,067	1,419,067	1,224,135	194,932	1,377,677
Cost of gas purchased	15,440,416	16,561,100	16,375,366	185,734	15,561,215
Supplies	159,627	176,608	150,850	25,758	163,953
Utilities	30,597	31,797	18,765	13,032	18,319
Professional services	524,337	525,137	380,221	144,916	355,860
Repairs and maintenance	549,230	494,230	402,383	91,847	534,922
Rent	31,946	31,946	5,564	26,382	60,317
Depreciation and amortization	1,639,275	1,639,275	1,518,135	121,140	1,478,268
Payment in lieu of taxes	434,531	434,531	558,593	(124,062)	579,934
Administrative charges from other funds	503,279	503,279	503,279	-	503,279
Customer service	1,898,861	2,001,706	1,572,039	429,667	1,664,851
Provision for bad debts	12,000	12,000	12,000	-	19,779
Other	180,080	179,080	164,559	14,521	165,145
Total expenses	22,823,246	24,009,756	22,885,889	1,123,867	22,483,519
Revenues over (under) expenditures	616,921	610,055	1,132,944	522,889	95,940
Nonoperating Income (Expense)					
Grants and contributions	145,000	120,000	200,287	80,287	175,394
Gain (loss) on sale of property	11,221	11,221	27,845	16,624	(3,414)
Investment income	81,801	99,801	182,329	82,528	8,776
Interest expense	(21,000)	(23,806)	(30,862)	(7,056)	(31,887)
Total nonoperating income (expense)	217,022	207,216	379,599	172,383	148,869
Net income (loss) before transfers	833,943	817,271	1,512,543	695,272	244,809
Other Financing Uses					
Transfers in	-	-	-	-	1,527,625
Transfers out	-	-	-	-	-
Total other financing uses	-	-	-	-	1,527,625
Change in net assets	833,943	817,271	1,512,543	695,272	1,772,434
Net assets, beginning of year	33,205,947	33,205,947	33,205,947	-	31,433,513
Net assets, end of year	$ 34,039,890	$ 34,023,218	$ 34,718,490	$ 695,272	$ 33,205,947

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Water Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Sales	$ 13,481,054	$ 13,990,563	$ 13,082,408	$ (908,155)	$ 13,363,606
Line extension	159,181	159,181	95,015	(64,166)	131,756
Rentals	11,900	11,900	4,900	(7,000)	11,900
Other	78,303	136,798	106,761	(30,037)	213,176
Total revenues	13,730,438	14,298,442	13,289,084	(1,009,358)	13,720,438
Expenses					
Personnel	1,816,564	1,816,564	1,726,552	90,012	1,902,073
Supplies	279,501	339,482	312,119	27,363	271,625
Utilities	1,828,078	1,748,078	1,309,897	438,181	1,909,304
Professional services	1,519,796	1,678,575	1,285,362	393,213	1,276,483
Repairs and maintenance	362,560	382,560	445,130	(62,570)	310,564
Rent	38,025	38,025	8,875	29,150	56,591
Depreciation and amortization	1,991,871	1,991,871	1,422,471	569,400	1,704,526
Payment in lieu of taxes	359,393	359,393	345,389	14,004	383,078
Administrative charges from other funds	508,672	508,672	508,672	-	508,672
Customer service	1,333,129	1,393,824	1,094,219	299,605	1,207,022
Provision for bad debts	6,120	6,120	6,120	-	18,123
Other	84,285	87,785	105,174	(17,389)	83,395
Total expenses	10,127,994	10,350,949	8,569,980	1,780,969	9,631,456
Revenues over (under) expenditures	3,602,444	3,947,493	4,719,104	771,611	4,088,982
Nonoperating Income (Expense)					
Gain (loss) on sale of property	2,060	2,060	3,496	1,436	-
Investment income	328,317	344,972	396,364	51,392	17,979
Grants and contributions	2,000,000	2,000,000	891,496	(1,108,504)	608,382
Interest expense	(1,010,525)	(918,584)	(994,535)	(75,951)	(1,020,021)
Total nonoperating income (expense)	1,319,852	1,428,448	296,821	(1,131,627)	(393,660)
Net income (loss) before operating transfers	4,922,296	5,375,941	5,015,925	(360,016)	3,695,322
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	1,211,978
Transfers out	-	(1,347,725)	(1,281,639)	66,086	(974,348)
Total other financing sources (uses)	-	(1,347,725)	(1,281,639)	66,086	237,630
Change in net assets	4,922,296	4,028,216	3,734,286	(293,930)	3,932,952
Net assets, beginning of year, as orginally reported	49,591,080	49,591,080	49,591,080	-	45,658,128
Prior period adjustment	-	-	967,135	967,135	-
Net assets, beginning of year, as restated	54,513,376	53,619,296	50,558,215	673,205	45,658,128
Net assets, end of year	$ 59,435,672	$ 57,647,512	$ 54,292,501	$ (293,930)	$ 49,591,080

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Wastewater Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Sales	$ 8,837,572	$ 10,068,666	$ 9,803,588	$ (265,078)	$ 8,569,627
Other	96,504	136,195	58,281	(77,914)	91,759
Total revenues	8,934,076	10,204,861	9,861,869	(342,992)	8,661,386
Expenses					
Personnel	2,066,521	1,946,588	1,856,401	90,187	1,893,900
Supplies	337,188	396,588	385,620	10,968	376,278
Utilities	737,453	616,953	576,385	40,568	731,324
Professional services	964,159	932,677	888,372	44,305	719,774
Repairs and maintenance	456,238	514,238	452,011	62,227	357,005
Rent	14,999	14,999	1,230	13,769	180
Depreciation and amortization	1,728,158	1,728,158	1,448,105	280,053	1,542,062
Payment in lieu of taxes	964,237	964,237	960,311	3,926	857,997
Administrative charges from other funds	482,988	482,988	470,894	12,094	495,082
Customer service	610,136	654,848	514,335	140,513	543,162
Provision for bad debts	5,376	5,376	5,376	-	13,468
Other	111,193	111,193	91,812	19,381	49,676
Total expenses	8,478,646	8,368,843	7,650,852	717,991	7,579,908
Revenues over (under) expenditures	455,430	1,836,018	2,211,017	374,999	1,081,478
Nonoperating Income (Expense)					
Grants and contributions	3,790,800	2,145,400	938,102	(1,207,298)	408,020
Gain on sale of property	-	-	22,080	22,080	-
Investment income (loss)	284,993	314,221	347,178	32,957	1,785
Interest expense	(197,997)	(595,847)	(652,326)	(56,479)	(562,612)
Total nonoperating income (expense)	3,877,796	1,863,774	655,034	(1,208,740)	(152,807)
Net income (loss) before operating transfers	4,333,226	3,699,792	2,866,051	(833,741)	928,671
Other Financing Sources (Uses)					
Transfers in	1,186,736	2,549,326	2,507,264	(42,062)	2,579,317
Transfers out	-	-	-	-	-
Total other financing sources (uses)	1,186,736	2,549,326	2,507,264	(42,062)	2,579,317
Change in net assets	5,519,962	6,249,118	5,373,315	(875,803)	3,507,988
Net assets, beginning of year, as orginally reported	50,147,235	50,147,235	50,147,235	-	46,639,247
Prior period adjustment	-	-	(967,135)	(967,135)	-
Net assets, beginning of year, as restated	55,667,197	56,396,353	49,180,100	(1,842,938)	46,639,247
Net assets, end of year	$ 111,334,394	$ 112,792,706	$ 54,553,415	$ (3,685,876)	$ 50,147,235

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Solid Waste Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Sales	$ 8,378,574	$ 8,378,574	$ 8,364,780	$ (13,794)	$ 7,331,752
Rentals	43,947	129,208	147,236	18,028	116,413
Other	10,157	10,157	19,629	9,472	201,191
Total revenues	8,432,678	8,517,939	8,531,645	13,706	7,649,356
Expenses					
Personnel	1,909,052	2,034,052	1,833,319	200,733	2,013,513
Supplies	328,363	342,813	291,668	51,145	468,046
Utilities	67,776	71,276	18,362	52,914	26,632
Professional services	2,813,335	3,197,264	2,929,682	267,582	2,478,367
Repairs and maintenance	650,776	1,015,776	1,026,057	(10,281)	978,148
Rent	201,294	279,105	65,845	213,260	275,118
Depreciation and amortization	826,769	826,769	397,332	429,437	633,660
Payment in lieu of taxes	158,241	158,241	169,306	(11,065)	149,883
Administrative charges from other funds	210,695	210,695	210,695	-	210,695
Customer service	1,332,904	1,359,888	1,068,411	291,477	1,132,705
Provision for bad debts	4,128	4,128	4,128	-	13,018
Other	99,457	101,957	93,763	8,194	92,373
Total expenses	8,602,790	9,601,964	8,108,568	1,493,396	8,472,158
Revenues over (under) expenditures	(170,112)	(1,084,025)	423,077	1,507,102	(822,802)
Nonoperating Income (Expense)					
Gain (loss) on sale of property	-	-	-	-	61,154
Investment income	85,195	85,195	91,395	6,200	5,763
Interest expense	(7,407)	(7,407)	(19,851)	(12,444)	(27,828)
Total nonoperating income (expense)	77,788	77,788	71,544	(6,244)	39,089
Net income before transfers	(92,324)	(1,006,237)	494,621	1,500,858	(783,713)
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	2,454,562
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	2,454,562
Change in net assets	(92,324)	(1,006,237)	494,621	1,500,858	1,670,849
Net assets, beginning of year	5,315,042	5,315,042	5,315,042	-	3,644,193
Net assets, end of year	$ 5,222,718	$ 4,308,805	$ 5,809,663	$ 1,500,858	$ 5,315,042

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Transit Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Sales	$ 226,000	$ 178,333	$ 225,288	$ 46,955	$ 285,015
Other	-	107	199	92	1,016
Total revenues	226,000	178,440	225,487	47,047	286,031
Expenses					
Personnel	1,580,035	1,580,035	1,706,285	(126,250)	1,588,627
Supplies	168,986	170,925	218,171	(47,246)	140,647
Utilities	28,700	28,354	22,365	5,989	27,938
Professional services	696,430	241,719	256,550	(14,831)	165,171
Repairs and maintenance	3,281,643	2,806,459	326,649	2,479,810	441,550
Depreciation and amortization	221,144	221,144	354,763	(133,619)	214,056
Other	36,725	38,188	37,467	721	25,449
Total expenses	6,013,663	5,086,824	2,922,250	2,164,574	2,603,438
Revenues over (under) expenditures	(5,787,663)	(4,908,384)	(2,696,763)	2,211,621	(2,317,407)
Nonoperating Income (Expense)					
Investment income (loss)	-	-	-	-	3,247
Gain (loss) on sale of property	-	-	(66,815)	(66,815)	-
Operating grants and contributions	4,432,366	2,893,224	2,954,793	61,569	1,297,106
Total nonoperating income (expense)	4,432,366	2,893,224	2,887,978	(5,246)	1,300,353
Net income (loss) before operating transfers	(1,355,297)	(2,015,160)	191,215	2,206,375	(1,017,054)
Other Financing Sources (Uses)					
Transfers in	940,000	1,558,154	1,558,154	-	1,304,675
Transfers out	(15,500)	(40,778)	(15,500)	(25,278)	(39,500)
Total other financing sources (uses)	924,500	1,517,376	1,542,654	(25,278)	1,265,175
Change in net assets	(430,797)	(497,784)	1,733,869	2,231,653	248,121
Net assets, beginning of year,	1,543,223	1,543,223	1,543,223	-	1,295,102
Net assets, end of year	$ 1,112,426	$ 1,045,439	$ 3,277,092	$ 2,231,653	$ 1,543,223

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Alternative Fuel Station Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Expenses					
Depreciation and amortization	$ -	$ -	$ 25,929	$ (25,929)	$ 26,741
Total expenses	-	-	25,929	(25,929)	26,741
Revenues over (under) expenditures	-	-	(25,929)	(25,929)	(26,741)
Nonoperating Income					
Investment income (loss)	-	-	18	18	-
Change in net assets	-	-	(25,911)	(25,911)	(26,741)
Net assets, beginning of year	173,488	173,488	173,488	-	200,229
Net assets, end of year	$ 173,488	$ 173,488	$ 147,577	$ (25,911)	$ 173,488

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Clean Community Emission Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Expenses					
Personnel	$ -	$ 39,900	$ -	$ 39,900	$ -
Supplies	-	13,000	-	13,000	-
Special professional services	-	43,100	-	43,100	-
Repairs and maintenance	-	375,278	-	375,278	-
Depreciation and amortization	-	-	188	(188)	-
Total expenses	-	471,278	188	471,090	-
Revenues over (under) expenditures	-	(471,278)	(188)	(471,090)	-
Nonoperating Income					
Operating grants and contributions	-	411,000	29,000	(382,000)	-
Total nonoperating income	-	411,000	29,000	(382,000)	-
Net income (loss) before operating transfers	-	(60,278)	28,812	(853,090)	-
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Change in net assets	-	(60,278)	28,812	89,090	-
Net assets, beginning of year	-	-	-	-	-
Net assets, end of year	$ -	$ (60,278)	$ 28,812	$ 89,090	$ -

Proprietary Funds
Internal Service Funds

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Support Services Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Motor pool charges	$ 3,300,000	$ 3,495,300	$ 3,501,579	$ 6,279	$ 3,577,870
Maintenance charges	122,500	112,200	138,448	26,248	132,699
Management information service fees	1,974,000	1,974,000	2,069,571	95,571	2,068,110
Communication service fees	1,175,000	1,235,000	1,454,241	219,241	1,613,767
Rental charges and other	778,932	781,146	922,034	140,888	543,452
Total revenues	7,350,432	7,597,646	8,085,873	488,227	7,935,898
Operating Expenses					
Personnel	3,065,910	3,116,401	2,993,967	122,434	3,226,510
Cost of goods sold	700,000	913,547	1,019,434	(105,887)	739,575
Supplies	1,681,168	2,026,043	2,183,581	(157,538)	2,199,897
Utilities	308,527	299,702	263,473	36,229	298,164
Professional services	117,418	126,268	116,774	9,494	262,249
Repairs and maintenance	1,062,579	1,157,172	458,097	699,075	377,671
Rent	154,018	162,852	152,813	10,039	95,725
Depreciation	754,984	757,655	744,403	13,252	722,371
Other	121,489	116,489	82,000	34,489	8,137
Total operating expenses	7,966,093	8,676,129	8,014,542	661,587	7,930,299
Nonoperating Revenue (Expense)					
Operating grants and contributions	-	3,500	-	(3,500)	-
Gain/(loss) on sale of property	-	-	-	-	-
Investment income (loss)	5,500	(3,836)	21,475	25,311	(3,529)
Interest expense	(368,470)	(368,470)	(22,378)	346,092	(44,940)
Total nonoperating income (expense)	(362,970)	(368,806)	(903)	367,903	(48,469)
Other Financing Sources (Uses)					
Transfers in	-	145,000	145,000	-	622,358
Transfers out	(70,500)	(70,500)	(70,500)	-	(134,121)
Total other financing sources (uses)	(70,500)	74,500	74,500	-	488,237
Change in net assets	(1,049,131)	(1,372,789)	144,928	1,517,717	445,367
Net assets, beginning of year	3,380,241	3,380,241	3,380,241	-	2,934,874
Net assets, end of year	$ 2,331,110	$ 2,007,452	$ 3,525,169	$ 1,517,717	$ 3,380,241

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Vehicle Acquisition Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Rentals and other income	$ -	$ -	$ 240	$ 240	$ 11,738
Operating Expenses					
Supplies	-	-	-	-	68,217
Rent	1,900,245	1,575,091	-	1,575,091	-
Other	-	-	-	-	10,080
Depreciation	1,860,000	1,860,000	1,102,495	757,505	1,524,889
Total operating expenses	3,760,245	3,435,091	1,102,495	2,332,596	1,603,186
Nonoperating Income (Expense)					
Gain/(loss) on sale of property	-	-	26,345	26,345	-
Investment income	40,000	40,000	81,797	41,797	59,005
Interest expense	-	-	(84,915)	(84,915)	(96,401)
Total nonoperating income (expense)	40,000	40,000	23,227	(16,773)	(37,396)
Other Financing Sources (Uses)					
Transfers in	1,556,395	1,906,395	1,350,000	(556,395)	670,000
Transfers out	-	(342,154)	(342,154)	-	(6,090,369)
Total other financing sources (uses)	1,556,395	1,564,241	1,007,846	(556,395)	(5,420,369)
Change in net assets	(2,163,850)	(1,830,850)	(71,182)	1,759,668	(7,049,213)
Net assets, beginning of year	4,972,374	4,972,374	4,972,374	-	12,021,587
Net assets, end of year	$ 2,808,524	$ 3,141,524	$ 4,901,192	$ 1,759,668	$ 4,972,374

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Self-Insurance Fund

For the Year Ended June 30, 2005

	2005				2004
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Rental charges and other	$ 491,894	$ 510,894	$ 992,898	$ 482,004	$ 1,728,877
Charges for insurance	668,376	1,537,000	500,862	(1,036,138)	9,900,965
Total revenues	1,160,270	2,047,894	1,493,760	(554,134)	11,629,842
Operating Expenses					
Personnel	45,183	45,183	45,144	39	368,161
Supplies	-	-	4,352	(4,352)	56,274
Utilities	-	-	740	(740)	8,341
Professional services	85,000	345,400	444,171	(98,771)	587,755
Repairs and maintenance	-	-	-	-	9,020
Rent	-	-	-	-	38,580
Depreciation	-	-	1,662	(1,662)	874
Other	-	-	4,695	(4,695)	14,062
Claims and judgments	4,118,268	4,510,375	2,332,451	2,177,924	8,878,199
Total operating expenses	4,248,451	4,900,958	2,833,215	2,067,743	9,961,266
Nonoperating Revenue (Expense)					
Investment income (expense)	111,500	215,650	260,403	44,753	(3,845)
Total nonoperating income (expense)	111,500	215,650	260,403	44,753	(3,845)
Other Financing Sources (Uses)					
Transfers in	-	115,000	115,000	-	1,437,900
Change in net assets	(2,976,681)	(2,522,414)	(964,052)	1,558,362	3,102,631
Net assets, beginning of year, as restated	1,434,410	1,434,410	1,434,410	-	(1,668,221)
Net assets, end of year	$ (1,542,271)	$ (1,088,004)	$ 470,358	$ 1,558,362	$ 1,434,410

City of Las Cruces

Supplementary Information

City of Las Cruces
Schedule of Insurance in Force
June 30, 2005

Insurer	Cost	Amount of Policy	Risks Covered
ACE	$ 2,047	$1,000,000 max any one loss	Fine Arts Policy, museum, collections and temporary loans
Chubb	119,876	$50,000,000 per occurrence	Commercial property, contractor's equipment, differences in conditions
CNA	11,045	$25,000,000 per occurrence	Boiler and machinery
Insurance Co. of PA/ C.V. Starr	145,530	$5,000,000 aggregate other	Excess liability
Great American	20,038	$3,050,000	Replacement cost of seven fire trucks
ZURICH	3,251	$1,000,000	Pollution liability, environmental impairment, underground storage tank
ACE USA	16,175	$5,000,000	Airport liability
Safety National	61,243	$350,001-$1,000,000 Statutory liability in excess-per occurrence	Excess workers' compensation liability
City of Las Cruces		Actual expense up to maximum allowable under State Tort Claims Act	Comprehensive automobile liability, general liability, defense of civil rights litigation, foreign jurisdiction coverage, law enforcement liability
National Union	21,748	$3,000,000	Employee dishonesty, forgery, theft, robbery
Quanta	10,000	$2,000,000	Excess crime

* This covers all City of Las Cruces employees, Boards, Council Members and the Mayor.

Ordinance No. 479 Section 24, requires inclusion of this schedule in the financial statements.

City of Las Cruces
Schedule of Pledged Collateral
June 30, 2005

Institution/Security	Safe Keeping Location	Pledged
Wells Fargo Bank, NA		
FNCL 535498, 6.00%, 06/01/30, 31384V3F7	Wells Fargo Bank, N.A.	$ 1,034,282
GNSF 781210, 6.50%, 09/15/29, 36225BKX5	Wells Fargo Bank, N.A.	140,001
GNSF 781246, 6.00%, 02/15/31, 36225BL30	Wells Fargo Bank, N.A.	151,957
GNSF 781259, 6.00%, 03/15/31, 36225BMG0	Wells Fargo Bank, N.A.	1,223,695
GNSF 781278, 6.00%, 04/15/31, 36225BM39	Wells Fargo Bank, N.A.	1,780,270
		$ 4,330,205

Summary of Collateralization

Wells Fargo Bank	
Ending bank balance	$ 932,659
Less: FDIC insurance	(100,000)
Total uninsured public funds	$ 832,659
50% collateral requirement	$ 416,330
Total pledged securities	$ 4,330,205
Pledged collateral in excess of requirement	$ 3,913,875

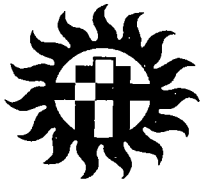
City of Las Cruces
Schedule of Deposit Accounts and Investments
June 30, 2005

Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance	On Deposit 6-30-2005
DEPOSIT ACCOUNTS					
Wells Fargo					
Treasury fund - Operating	Checking	$ (892,115)	$ -	$ (892,115)	$ 402,861
On Demand	Checking	(5,403)	-	(5,403)	8,614
Community Development	Checking	-	248,953	248,953	387,972
Community Development Home Rehab	Checking	-	36,277	36,277	36,277
Community Development Home Program	Checking	-	3,073	3,073	3,073
Metro Narcotics Agency	Checking	-	93,862	93,862	93,862
Rio Grande Natural Gas Assoc Revenue	Checking	(54,856)	-	(54,856)	-
Payroll Direct Deposit Account	Checking	(1,224,805)	-	(1,224,805)	-
		(2,177,179)	382,165	(1,795,014)	932,659
First Federal Bank					
CLC Gifts and Donations Trust	Savings	-	3,115	3,115	3,115
TOTAL DEPOSIT ACCOUNTS		(2,177,179)	385,280	(1,791,899)	935,774
INVESTMENTS					
Wells Fargo Bank					
Investment Custody Account	Investment	53,414,950	4,263,963	57,678,913	57,678,913
Wells Fargo 100% Treasury MM Fund	Mutual funds	4,812,015	-	4,812,015	4,812,015
Wells Fargo Treasury Plus MM Fund	Mutual funds	6,417,518	-	6,417,518	6,417,518
Wells Capital Management					
CLC Liquidity Management Agency	Investment	30,166,998	-	30,166,998	30,166,998
Wells Fargo Treasury Plus MM Fund	Mutual funds	657,478	-	657,478	657,478
CLC Health Liquidity Management	Investment	-	28,319,229	28,319,229	28,319,229
Wells Fargo Treasury Plus MM Fund	Mutual funds	-	121,868	121,868	121,868
Dreyfus Government Cash Management-Inst Shrs					
City of Las Cruces	Mutual funds	-	3,357,752	3,357,752	3,357,752
City of Las Cruces Street Light Account	Mutual funds	-	3,157,580	3,157,580	3,157,580
Raymond James & Associates					
CLC NM Cash Client Interest Program	Cash	323	-	323	323
TOTAL INVESTMENTS		95,469,282	39,220,392	134,689,674	134,689,674
TOTAL DEPOSITS AND INVESTMENTS		93,292,103	39,605,672	132,897,775	$ 135,625,448

City of Las Cruces
Schedule of Deposit Accounts and Investments
June 30, 2005

Other cash:				
Petty Cash	Cash		5,735	5,735
Cash with fiscal agent	Cash		1,024,565	1,024,565
Accrued Interest Receivable				
Wells Capital Management - Pool	Accrued Int	171,459	-	171,459
Accrued Interest on Other Pooled Investmer	Accrued Int	257,966	-	257,966
TOTAL CASH AND INVESTMENTS		$ 93,721,528	$40,635,972	$ 134,357,500

Statistical Section



City of Las Cruces

Statistical Section

City of Las Cruces
General Governmental Expenditures by Function
June 30, 2005
(Unaudited)

Fiscal Year	General Government [A]	Development Services	Public Safety	Community Facilities	Capital Outlay	Debt Service	Total
1996	$ 8,147,149	$ 6,997,805	$ 14,480,499	$ 7,451,972	$ 14,411,214	$ 7,509,693	$ 58,998,332
1997	10,127,026	7,816,521	15,809,815	8,581,017	16,653,161	7,906,571	66,894,111
1998	10,337,533	7,984,286	17,120,325	9,863,745	14,997,675	8,573,614	68,877,178
1999	10,240,964	7,403,354	17,810,750	10,587,249	13,831,636	8,622,732	68,496,685
2000	10,548,286	7,288,858	18,995,932	11,463,773	13,739,535	81,332,596	143,368,980
2001	10,790,771	7,604,563	18,868,056	11,374,566	17,088,512	5,662,754	71,389,222

Fiscal Year	General Government [A]	Facilities	Police	Fire	Community Development	Public Services	Public Works	Interest on long-term debt	Total
2002	$ 12,241,603	$ 6,418,107	$ 16,093,465	$ 7,646,074	$ 1,743,721	$ 8,597,156	$ 12,900,010	$ 1,754,671	$ 67,394,807
2003	12,948,142	7,107,385	16,744,948	7,654,982	3,903,422	8,862,326	13,052,108	2,014,825	72,288,138
2004	14,955,815	7,106,823	17,663,767	7,652,726	4,728,451	9,200,605	13,888,172	2,166,248	77,362,607
2005	25,718,430	7,395,747	19,324,717	8,410,255	4,646,154	9,310,274	7,756,425	2,093,366	84,655,368

Source: Through 2002, Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Government Fund Types, Primary Government
Source: 2003, Statement of Revenues, Expenditures and Changes in Fund Balances - Government Funds
Source: 2004, Statement of Activities

(A) Includes general, special revenue, and debt service funds.

City of Las Cruces
General Governmental Revenues by Source
June 30, 2005
(Unaudited)

Fiscal Year	Taxes	Licenses and Permits	Inter-Government	Charges for Services	Fines	Investment Income	Franchise Fees	Contributions and Grants	Contributions From Agency Funds	Other	Total
1996	$ 39,211,459	$ 554,635	$ -	$ 1,651,606	$ 1,354,396	$ 3,125,578	$ 1,327,479	$ 6,708,585	$ 1,242,225	$ 1,586,818	$ 56,762,781
1997	43,116,468	552,548	-	2,018,835	1,283,910	4,754,328	1,282,131	5,911,818	654,476	2,769,215	62,343,729
1998	44,609,336	671,346	-	2,463,432	776,794	6,193,220	1,454,473	6,293,618	861,632	5,427,766	68,751,617
1999	45,851,922	799,487	-	2,393,810	827,337	3,081,708	1,440,059	6,140,033	1,002,446	3,311,381	64,848,183
2000	48,167,407	730,262	-	2,171,328	743,296	4,252,745	1,590,117	5,626,188	943,113	5,562,426	69,786,882
2001	49,371,659	944,921	-	2,400,632	976,889	1,703,752	1,735,414	7,215,335	928,924	3,429,786	68,707,312
2002	52,953,900	1,026,617	7,799,610	1,127,933	1,635,321	1,263,509	1,964,238	-	-	7,033,198	74,804,326
2003	57,331,966	1,633,918	10,131,917	1,042,261	1,773,983	1,241,166	2,045,459	-	-	4,580,702	79,781,372
2004	63,660,076	2,007,529	25,739,344	930,507	1,814,857	739,313	2,176,607	-	-	5,223,599	102,291,832
2005	68,819,813	3,194,133	10,685,200	1,062,294	2,198,594	1,589,444	2,164,259	-	-	2,664,790	92,378,527

Source: Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Government Fund Types, Primary Government

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

Fiscal Year	Total City Tax Levy	Current and Delinquent Tax Collections	% of Levy Collected
1996	$ 3,592,838	$ 3,535,482	98.40%
1997	5,021,437	4,872,808	97.04%
1998	5,297,561	5,298,506	100.02%
1999	5,652,797	5,743,818	101.61%
2000	5,972,864	5,891,362	98.64%
2001	5,811,869	5,771,703	99.31%
2002	5,876,610	5,798,415	98.67%
2003	6,232,578	6,160,562	98.84%
2004	6,708,029	6,653,604	99.19%
2005	7,225,464	7,140,562	98.82%

Source: Dona Ana County Property Abstract

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

Fiscal Year	Real Property		Personal Property		Exemptions	Total		Ratio of Total Taxable Value To Total Assessed Value
	Taxable Value	Assessed Value	Taxable Value	Assessed Value	Real/Personal Property	Taxable Value	Assessed Value	
1996	$ 720,142,763	$ 2,160,428,289	$ 38,182,953	$ 114,548,859	$ 92,663,255	$ 665,662,461	$1,996,987,383	33%
1997	744,093,231	2,232,279,693	41,699,973	125,099,919	94,203,111	691,590,093	2,074,770,279	33%
1998	808,818,092	2,426,454,276	43,602,035	130,806,105	98,299,189	754,120,938	2,262,362,814	33%
1999	837,419,199	2,512,257,597	50,934,191	152,802,573	98,350,159	790,003,231	2,370,009,693	33%
2000	914,501,016	2,743,503,048	56,104,663	168,313,989	100,624,433	869,981,246	2,609,943,738	33%
2001	957,148,748	2,871,446,244	61,926,754	185,780,262	105,334,645	913,740,857	2,741,222,571	33%
2002	1,022,737,173	3,068,211,519	65,787,419	197,362,257	110,673,980	977,850,612	2,933,551,836	33%
2003	1,069,314,271	3,207,942,813	64,125,478	192,376,434	112,208,406	1,021,231,343	3,063,694,029	33%
2004	1,145,299,951	3,435,899,853	71,335,260	214,005,780	118,976,695	1,097,658,516	3,292,975,548	33%
2005	1,201,648,115	3,604,944,345	72,472,540	217,417,620	125,099,497	1,149,021,158	3,447,063,474	33%

Source: Dona Ana County Property Abstract

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City of Las Cruces

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

Residential

Fiscal Year	City	State	County	School District	Other	Total Residential
1996	5.218	1.276	8.992	9.992	1.960	27.438
1997	7.072	1.556	8.832	10.019	1.971	29.450
1998	6.709	1.347	8.312	10.089	1.920	28.377
1999	6.862	1.438	8.374	10.033	1.929	28.636
2000	6.582	1.482	7.858	9.874	1.872	27.668
2001	6.055	1.529	7.924	9.986	1.882	27.376
2002	5.748	1.765	8.066	10.053	1.899	27.531
2003	5.813	1.123	8.134	9.838	1.907	26.815
2004	5.841	1.520	7.896	9.835	1.895	26.987
2005	5.985	1.028	8.120	9.832	1.899	26.864

Non-Residential

Fiscal Year	City	State	County	School District	Other	Total Non-Residential
1996	5.769	1.276	12.596	10.190	2.000	31.831
1997	7.647	1.556	12.335	10.199	2.000	33.737
1998	7.716	1.347	12.274	10.200	2.000	33.537
1999	7.757	1.438	12.252	10.147	2.000	33.594
2000	7.427	1.482	12.207	10.080	2.000	33.196
2001	6.946	1.529	12.184	10.120	2.000	32.779
2002	6.480	1.765	12.184	10.164	2.000	32.593
2003	6.617	1.123	12.184	9.976	2.000	31.900
2004	6.551	1.520	11.700	9.970	1.971	31.712
2005	6.794	1.028	12.079	9.982	2.000	31.883

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

City of Las Cruces
Special Assessment Billings and Collections
Last Ten Years
(Unaudited)

Fiscal Year	Total Outstanding Assessments Beginning	Assessments New	Assessments Collected	Total Outstanding Assessments Ending
1996	$ -	$ -	$ -	-
1997	367,638.00	-	131,170.00	236,468.00
1998	236,468	-	9,269	227,199
1999	227,199	-	77,540	149,659
2000	149,659	-	31,595	118,064
2001	118,064	-	8,800	109,264
2002	109,264	-	25,938	83,326
2003	83,326	3,560,492	2,698	3,641,120
2004	3,641,120	-	585,146	3,055,974
2005	3,055,974	-	142,032	2,913,942

Source: City of Las Cruces General Ledger

City of Las Cruces

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

Fiscal Year	Population	Taxable Value	General Obligation Bonded Debt Outstanding	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt To Taxable Value	Net Bonded Debt Per Capita
1996	73,999	$ 665,662,461	$ -	$ -	$ -	N/A	N/A
1997	75,157	691,590,093	3,260,000	684,739	2,575,261.00	0.00	34.27
1998	75,545	754,120,938	2,665,000	747,231	1,917,769	0.25%	25.39
1999	75,786	790,003,231	2,045,000	896,062	1,148,938	0.15%	15.16
2000	74,267	869,981,246	1,395,000	1,081,945	313,055	0.04%	4.22
2001	74,267	913,740,857	715,000	715,000	-	0.00%	0.00
2002	74,267	977,850,612	-	-	-	N/A	N/A
2003	74,483	1,021,231,343	-	-	-	N/A	N/A
2004	74,483	1,097,658,516	-	-	-	N/A	N/A
2005	74,483	1,149,021,158	-	-	-	N/A	N/A

Source: Dona Ana County Property Abstract

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City of Las Cruces
Computation of Legal Debt Margin
June 30, 2005
(Unaudited)

Taxable valuation	$1,149,021,158
Legal debt limit- 4% of assessed calculation	45,960,846
Amount of long-term debt subject to legal Debt limit general obligation debt outstanding	-
Legal debt margin	$ 45,960,846

Source: Doña Ana County Property Abstract

City of Las Cruces
Computation of Direct and Overlapping Debt
June 30, 2005
(Unaudited)

Jurisdiction	General Obligation as of June 30, 2005	Percentage Applicable to City of Las Cruces	City of Las Cruces Share of Debt
Direct			
City of Las Cruces	$ -	100.00%	$ -
Overlapping			
State of New Mexico	315,925,000	3.30%	10,425,525
Dona Ana County	4,400,000	50.78%	2,234,320
Las Cruces School District	75,685,000	68.52%	51,859,362
Dona Ana Branch Community College	11,200,000	50.78%	5,687,360
Total overlapping	407,210,000		70,206,567
Total direct and overlapping general obligation bonded debt	$ 407,210,000		$ 70,206,567

Source: City of Las Cruces; State of New Mexico; Dona Ana County; Las Cruces School District; Dona Ana Branch Community College.

City of Las Cruces

Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures
Last Ten Years
(Unaudited)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Governmental Expenditures	Ratio of Net Bonded Debt to General Governmental Expenditures
1996	$ -	$ -	$ -	$ 58,998,332	N/A
1997	-	71,010	71,010	66,894,111	0.00
1998	595,000	128,038	723,038	68,877,178	1.05%
1999	620,000	101,190	721,190	68,496,685	1.05%
2000	650,000	74,513	724,513	143,368,980	0.51%
2001	680,000	46,080	726,080	71,389,222	1.02%
2002	715,000	15,730	730,730	67,394,807	1.08%
2003	-	-	-	72,252,561	N/A
2004	-	-	-	80,039,578	N/A
2005	-	-	-	97,997,206	N/A

Source: City of Las Cruces CAFR, Statement of Revenues and Changes in Fund Net Assets-Governmental Funds

City of Las Cruces

Joint Utilities Revenue Bond Coverage
Last Ten Years
(Unaudited)

Fiscal Year	Gross Revenues	Operating Expenses	Net Revenue Available For Debt Service	Principal	Interest	Total	Coverage
1996	$ 21,486,328	$ 17,503,213	$ 3,983,115	$ 415,000	$ 349,834	$ 764,834	5.21
1997	26,954,443	23,164,162	3,790,281	435,000	329,103	764,103	4.96
1998	27,403,033	22,564,249	4,838,784	1,070,000	1,739,980	2,809,980	1.72
1999	26,903,153	20,658,022	6,245,131	1,115,000	1,696,001	2,811,001	2.22
2000	28,000,118	21,412,332	6,587,786	1,160,000	1,648,773	2,808,773	2.35
2001	32,162,930	22,884,302	9,278,628	1,215,000	1,598,000	2,813,000	3.30
2002	33,988,138	24,711,207	9,276,931	1,265,000	1,543,731	2,808,731	3.30
2003	40,249,451	27,376,457	12,872,994	1,485,000	1,638,338	3,123,338	4.12
2004	51,280,869	35,840,589	15,440,280	1,560,000	1,568,264	3,128,264	4.94
2005	60,865,504	44,337,236	16,528,268	1,630,000	1,492,842	3,122,842	5.29

Source: City of Las Cruces CAFR, Statement of Revenues, Expenses and Changes in Fund Net Assets-Proprietary Funds

City of Las Cruces
Demographic Data
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Population [A]	Per Capita Income [B]	Median Age [B]	School Enrollment [C]	Unemployment Rate* % [B]
1996	$ 73,493	$ 14,643	30.1	$ 21,977	8.0%
1997	73,493	15,383	30.1	22,169	7.4%
1998	73,493	15,832	30.1	22,381	8.2%
1999	76,102	16,599	30.1	22,395	8.0%
2000	74,267	16,599	30.1	22,253	8.3%
2001	74,267	17,003	31.2	21,779	8.3%
2002	74,267	17,321	30.2	22,706	9.1%
2003	74,483	17,984	31.2	22,633	7.3%
2004	79,668	20,573	31.2	22,880	6.1%
2005	79,524	20,573	31.2	23,400	6.8%

* = Figures for Dona Ana County

[A] Source: U.S. Census Bureau

[B] Source: New Mexico Department of Labor

[C] Source: Las Cruces Public Schools

City of Las Cruces
Property Value and Construction
Last Ten Years
(Unaudited)

Fiscal Year	Property Value [A] Non-Residential	Residential	Exemptions	Total	Commercial Construction [B] No. of Units	Value	Residential Construction [B] No. of Units	Value	Multi- Family Construction [B] No. of Units	Value	Bank Deposits [C] (in millions) Value
1996	$ 278,898,563	$ 479,427,153	$ 92,663,255	665,662,461	53	$ 20,371,914	378	$ 32,746,312	5	$ 3,068,000	$ 926
1997	288,950,742	496,842,462	94,203,111	691,590,093	49	39,838,142	312	32,122,289	2	4,200,000	1,132
1998	300,623,791	551,796,336	98,299,189	754,120,938	56	31,042,420	342	35,393,095	2	1,900,000	1,348
1999	322,657,135	565,696,255	98,350,159	790,003,231	41	21,740,158	351	40,791,472	1	310,000	1,495
2000	357,015,654	613,590,025	100,624,433	869,981,246	47	29,240,662	285	37,192,120	5	7,450,000	1,383
2001	383,932,925	635,142,577	105,334,645	913,740,857	36	44,089,283	330	40,765,486	1	8,954,000	1,679
2002	424,187,645	664,336,947	110,673,980	977,850,612	38	24,371,000	530	73,584,140	5	11,500,000	1,031
2003	445,060,459	688,379,290	112,208,406	1,021,231,343	39	25,013,829	796	115,315,718	3	17,815,000	1,097
2004	498,540,790	718,094,421	118,976,695	1,097,658,516	N/A	N/A	N/A	N/A	N/A	N/A	1,236
2005	515,258,118	758,862,537	125,099,497	1,149,021,158	N/A	N/A	N/A	N/A	N/A	N/A	935

N/A = Not available

[A] Source: Dona Ana County Property Abstract

[B] Source: City of Las Cruces Community Development Department Annual Report

[C] Source: Federal Deposit Insurance Corporation (FDIC)

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City of Las Cruces
Principal Taxpayers
June 30, 2005
(Unaudited)

	Taxpayer	Type of Business	Taxable Value	Percentage Total Taxable Value
1.	CRUCES MEDICAL CENTER LLC	MEDICAL CENTER	$ 23,386,967	2.04%
2.	EL PASO ELECTRIC COMPANY	ELECTRICITY	15,985,973	1.39%
3.	MEMORIAL MEDICAL CENTER	MEDICAL CENTER	13,754,267	1.20%
4.	QWEST CORPORATION	COMMUNICATIONS	12,711,340	1.11%
5.	NEW MEXICO MALL PARTNERS LP	SHOPPING CENTERS	8,187,367	0.71%
6.	CASA BANDERA TIC LLC	REAL ESTATE	5,748,767	0.50%
7.	COMCAST CABLEVISION OF NM/PA INC	TELEVISION SERVICES	4,779,585	0.42%
8.	SONOMA SPRINGS PARTNERS LP	REAL ESTATE	4,727,467	0.41%
9.	PARK PLACE PERIDOT LLC	BUSINESS COMPLEX	4,132,329	0.36%
10.	FS LAGUNA SECA I LLC	SHOPPING CENTERS	3,608,233	0.31%
				8.45%

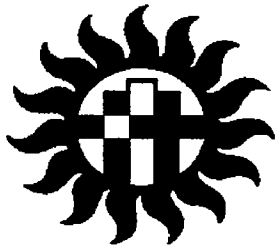
Total taxable value: $1,149,021,158

Source: Doña Ana County Assessor

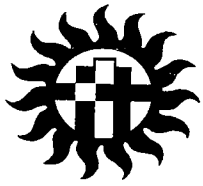
City of Las Cruces
Miscellaneous Statistics
June 30, 2005
(Unaudited)

Date of Incorporation	March 4, 1946
Form of Government	Council/Manager
Number of Employees (excluding police and fire)	
Classified	650
Exempt	233
Area in square miles	52.25
Government facilities and services:	
Miles of streets	992
Number of street lights	5488
Culture and Recreation:	
Community centers	6
Lakes	1
Pond	1
Parks	75
Park acreage	308
Sports Complex	13
Golf courses	3
Swimming pools	3
Shooting Range	1
Tennis courts	18
Bike Path	2
Fire Protection:	
Number of stations	7
Number of fire personnel and officers	103
Police Protection:	
Number of stations	1
Number of police personnel and officers	200
Sewerage Systems:	
Miles of sanitary sewers (Est.)	393
Miles of storm sewers (mains)	18
Number of treatment plants	2
Number of service connections	25,180
Water System	
Miles of water mains (Est.)	462
Number of service connections	27,040
Facilities and service not included in the reporting entity:	
Education	
Enrollment	23,400
Number of elementary schools	23
Number of middle schools	7
Number of high schools	4
Number of community colleges	1
Number of universities	1
Hospitals	
Number of hospitals	2
Number of patient beds	453

Source: City of Las Cruces Human Resources, Engineering, Streets, Parks, Fire, Police, and utility departments. Las Cruces Public Schools; Memorial Medical Center, and Mountain View Hospital.



City of Las Cruces



City of Las Cruces

City of Las Cruces
Schedule of Expenditures of State and Federal Awards
June 30, 2005

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico State Agency on Aging					
RSVP State Grant/02-SRWNM002		2002-046	7/02 thru 6/05	$ 8,885	$ 8,688
Cash in Lieu of Commodities		2001-00	7/04 thru 6/05	134,649	134,649
Meals Transportation -Title III		2001-067	7/04 thru 6/05	246,909	246,906
Recreation Equipment Grant		2001-255	7/03 thru 6/05	10,000	6,845
Kitchen Equipment Grant		2004-006	7/03 thru 6/05	61,900	37,208
Vehicles		2004-007	7/03 thru 6/05	176,000	113,135
Vehicles		2005-145	7/04 thru 6/05	34,000	21,256
Munson Senior Kitchen Expansion & Renovation		2005-030	7/04 thru 6/05	25,000	25,000
Total State Agency on Aging				$ 697,343	$ 593,687
New Mexico State Highway and Transportation Department					
14th Street		ST-7613(224)	11/03 to 6/08	111,000	111,000
Manzo and Bell Streets		SP-GA-ST-7613 (228)	7/04 to 6/09	150,000	128,956
East Mesa - Morningside/Davis/Jefferson/Reynolds		SP-GA-ST-7613 (229)	7/04 TO 6/09	550,000	55,461
Elks Drive Widening		MAP-4504 (900)	10/04 TO 6/06	354,750	-
Payan/Wilt St.		SP-ST-GA-7613(223)	11/03 to 6/08	180,500	53,669
Solano ADA Sidewalk Improv AZ to Amador		SP-1-05(960)	7/04 to 12/05	55,000	55,000
Solano ADA Sidewalk Improv ID to AZ		SP-1-04(910)	11/03 to 12/04	75,000	75,000
Valley/Hadley		HSP-4536(3)02	06/01 to 6/06	300,000	-
Airport Pavement Maintenance		NMAD854	4/01 to Comp	70,000	-
Airport East End Taxi Lane		NMAD985	7/04 to Comp	48,334	9,314
Airport Taxiway Infrastructure			7/04 to Comp	19,393	-
Airport West End Taxi Lane			7/04 to Comp	7,500	-
Airport Air Traffic Control Tower			7/04 to Comp	55,000	-
Highway 70 Landscaping		TPE-070-2-(38)150	5/02 to Comp	1,170,667	274,044
Section 134 PL		PL-92A-1(41)	7/04 thru 12/08	89,085	89,085
Section 5303		LCMPO-PL-99-04	7/04 thru 12/05	20,178	22,835
S.T.E.P.		05-PT-63-049	12/04 thru 09/05	7,680	7,680
Traffic Count Program			7/03 thru 6/05	26,549	11,476
Air Service Assistance		NMAD 1046		200,000	73,176
Total NM State Highway and Transportation Department				$ 3,490,635	$ 966,696
New Mexico Works					
Welfare to Work		NM-37-X002	7/99 to 6/03	$ 259,433	$ -
Total New Mexico Works				$ 259,433	$ -
NM Children, Youth & Families Department					
Juvenile Citation		05-690-7000-7046	7/04 to 6/05	127,000	101,300
Spanish Services Program		05-690-7000-7148	03/05 to 03/06	31,000	-
Total NM Children, Youth & Families Department				$ 158,000	$ 101,300

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2005

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Department of Finance and Administration					
Civil Air Patrol Hangar		02-L-NR-I-3-G-214	6/02 to 6/07	25,000	25,000
Civil Air Patrol Hangar		02-L-NR-I-3-G-283	6/02 to 6/07	100,000	100,000
Civil Air Patrol Hangar		03-L-NR-I-3-G-87	6/04 to 6/08	50,000	46,164
Las Cruces Convention Center		02-L-NR-I-3-G-803	6/02 to 6/07	50,000	-
Court Youth Center		99-L-NR-1-3-G-308	09/99 to 6/04	100,000	37,932
Court Youth Center		02-L-NR-I-3-G-498	2/03 to 6/07	10,000	3,003
Court Youth Center		02-L-NR-I-3-G-793	6/04 to 6/07	10,000	10,000
Court Youth Center		04-L-NR-I-3-G-882	10/04 to 6/09	10,000	-
Comm of Hope-Phase 2 JDLN		02-L-NR-I-3-G-791	2/03 to 6/07	25,000	4,335
Comm of Hope-Phase 3 Food Bank Job Ctr.		03-L-NR-I-3-G-1100	10/03 to 6/08	100,000	-
Comm of Hope-Phase 3 Food Bank Job Ctr.		03-L-NR-I-3-G-1225	10/03 to 6/08	25,000	-
Comm of Hope-Phase 3 Food Bank Job Ctr.		03-L-NR-I-3-G-804	10/03 to 6/08	97,000	58,388
Comm of Hope-Phase 3 Food Bank Job Ctr.		03-L-NR-I-3-G-806	10/03 to 6/08	25,000	-
Comm of Hope-Phase 3 Food Bank Job Ctr.		03-L-NR-I-3-G-820	10/03 to 6/08	40,000	-
Comm of Hope-Phase 3		04-L-NR-I-3-G-272	10/04 to 6/09	90,000	-
Comm of Hope-Construction/Furnish		04-L-NR-I-3-G-862	10/04 to 6/09	25,000	-
Comm of Hope-Phase 3		04-L-NR-I-3-G-870	10/04 to 6/09	50,000	-
Comm of Hope-Building		04-L-NR-I-3-G-879	10/04 to 6/09	100,000	-
Comm of Hope-Phase 3		04-L-NR-I-3-G-885	10/04 to 6/09	20,000	-
Comm of Hope-Peregrinos Food Bank		04-L-NR-I-3-G-1669	10/04 to 6/09	100,000	-
Comm of Hope-Phase 3		04-L-NR-I-3-G-1787	10/04 to 6/09	25,000	-
Comm of Hope-Homeless Shelter Complex		04-L-NR-I-3-G-2350	10/04 to 6/09	50,000	-
Comm of Hope-Furnish/Equip		04-L-NR-I-3-G-2355	10/04 to 6/05	50,000	50,000
La Casa Dom. Violence Shelter		02-L-NR-I-3-G-501	2/03 to 6/07	10,000	-
Fine Arts Museum (Branigan Cultural Ctr)		02-L-NR-I-3-G-1049	10/00 to 6/05	50,000	15,184
Fine Arts Museum (Branigan Cultural Ctr)		02-L-NR-I-3-G-523	2/03 to 6/07	50,000	47,917
Fine Arts Museum (Branigan Cultural Ctr)		02-L-NR-I-3-G-796	6/02 to 6/07	10,000	10,000
First Step Center		02-L-NR-I-3-G-502	6/03 to 6/05	20,000	20,000
First Step Center		02-L-NR-I-3-G-509	6/03 to 6/05	20,000	20,000
First Step Center		02-L-NR-I-3-G-516	6/03 to 6/05	10,000	10,000
First Step Center		02-L-NR-I-3-G-521	6/03 to 6/05	125,810	125,810
First Step Center		02-L-NR-I-3-G-522	6/03 to 6/05	50,000	50,000
First Step Center		02-L-NR-I-3-G-801	6/03 to 6/05	25,000	25,000
First Step Center		03-L-NR-I-3-G-1863	10/03 to 6/04	50,000	50,000
First Step Center		03-L-NR-I-3-G-82	10/03 to 6/04	50,000	42,852
First Step Center		03-L-NR-I-3-G-1864	10/03 to 6/08	27,500	27,500
First Step Center		03-L-NR-I-3-G-1099	5/04 to 6/06	50,000	50,000
First Step Center		03-L-NR-I-3-G-1238	5/04 to 6/06	25,000	25,000
First Step Center		03-L-NR-I-3-G-811	5/04 to 6/06	35,000	9,831
First Step Center		03-L-NR-I-3-G-819	5/04 to 6/06	50,000	-
Housing for Handicapped		04-L-NR-I-3-G-0271	10/04 to 6/09	228,000	228,000
Housing for Handicapped		04-L-NR-I-3-G-1782	10/04 to 6/10	50,000	3,221
Housing for Handicapped		04-L-NR-I-3-G-2356	10/04 to 6/11	25,000	-
Housing for Handicapped		04-L-NR-I-3-G-2367	10/04 to 6/12	50,000	-

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2005

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Department of Finance and Administration -- continued					
LC Downtown Plaza		03-L-NR-I-3-G-805	10/03 to 6/08	317,000	-
LC Downtown Rev Master Plan		04-L-NR-I-3-G-0183	10/04 to 6/09	200,000	-
LC Downtown Revitalization		03-L-NR-I-3-G-1101	10/03 to 6/08	100,000	91,667
LC Downtown Revitalization		03-L-NR-I-3-G-1222	10/03 to 6/08	100,000	100,000
LC Downtown Revitalization		03-L-NR-I-3-G-86	10/03 to 6/08	10,000	10,000
LC Downtown Revitalization		04-L-NR-I-3-G-270	10/04 to 6/09	50,000	50,000
LC Downtown Revitalization		04-L-NR-I-3-G-275	10/04 to 6/09	420,750	-
LC Downtown Revitalization		04-L-NR-I-3-G-863	10/04 to 6/09	10,000	10,000
LC Downtown Revitalization		04-L-NR-I-3-G-878	10/04 to 6/09	10,000	10,000
LC Downtown Revitalization		04-L-NR-I-3-G-1477		103,000	-
LC Downtown Revitalization		04-L-NR-I-3-G-1670	10/04 to 6/09	100,000	100,000
LC Downtown Revitalization		04-L-NR-I-3-G-1779	10/04 to 6/09	210,870	106,461
LC Downtown Revitalization		04-L-NR-I-3-G-2351	10/04 to 6/08	97,000	97,000
Memorial Medical Center		04-L-NR-I-3-G-1478	10/04 to 6/08	50,000	-
Mesilla Park Community Center Renov		03-L-NR-I-3-G-80	10/03 to 6/08	25,000	-
Mesilla Park Community Center Renov		04-L-NR-I-3-G-1780	10/04 to 6/09	50,000	-
Mesilla Park Community Center Renov		04-L-NR-I-3-G-2353	10/04 to 6/09	25,000	-
Mesilla Park Recreation Center Aud.		02-L-NR-I-3-G-785	6/02 to 6/07	25,000	-
Mesquite Historic District		03-L-NR-I-3-G-1861	10/03 to 6/04	70,000	49,248
Mesquite Historic District		03-L-NR-I-3-G-1104	10/03 to 6/08	50,000	48,874
Mesquite Historic District		04-L-NR-I-3-G-276	10/04 to 6/09	346,500	-
Mesquite Historic District		04-L-NR-I-3-G-877	10/04 to 6/09	20,000	8,946
Mesquite Historic District		04-L-NR-I-3-G-1462		60,000	-
Mesquite Historic District		04-L-NR-I-3-G-1668	10/04 to 6/09	100,000	-
Police Protection			07/04 to 6/05	141,200	144,137
Rio Grande Theater		02-L-NR-I-3-G-499	2/03 to 6/07	25,000	25,000
Rio Grande Theater		02-L-NR-I-3-G-528	2/03 to 6/07	50,000	50,000
Rio Grande Theater		02-L-NR-I-3-G-800	2/03 to 6/07	25,000	25,000
Rio Grande Theater		02-L-NR-I-3-G-1719	2/03 to 6/07	150,000	75,108
Rio Grande Theater		02-L-NR-I-3-G-1720	2/03 to 6/07	75,000	-
Rio Grande Theater		03-L-NR-I-3-G-798	10/03 to 6/08	10,000	10,000
Rio Grande Theater		03-L-NR-I-3-G-807	10/03 to 6/08	50,000	50,000
Rio Grande Theater		03-L-NR-I-3-G-1105	10/03 to 6/08	25,000	25,000
Rio Grande Theater		03-L-NR-I-3-G-1221	10/03 to 6/08	5,000	5,000
Rio Grande Theater		03-L-NR-I-3-G-802	10/03 to 6/08	15,000	15,000
Rio Grande Theater		03-L-NR-I-3-G-818	10/03 to 6/08	50,000	50,000
Rio Grande Theater		04-L-NR-I-3-G-279	10/04 to 6/09	693,000	294,911
Rio Grande Theater		04-L-NR-I-3-G-861	10/04 to 6/09	15,000	15,000
Rio Grande Theater		04-L-NR-I-3-G-867	10/04 to 6/09	30,000	30,000
Rio Grande Theater		04-L-NR-I-3-G-869	10/04 to 6/09	30,000	30,000
Rio Grande Theater		04-L-NR-I-3-G-871	10/04 to 6/09	5,000	5,000
Rio Grande Theater		04-L-NR-I-3-G-876	10/04 to 6/09	20,000	20,000
Rio Grande Theater		04-L-NR-I-3-G-886	10/04 to 6/09	50,000	50,000

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2005

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Department of Finance and Administration -- continued					
Neighborhood Police Station	02-L-NR-I-3-G-519		6/02 to 6/07	50,000	-
Thomas Branigan Memorial Library	04-L-NR-I-3-G-868		10/04 to 6/09	100,980	-
Thomas Branigan Memorial Library	04-L-NR-I-3-G-884		10/04 to 6/09	105,930	-
Veteran's Memorial Wall	03-L-NR-I-3-G-78		10/03 to 6/04	7,500	-
Veteran's Memorial Wall	03-L-NR-I-3-G-81		10/03 to 6/08	7,500	6,635
Veteran's Memorial Wall	03-L-NR-I-3-G-85		10/03 to 6/08	7,500	7,500
Veteran's Memorial Wall	03-L-NR-I-3-G-794		10/03 to 6/08	100,000	100,000
Veteran's Memorial Wall	03-L-NR-I-3-G-799		10/03 to 6/08	5,000	5,000
Veteran's Memorial Wall	03-L-NR-I-3-G-808		10/03 to 6/08	7,500	7,500
Veteran's Memorial Wall	03-L-NR-I-3-G-809		10/03 to 6/08	10,000	10,000
Veteran's Memorial Wall	03-L-NR-I-3-G-1096		10/03 to 6/08	7,500	7,500
Veteran's Memorial Wall	04-L-NR-I-3-G-273		10/04 to 6/09	100,000	16,131
Veteran's Museum	04-L-NR-I-3-G-267		10/04 to 6/09	31,255	31,255
L-C Drilling and Devlpg Water Well 46, 67, and 68	03-T-012		10/03 to 10/05	1,400,000	3,150
Thomas Branigan Memorial Library	State G.O. Bond			-	134,408
Total Department of Finance and Administration				$ 8,143,295	$ 3,025,568
Energy, Minerals and Natural Resources					
Rideshare NMEMNR	03-521-03-005		07/04 thru 06/05	35,000	27,027
N. Triviz Bike Path Phase I	03-521.05-013		7/02 thru 12/05	229,000	148,036
Clean Cities Coordinator	03-521-0300-0082		07/03 thru 06/04	25,000	-
Total Energy, Minerals and Natural Resources				$ 289,000	$ 175,063
Children, Youth and Families Department					
Title XX	04-690-5000-5055		7/04 thru 06/05	86,558	86,041
Total Children, Youth and Families Department				$ 86,558	$ 86,041
New Mexico Interstate Stream Commission					
Regional Water Planning Program	00-550-45		7/00 thru 12/03	$ 190,000	$ -
Total New Mexico Interstate Stream Commission				$ 190,000	$ -
Department of Public Safety					
Office of Emergency Management	DOT-2005-TR-DONA-ANA			$ 1,500	$ -
Project Safe Neighborhoods	03/04-PSN-LCPD-FY05		02/05 to 10/05	12,612	5,314
AOC Warrant Sweep			04/05 to 06/05	2,000	2,000
Total Department of Public Safety				$ 16,112	$ 7,314
New Mexico Public Regulation Commission					
Fire Fund			07/04 thru 6/05	$ 310,464	$ 310,464
NM Department of Health					
Emergency Medical Services			07/04 thru 06/05	$ 20,000	$ 20,000

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2005

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
Third Judicial District Court					
Juvenile Drug Court			07/04 thru 06/05	$ 10,000	$ 10,893
NM Department of Transportation					
TSB DWI Sobriety Check		05-AL-64-049	10/04 thru 09/05	$ 56,080	$ 45,063
TSB Operation Buckledown		05-OP-RF-049	10/04 thru 09/05	19,792	10,352
Total NM Department of Transportation				$ 75,872	$ 55,415
NM Tourism Department					
Cooperative Advertising Program		05-418-3000-0143	07/04 thru 06/05	$ 23,000	$ 23,000
New Mexico Crime Victim Reparation					
Victim Assistance Unit		2004-VA-GX-0035	07/04 thru 06/05	$ 31,450	$ 31,450
Total State Assistance				$ 13,801,162	$ 5,406,891
U. S. Department of Housing and Urban Development					
Community Development Block Grant					
Metro Entitlement Grants:					
B-02-MC-35-0002	14.228		10/02 to Comp	1,382,059	245,278
B-03-MC-35-0002	14.228		10/03 to Comp	1,390,881	336,338
B-04-MC-35-0002	14.228		7/04 to Comp	1,278,650	373,544
Total Community Development Block Grant				4,051,590	955,160
Home Program Grant					
M-01-MC-35-0222	14.239		10/01 to Comp	933,516	3,635
M-02-MC-35-0222	14.239		10/02 to Comp	539,383	5,591
M-03-MC-35-0222	14.239		10/03 to Comp	812,570	180,367
M-04-MC-35-0222	14.239		7/04 to Comp	583,549	215,268
Total Home Program Grant				2,869,018	404,861
Shelter Plus Care Grant					
Community Housing Connection	14.238	NM02C301006	12/04 thru 12/09	327,060	21,552
Total Shelter Plus Care Grant				327,060	21,552
Economic Development Initiative					
NMSU Model Extension Program	14.246	B-02-SP-NM-0442	8/02 thru 8/07	1,000,000	270,802
Police Athletic League	14.246	B-03-SP-NM-0490	5/04 thru 5/09	89,415	23,265
Rio Grande Theatre	14.246	B-03-SP-NM-0498	2/04 thru 2/09	804,735	800,735
Community of Hope	14.246	B-03-SP-NM-0499	4/04 thru 4/09	894,150	894,150
Total Economic Development Initiative				2,788,300	1,988,952
Total Housing and Urban Development				$ 10,035,968	$ 3,370,525

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2005

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U S Department of Transportation					
Airport Improvement Programs:					
Airport Lights & Signs	20.106	3-35-0024-14	08/00 to Comp	550,500	-
Runway Rehab	20.106	3-35-0024-15-01	6/01 to Comp	1,967,400	-
Airport East Taxiway	20.106	3-35-0024-17	07/04 to Comp	150,000	167,643
Airport Westend Taxi Lane Infrastructure			07/04 to Comp	135,000	-
Airport Air Traffic Control Tower			07/04 to Comp	990,000	-
Airport Pavement Maintenance	20.106	3-35-0024-16-02	5/02 to Comp	300,000	-
Airport Pavement Maintenance	20.106		8/04 to Comp	150,000	-
Total Airport Improvement				4,242,900	167,643
Federal Transportation Administration					
Section 5309	20.500	NM 03-x038	07/03 - Completion	990,172	901,550
Section 5309	20.500	NM 03-x028	07/03 - Completion	735,821	676,163
Section 5309	20.500	NM 03-x044	02/05 - Completion	112,008	72,583
Section 5307	20.507	NM 90-x050	7/98 - Completion	537,080	-
Section 5307	20.507	NM 90-x053	7/98 - Completion	466,580	5,167
Section 5307	20.507	NM 90-x055	7/99 thru Completion	614,236	-
Section 5307	20.507	NM 90-x059	7/99 thru Completion	477,128	240,731
Section 5307	20.507	NM 90-x062	7/99 thru Completion	705,534	-
Section 5307	20.507	NM 90-x064	7/02 thru Completion	773,480	-
Section 5307	20.507	NM 90-x068	7/03 thru Completion	1,005,310	32,620
Section 5307	20.507	NM 90-x071	7/03 thru Completion	1,005,197	974,404
Section 3037 - WTW	20.516	NM-37-X002	7/00 to Completion	259,433	-
Total Federal Transportation Administration				$ 7,681,979	$ 2,903,218
Federal Highway Administration:					
Santa Fe Depot	20.205	TCSE-013-Q69/92D	7/01 to Completion	$ 187,900	$ -
Passed Through State Highway Department					
Federal Highway Administration:					
Rideshare NMSHTD	20.205	M00173	7/04 thru 6/05	31,000	24,548
N M Beautification	20.205	05-418-6000	7/04-10/05	22,000	21,706
Total Pass Through State Highway Department				53,000	46,254
Total US Department of Transportation				$ 12,165,779	$ 3,117,115
US Department of Health and Human Services					
Meals/Transportation Grant - Title III	93.045	99-14C	7/04 thru 6/05	151,088	151,091
Total US Department of Health and Human Services				$ 151,088	$ 151,091
Corporation for National & Community Service					
Retired and Senior Volunteer Program	94.002	440-6652/21	7/03-6/04	60,884	57,606
Total Corporation for National & Community Service				$ 60,884	$ 57,606

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2005

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U S Department of Agriculture					
Passed Through State Health Enviroment Department					
Summer Food Program	10.559	99-3027	07/01/04 - 06/30/05	159,855	167,999
Total U S Department of Agriculture				$ 159,855	$ 167,999
Environmental Protection Agency					
Lower Rio Grande Water Users Org					
Regional Sustainable Water Project	66.606	XP-986611-01-0	10/00-10/05	650,000	-
Water Reclamation Project					
East Mesa Water Reclamation Plant	66.606	XP-98683201-0	10/01/01 - 09/29/05	1,645,400	-
South Central Solid Waste					
Illegal Dump Site Clean-Ups	66.931	X4-97672701-0	10/01/04-04/29/05	45,000	-
Clean Community Mobile Source Emission					
Reduction Program Grant	66.034	XA-97671401-0	10/01/04-12/31/05	411,000	29,000
Total Environmental Protection Agency				$ 2,751,400	$ 29,000
Office of National Drug Control Policy					
HIDTA	16.000	I4PSNP562	01/04 thru 06/05	665,376	
HIDTA	16.000	I2PSNP562	07/04 thru 03/05	639,017	
HIDTA	16.000	I1PSNP562	07/01 thru 12/04	248,296	
HIDTA	16.000	I0PSNP562	07/00 thru 12/04	316,820	
Total Office of National Drug Control Policy				$ 1,869,509	$ -
U S Department of Homeland Security					
Firefighter Grant Program		EMW-2004-FG-07190	10/04 thru 10/05	62,705	46,980
Total Department of Homeland Security				$ 62,705	$ 46,980
U S Department of Justice					
Local Law Enforcement	16.592	02LBBX2920	10/02 thru 12/04	89,122	369
Local Law Enforcement	16.592	03LBBX2808	12/03 thru 12/05	63,048	12,362
Local Law Enforcement	16.592	04LBBX1131	01/05 thru 01/07	25,504	17,032
Secure our Schools	16.710	2004CKWX0485	09/04 thru 08/06	7,950	6,887
Bulletproof Vest	16.607		11/03 thru 10/06	74,395	3,325
Encourage Arrest Policies & Enforcement	16.590	04-WE-AX-0075	09/04 thru 08/06	572,626	155,339
Weed and Seed Asset Forfeiture	16.595	A0A005041	10/00 thru 10/05	50,000	17,380
Weed and Seed	16.595	2002-WS-QX-0014	7/01 thru 3/05	675,000	190,791
Drug Free Communities	16.729	2001-JN-FX-0168	10/01 thru 10/05	373,484	111,544
Total U S Department of Justice				$ 1,931,129	$ 515,029
Total Expenditures of Federal Awards				$ 29,188,317	$ 7,455,345
Total State and Federal Awards				$ 42,989,479	$ 12,862,236

City of Las Cruces

Notes to Schedule of Expenditures of State and Federal Awards
June 30, 2005

1) General

The accompanying schedule of expenditures of state and federal awards presents the activity of all state and federal financial assistance programs of the City of Las Cruces, New Mexico, (the City). The City's reporting entity is defined in Note 1 to the City's financial statements. All awards received from state and federal agencies, as well as awards passed through other organizations and government agencies, are included on the schedule, except for those awards received directly by the Housing Authority of the City of Las Cruces, New Mexico (the Housing Authority). These awards are presented on the Housing Authority's schedule of expenditures of federal awards on page 309.

The Office of Management and Budget's (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* sets forth requirements whereby federal grants may be audited under a "single audit" approach at the same time the City's financial statements are audited.

2) Basis of Presentation

The accompanying schedule of expenditures of state and federal awards includes the state and federal grant activity of the City and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

City of Las Cruces
Notes to Schedule of Expenditures of State and Federal Awards
June 30, 2005

3) Subrecipients

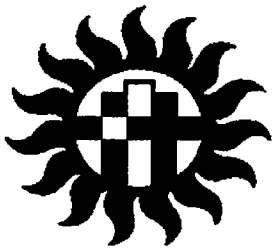
Of the federal expenditures presented in the schedule, the City provided federal awards to subrecipients as follows:

Agency Name	Program Title	CFDA	CDBG / HOME	Amount to Subreceipient Original	Amended	Final
Jardin de los Ninos	Child Care	14.218	CDBG	$ 23,000	$ -	$ 23,000
El Caldito	Soup Kitchen	14.218	CDBG	24,300	-	24,300
Mesilla Valley Community of Hope	Homeless Shelt Ops	14.218	CDBG	39,750	-	39,750
Communiy Action Agency	Food Bank	14.218	CDBG	21,974	-	21,974
Hacienda del Sol	Homeless Shelt Ops	14.218	CDBG	32,431	-	32,431
NMSU/DABCC	Mesquite Community Project	14.218	CDBG	14,000	-	14,000
Families & Youth Inc (FYI)	Youh Supervision	14.218	CDBG	22,895	-	22,895
Hospitality House	ADA Improvements	14.218	CDBG	40,000	-	40,000
CDBG Total				**$ 218,350**	**$ -**	**$ 218,350**
Tierra del Sol	CHDO Operating Assistance	14.239	HOME	$ 24,177	$ -	$ 24,177
Mortgage Finance Authority (NM)	Payment Saver Program	14.239	HOME	200,000	(77,502)	122,498
Habitat for Humanity	Property Acquisition - Single Family	14.239	HOME	50,000	25,000	75,000
Tierra del Sol	Property Acquisition - Single Family	14.239	HOME	151,017	52,502	203,519
Housing Authority	Rental Property Development	14.239	HOME	100,000	-	100,000
HOME total				**$ 525,194**	**$ -**	**$ 525,194**

4) Reconciliation of Schedule of Expenditures of Federal Awards

The following is a reconciliation of the expenditures reported on the schedule of expenditures of federal awards to the expenditures reported in the financial statements for the City:

Expenditures on schedule of expenditures of federal awards	$ 7,455,345
Expenditures paid from program income and other	15,497
Total grant revenue	$ 7,470,842



City of Las Cruces

Independent Auditor's 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*

Domingo P. Martinez, CGFM, State Auditor
and the Honorable Mayor and City Council of
the City of Las Cruces

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the City), as of and for the year ended June 30, 2005, which collectively comprise the City's basic financial statements. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2005, and have issued our report thereon dated November 4, 2005. 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 City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City's ability to initiate, record, process, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items FS-2005-01.

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A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic 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* in the accompanying schedule of state auditor's rule findings as SA 2005-01 and in the accompanying schedule of findings and questioned costs as items FS-2005-02 through FS-2005-12.

This report is intended solely for the information and use of the Mayor, the City Council, the City's management and the New Mexico State Auditor, and is not intended to be and should not be used by anyone other than these specified parties.

GRANT THORNTON LLP

Albuquerque, New Mexico
November 4, 2005

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Accountants and Business Advisors

Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance In Accordance with OMB Circular A-133

Domingo P. Martinez, CGFM, State Auditor
and the Honorable Mayor and City Council
of the City of Las Cruces

Compliance

We have audited the compliance of the City of Las Cruces (the "City") 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, 2005. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

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In our opinion, the City 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, 2005. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items FA-2005-01 and FA-2005-02.

Internal Control Over Compliance

The management of the City 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 City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the City Council, the City's management, the New Mexico State Auditor, 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.

GRANT THORNTON LLP

Albuquerque, New Mexico
November 4, 2005

City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weakness identified?	No
Reportable condition identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness identified?	No
Reportable conditions identified not considered to be a material weakness?	No
Type of auditors' 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?	Yes

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section I — Summary of Auditors' Results — continued

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
14.228	Community Development Block Grants / Entitlement Grants
14.239	Home Program
16.000	High Intensity Drug Trafficking Area
20.500 / 20.507	Federal Transportation Administration (Transit)

Dollar threshold used to distinguish between type A and type B programs:	$300,000
Auditee qualified as low-risk auditee?	No

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings

REPORTABLE CONDITION – SIGNIFICANT DEFICIENCY

FS-2005-01 **Information Technology (IT) Infrastructure**

Condition / Context

Several systemic information technology areas were identified as needing enhanced structure and resources based on inquiry and observation in relation to the City's information technology architecture profile. These areas are comprised of lack of documentation, lack of process review, lack of training and cross-training, segregation of duties and security concerns.

We noted the following deficiencies:

Lack of Documentation
Develop and Implement Plans:

- Information technology objectives and strategies are not defined or documented.
- The City has not had its information technology control environment comprehensively reviewed recently by external qualified specialists.

Lack of Documentation/Process Review
Operate Reliable Systems:

- The City has no formal business continuity or disaster recovery plan covering all critical systems, including policies and procedures for back-up and restoration although the City maintains back-ups offsite of all data to safeguard integrity and quality of the data

Lack of Documentation / Segregation of Duties
Applications:

- No documentation was retained regarding results of utility software testing performed throughout the year or implementation planning for the January 2005 Banner upgrade.
- There is no formal procedure regarding management and user approval for development and maintenance of the utility billing system.
- Adequate segregation of duties between development, test and production is not maintained as all programmers have access to both test and production environments as well as administrative access for the utility billing system.

Section II — Financial Statement Findings – continued

REPORTABLE CONDITION – SIGNIFICANT DEFICIENCY – continued

FS-2005-01 – continued

Lack of Training / Cross-Training
Training/Education:
Current information technology personnel are not cross-trained to provide seamless service to City employees.

Lack of Documentation / Security Concerns
Security-Passwords:
There is no formal procedure in place to:

- Review user profiles periodically;
- Remove the access of terminated employees from the system; and
- Ensure password confidentiality is protected, including requiring password changes periodically, and establishing minimum password length and password encryption (i.e., all programmers have administrative access rights that allow them to review the passwords of all users).
- No automatic log-off of users after a period of inactivity.

Security Concerns
Security-Firewall/Intrusion detection

- License to run the firewall update software expired 10 months ago (we could not verify whether or not updates were made since no evidence was provided).
- The City has no tool in place to monitor the firewall log, including intrusion detection, and no intrusion testing is currently being performed.

Other
Physical Access
The City's servers and mainframes are not housed in secure areas or adequately protected from environmental threats due to the fact that:

- The main door leading to the server room is not "access-controlled"; and
- The water sprinkler system has been disabled to prevent damage to servers.

Section II — Financial Statement Findings – continued

REPORTABLE CONDITION – SIGNIFICANT DEFICIENCY – continued

FS-2005-01 – continued

Criteria	Information technology (IT) and its related architecture are integral to the efficiency of the City's operations. IT internal controls are as important as the internal controls that surround the input of financial transactions into the City's general ledger and guide the process of paying an employee.
Effect	Without a strong internal control structure within the IT department, there is the potential for breach of security and data integrity (such as allowing (intentionally or unintentionally) access to "data" to which one is not authorized, etc.) as well as lack of oversight of the change management process (e.g., testing updates in test environment before putting into production environment, etc.).
Cause	The information technology department has been without a director for approximately 3 months and has been staffed at minimal required levels to meet the needs of the hundreds of City computer users. Much time is spent on issues such as forgotten passwords, hardware issues, software issues, network issues, and email among others, thereby reducing the amount of time available to ensure adequate internal controls in the information technology area.
Recommendation	The City should develop formal objectives and strategies with respect to its Information Technology department. This formalized plan should include policies regarding business continuity/disaster recovery, including procedures for back-up and restoration, training/education plans for all department personnel, documentation requirements for testing / implementing adequate segregation of duties and enhanced security relating to passwords, firewall/intrusion detection and physical access as outlined above. In addition, we recommend a review of the current IT department staffing levels in comparison to the anticipated need of the City's users and in comparison to "best practices" in order to provide the baseline for department structure and internal controls as the City begins to develop the implementation plan for MUNIS.

Section II — Financial Statement Findings – continued

REPORTABLE CONDITION – SIGNIFICANT DEFICIENCY – continued

FS-2005-01 – continued

Management Response

Although as indicated in the audit report, there is no evidence to suggest that the quality or integrity of the data in the City's computerized systems has been compromised, management recognizes the need to address the issues that have been raised. Simple steps such as securing the area housing the computer hardware will be taken immediately. Likewise, formal procedures addressing security issues with current systems will be implemented, as applicable, and documentation needs will be addressed simultaneously. Best practices will be identified and utilized with the implementation of the new ERP system that will be replacing all current systems in finance, human resources, and utility billing over the next two years. Management will also seek to identify funds within the budget to provide for review of the information technology control environment by qualified external specialists.

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-02 **Accounting and Financial Reporting Function – Compilation of Financial Statements and Comprehensive Annual Financial Report (CAFR)**

Condition / Context

Currently, the City relies heavily on its external auditors to participate in the financial reporting process by compiling the financial statements and CAFR.

Criteria

The financial statements (including disclosure and management's discussion and analysis) are management's responsibility. As the accounting and reporting standards for all organizations, including governmental entities, continue to evolve, new regulations have been implemented placing additional emphasis on independence, accountability and transparency. As discussed at a recent AICPA governmental conference, there is a renewed focus on management preparing its financial statements to ensure no impact on the independence of its external auditor.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-02 – continued

Effect	Management's responsibilities with respect to financial reporting will increase dramatically, including the time required to prepare for the external audit.
Cause	The reporting deadline has been accelerated by the City in anticipation of filing with GFOA for excellence in financial reporting, impacting the amount of time available for City resources to compile its financial statements and CAFR. In addition, the current staffing levels would not support sufficient resources to compile the financial statements and CAFR.
Recommendation	City accounting / finance department should identify transition plan to resume compiling its financial statements and CAFR. In addition, we recommend that, at a minimum, the City hire an additional certified public accountant with knowledge of governmental accounting and reporting standards to provide another experienced resource to the finance department and enhance the accounting and financial reporting function.
Management Response	City management recognizes the challenges of a changing and increasingly complex municipal accounting and reporting environment. The City has recently completed negotiation of a contract to acquire a comprehensive computer software package used in many cities for financial, human resource, and utility billing systems. As this software is implemented over the next two years, the City will assess its Accounting staffing needs, particularly in light of the possibility that the City will resume the practice of compiling its CAFR.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-03 **Accounting and Financial Reporting Function –Year-End Closing Process**

Condition / Context — The City's annual closing process takes a significant amount of time in order to prepare for its annual external audit and results in numerous adjusting journal entries to provide the external auditors with a final trial balance. In the current year, additional adjustments were identified after the final trial balance, which impacted the flow and efficiency of the external audit process.

Criteria — Some of the initial prepared-by-client schedules (PBCs) and analyses were not complete at the beginning of fieldwork and had to be reworked by City accounting staff. Additional adjustments were identified during the review of certain PBCs and financial statement footnote preparation through inquiry with accounting staff.

Effect — Additional time was spent in ensuring that PBCs were mathematically accurate and in reviewing and understanding management's adjusting journal entries along with qualitative evaluation of reasons for adjusting entries.

Cause — The reporting deadline has been accelerated by the City in anticipation of filing with GFOA for excellence in financial reporting, impacting the amount of time available for City resources to compile its financial statements and CAFR and shortening the timeline required to complete the external audit.

Recommendation — The finance department should flowchart or map its current close process and identify its "best practice" process and areas where controls can be enhanced. This gap analysis will provide at least two benefits: identifying areas where significant time is spent (e.g., capital assets, etc.) in order to determine whether the tasks can be performed throughout the year, on a quarterly basis or more frequently; and identifying the best process to serve as the baseline for the implementation of a new computer system, MUNIS.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-03 – continued

Management Response

The City also recognizes the need to review its annual closing processes in order to reduce the amount of time required to prepare a final trial balance and will work on identifying and implementing "best practices" in this area.

FS-2005-04 **Capital Asset Cycle**

Condition / Context

The City does not record all capital asset activity throughout the year, does not reconcile the capital asset detail to the general ledger on a monthly basis and currently, uses a capitalization threshold of $1,000.

Criteria

In 2002, the City implemented a new financial reporting model, as required by Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments.* Implementation of this Statement required the statement of net assets to include both noncurrent assets and noncurrent liabilities, which previously were recorded in the General Fixed Assets Account Group and General Long-Term Debt Account Group. The City worked with its previous auditor in determining capital asset valuation amounts and depreciation expense on an inception-to-date basis.

Effect

During the year-end close process, approximately half of the audit adjustments related to capital asset corrections / updates.

Cause

The City converted to capital asset software, adding time to the reconciliation process to ensure the capital asset subsidiary ledger was complete.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-04 – continued

Recommendation

We recommend that the City review the current capital asset process to identify areas where efficiencies can be implemented. For example, recording capital asset additions throughout the course of the year and begin reconciling the capital asset detail to the general ledger on a monthly basis. System limitations needs to be reviewed to ensure additional complications do not occur.

In addition, we recommend that the capital asset capitalization policy be increased to $5,000 and be formalized and that all finance personnel have knowledge of the policy.

Management Response

Management will evaluate capitalization practices in order to identify opportunities for improvement. However, a capitalization process during the year that inhibits the proper matching of budget-to-actual expenditures will not be implemented due to the priority need of maintaining control of expenditures.

Management will also evaluate the recommendation that the capitalization limit be raised to $5,000.

FS-2005-05 **Review of Vendor Data, Disbursements, Human Resources, and Payroll**

Condition / Context

The vendor masterfile is not kept current nor is there a consistent process for vendor maintenance. Personnel information also is not complete in some instances.

Criteria

There is no consistent process for vendor maintenance to ensure that vendors are set up with all required information and that inactive vendors are marked and deleted after a requisite period of time.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-05 – continued

Effect

The following items were identified during computer data acquisition and analysis:

- The vendor masterfile does not appear to be "actively-managed" (approximately 13,000 vendors, none are designated as "inactive" although many have not received payments in several years).
- The vendor masterfile includes a significant number of single-instance vendors who were paid more than once.
- In some cases, multiple vendor identification numbers are used for the same vendor.
- The vendor masterfile has numerous blanks in the "Tax ID" field, potentially affecting the City's 1099 reporting. No additional review was undertaken to determine if the business name included Incorporated, Inc., or Corporation to signify to accounts payable that a tax ID number was not required.
- Significant number of voided checks and some violations of the Prompt Payment Act.
- In some circumstances, the City received invoices for services performed before the related purchase orders were approved. No additional review was completed to determine if these items were included in the Financial Services Director violation procedures file.
- The Human Resource file is missing some information (e.g., telephone number, etc.) and in certain cases does not appear current

Cause

No consistent methodology for maintaining the vendor masterfile to include specifications for what constitutes an inactive vendor, what information is required on all records, when a vendor number is required, etc. Updates to personnel records is not current (e.g., demographic information).

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-05 – continued

Recommendation

The City should strengthen its procedures and controls surrounding the vendor masterfile maintenance process:

- Complete a gap analysis by mapping the current process and comparing to "best practices".
    - would provide the baseline for the process to automate with the implementation of MUNIS.
- All payees should have a vendor ID number and complete record.
- Investigate matches and duplicates and perform general clean-up on masterfile.
- Vendor file should be reviewed annually to determine whether vendor status is "active" or "inactive".
    - consider deleting vendors for which future payments are not anticipated.
- Understand the reasons and determine remedies to significantly reduce the number of voided checks.
- Ensure all purchase orders are approved before services are provided.
- Evaluate information in the various databases to ensure that current, accurate and complete information is included and that there is a process to provide updates timely.

We recommend the City design / implement new-hire (rehire) and termination checklists to ensure that all information required for human resources and payroll related to an employee (e.g., name, address, phone number, emergency contact, systems where employee needs access, etc.) is included in the pertinent hard-copy or electronic files.

Management Response

Management concurs with the recommendations, appreciates receiving the files generated from the auditors' computer data analysis, and will utilize that information in implementing suggestions.

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-06 **Governance**

Condition / Context — The City does not have an audit committee to provide financial oversight to the finance department. As a result, the City Council provides the overall governance for the City, including financial review and oversight, internal controls and auditors' activities (internal and external).

Criteria — The accounting industry has faced increased scrutiny over the past several years, and governmental organizations are not exempt. Even governmental organizations are beginning to feel the effects of the Sarbanes-Oxley Act of 2002 (Act).

Effect — Although the Act only governs public companies, governmental organizations are beginning to feel the effects of this new legislation. As a result, government organizations have become increasingly interested in establishing audit committees to provide oversight for financial reporting, internal controls and auditors' activities.

Cause — No Council committee relating to financial oversight has been deemed necessary in the past. With the continued growth of the City in size and programs, citizens may expect higher levels of governance over financial matters.

Recommendation — The City Council should consider establishing an audit committee that adheres to the spirit of the Act. An audit committee will provide another valuable control in today's ever-changing and complicated world of effective governance. With the establishment of an audit committee, we recommend that an audit committee charter / policy also be created in order to provide for the structure and responsibilities of the audit committee.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-06 – continued

Management Response	Management will evaluate the recommendation regarding an audit committee and consider how it might be achieved within the existing City Charter framework. Alternatives that are considered viable resulting from this evaluation will be forwarded to Council for its consideration.

FS-2005-07 **Positive-Pay System**

Condition / Context	The City did not send a list of written / issued checks to the bank at fiscal year-end as part of its positive-pay system.
Criteria	Positive pay provides the City with additional protection against fraud by providing the bank with a list of checks written / issued by the City to compare against City checks presented for payment. This fraud protection is not effective if it is not used.
Effect	Positive-pay protection over potentially fraudulent checks is minimized for outstanding checks at June 30, 2005.
Cause	Staff oversight at fiscal year-end resulted in the outstanding check list not being provided to the City's bank.
Recommendation	The City should ensure its monthly closing policies include providing the outstanding check list to the Bank to ensure that the full functionality of the positive-pay system is being utilized.
Management Response	Management agrees with the recommendation for including said procedure.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-08 **Remote Location Deposits**

Condition / Context	Remote locations throughout the City collect cash from users of various facilities. No information is provided to the City cashier's office regarding daily deposits (or at a minimum, month-end deposit information).
Criteria	City policy provides instructions for deposits to be made the following day but do not include a procedure to notify the cashier's office of the day's deposits.
Effect	Remote location deposits cannot be monitored to ensure that all deposits and supporting documentation are received timely for recording into the City's book balances and therefore, may not be included on the City's bank reconciliation for its operating account.
Cause	A notification procedure is not included in the City's current policies on remote location deposits.
Recommendation	Each remote location should send a daily email to the cashier's office supervisor, outlining the day's cash receipts to be deposited the following day. This notification procedure would provide management with the ability to track deposits more timely and ensure that the month-end bank reconciliation includes these deposits-in-transit.
Management Response	Management agrees with the recommendation for including said procedure.

FS-2005-09 **Escheatment Policy**

Condition / Context	The City does not have an escheatment policy to properly handle State-defined abandoned assets. Currently, the City reviews its stale-dated checks on an annual basis.
Criteria	New Mexico statute 7-8A, Uniform Unclaimed Property Act, outlines the criteria for remitting abandoned property (e.g., vendor checks, payroll checks, property, etc.) to the State.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-09 – continued

Effect	Unclaimed property is not removed from the City's books in a timely manner in accordance with New Mexico statute.
Cause	Not having an escheatment policy was not considered a high-risk area.
Recommendation	The City should design and implement an escheatment policy that reflects the key criteria within 7-8A NMSA 1978.
Management Response	Management agrees with the recommendation to design and implement an escheatment policy.

FS-2005-10 Utility Accounts Receivable

Condition / Context	Utility accounts receivable include unanalyzed credit balances in the amount of $50,000 (total utility accounts receivable balance is approximately $5,000,000).
Criteria	No specific policy in the accounts receivable process includes analyzing credit balances.
Effect	Credit balances can be an indicator of misposting of accounts receivable payments or other matters.
Cause	Credit balances are not material so no specific analysis completed.
Recommendation	The City should review its accounts receivable process to determine the source of the credit balances and identify a way to ensure that refunds, if appropriate, are returned to customers in a timely manner.
Management Response	Credit balances on utility accounts can occur due to overpayment or application of a deposit to an account. Management will review procedures to identify material balances in order to ensure timely refunds when appropriate.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-11 **Revenue Cycle**

Condition / Context	Revenue accounts are not presented at gross amounts but are presented net of related administrative fees.
Criteria	In accordance with generally accepted accounting principles, including guidance in EITF 00-10, revenue should be recorded and presented at gross amounts.
Effect	Although amount is immaterial, recording of various revenue accounts is not consistent and comparable (e.g., gross receipts recorded at gross while property taxes recorded at net).
Cause	Frequency of administrative fees on property tax revenues resulted in recording amounts against revenues.
Recommendation	All revenue accounts should be presented on a gross basis with the respective administrative fee included in the appropriate expenditure account, which provides a consistent presentation for all City revenues.
Management Response	Management will change the receipting of property taxes to match the process used for gross receipts tax in which the tax revenue is recorded at gross instead of net, and the administrative collection fee (assessed by the County in the case of property taxes) is charged to an expenditure account.

FS-2005-12 **No Required Annual Leave**

Condition / Context	The City does not have a policy that requires annual leave in certain sensitive, administrative or director-level positions.
Criteria	City policy provides its employees with a maximum level of annual leave that can be accrued before loss of annual leave hours occurs. This City policy does not require annual leave for certain positions (e.g., treasury, finance, disbursements, etc.).
Effect	Providing adequate checks and balances assists management in its structure of effective internal controls to ensure that fraudulent activities may be detected sooner or prevented.

Section II — Financial Statement Findings – continued

OTHER MATTERS – ADVISORY COMMENTS

FS-2005-12 – continued

Cause	City policy outlining maximum annual leave accrual was considered enough incentive for employees to take annual leave.
Recommendation	The City should review its annual leave policy and determine whether requiring annual leave of certain positions would be beneficial in its balance of internal controls and employee welfare.
Management Response	Although current incumbents in the sensitive positions mentioned have been taking annual leave, management will evaluate and consider recommending a change in the personnel manual that requires leave of certain positions in order to enhance the balance of internal control and employee welfare.

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section III — Federal Award Findings and Questioned Costs

FA 2005-01 — Subrecipient Monitoring; Activities Allowed or Unallowed; Eligibility

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Federal program information:

Funding agency:	Department of Housing and Urban Development
Title:	Home
CFDA Number:	14.239
Award number:	M-01-MC-35-0222; M-02-MC-35-0222; M-03-MC-35-0222; M-04-MC-35-0222
Award year:	07/01/2004 to 06/30/2005

Criteria: Before disbursing any Home funds to a subrecipient, the recipient shall sign a written agreement with the subrecipient. The agreement shall include provisions concerning: the statement of work, records and reports, program income and uniform administrative requirements.

Condition: The City has such written agreements with all of its subrecipients; however, no follow-up monitoring was completed to ensure that all aspects of the agreement are in accordance with the laws and regulations surrounding the CDBG program.

Questioned Costs: None.

Context: Program subrecipients were not monitored during the current fiscal year.

Cause: Time and staffing constraints prevented the City from being able to adequately perform subrecipient monitoring during the grant year.

Effect: The CDBG program is not in compliance with this subrecipient monitoring compliance requirement; however, no funds were distributed to subrecipients for the current grant year.

Auditors' Recommendations:

Increase staffing in order to ensure that no constraints prevent adequate subrecipient monitoring.

Management's Response:

The program hired a new staff member during October 2005. This staff member's primary responsibility is to ensure that the program is in compliance with all subrecipient monitoring requirements.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section III — Federal Award Findings and Questioned Costs

FA-2005-02 — Subrecipient Monitoring; Activities Allowed or Unallowed; Eligibility

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Federal program information:

Funding agency:	Department of Housing and Urban Development
Title:	Community Development Block Grant (CDBG)
CFDA Number:	14.228
Award number:	B-04-MC-35-0002
Award year:	07/01/04 – 06/30/05

Criteria: Before disbursing any CDBG funds to a subrecipient, the recipient shall sign a written agreement with the subrecipient. The agreement shall include provisions concerning: the statement of work, records and reports, program income and uniform administrative requirements.

Condition: The City has such written agreements with all of its subrecipients; however, no follow-up monitoring was completed to ensure that all aspects of the agreement are in accordance with the laws and regulations surrounding the CDBG program.

Questioned Costs: None.

Context: Program subrecipients were not monitored during the current fiscal year.

Cause: Time and staffing constraints prevented the City from being able to adequately perform subrecipient monitoring during the grant year.

Effect: The CDBG program is not in compliance with this subrecipient monitoring compliance requirement.

Auditors' Recommendations:

Increase staffing in order to ensure that no constraints prevent adequate subrecipient monitoring.

Management's Response:

The program hired a new staff member during October 2005. This staff member's primary responsibility is to ensure that the program is in compliance with all subrecipient monitoring requirements.

City of Las Cruces
Schedule of State Auditor Rule Findings
For the Year Ended June 30, 2005

The following finding is reported in accordance with New Mexico State Auditor Rule 2 NMAC 2.2, *Requirements for Contracting and Conducting Audits of Agencies.*

SA 2005-01—Actual Expenditures Exceeded Budgeted Expenditures

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Criteria: State regulation 2.2.2.10.Q NMAC requires that if actual expenditures exceed budgeted expenditures within a category it must be reported as a finding.

Condition: Several funds for the City over-expended budgeted amounts as noted in Note 12 as follows:

Fund	Total Budgeted Expenditures	Actual Expenditures	Amount Over-Expended
Court Awarded	$ 11,381	$ 11,836	$ (455)
Public Safety Gross Receipts Tax	$ 2,320,949	$ 2,514,647	$ (193,698)
Older Americans Act Programs	$ 1,447,964	$ 1,455,790	$ (7,826)
Alternative Fuel Station	$ -	$ 25,929	$ (25,929)
Debt Service	$ 5,876,490	$ 13,914,991	$ (8,038,501)

Context: Five funds over-expended budgeted amounts (including the debt service fund).

Cause and Effect: Inadequate monitoring of budgeted expenditures in the adopted budget resulted in several funds over-expended with budgeted amounts.

Auditors' Recommendations: Monitor budget overruns and investigate unfavorable variances to ensure that program directors are spending according to the adopted budget.

Management's Response: Management will continue to enhance monitoring procedures to identify budget overruns more timely and investigate unfavorable variances.

City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2005

Prior Audit Findings	Current Status
FA 04-1 -- Special Tests and Provisions— Form I-9	Corrective action taken; resolved.
FA 04-2 -- Special Tests and Provisions— Overtime Pay	Corrective action taken; resolved.
SA 04-1 Actual Expenditures Exceeded Budgeted Expenditures	Repeat finding; see SA 2005-01

City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2005

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FA 2005-01 Subrecipient Monitoring; Activities Allowed or Unallowed; Eligibility	The program hired a new staff member during October 2005. This staff member's primary responsibility is to ensure that the program is in compliance with all subrecipient monitoring requirements.	Home Program Director	June 30, 2006
FA 2005-02 Subrecipient Monitoring; Activities Allowed or Unallowed; Eligibility	The program hired a new staff member during October 2005. This staff member's primary responsibility is to ensure that the program is in compliance with all subrecipient monitoring requirements.	CDBG Program Director	June 30, 2006
SA 2005-01 Actual Expenditures - Exceeded Budgeted Expenditures	Management will continue to enhance monitoring procedures to identify budget overruns more timely and investigate unfavorable variances.	Budget Manager	June 30, 2006
FS 2005 -01	Although as indicated in the audit report, there is no evidence to suggest that the quality or integrity of the data in the City's computerized systems has been compromised, management recognizes the need to address the issues that have been raised. Simple steps such as securing the area housing the computer hardware will be taken immediately. Likewise, formal procedures addressing security issues with current systems will be implemented, as applicable, and documentation needs will be addressed simultaneously. Best practices will be identified and utilized with the implementation of the new ERP system that will be replacing all current systems in finance, human resources, and utility billing over the next two years. Management will also seek to identify funds within the budget to provide for review of the information technology control environment by qualified external specialists.	Information Technology Director	June 30, 2006

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FS 2005-02	City management recognizes the challenges of a changing and increasingly complex municipal accounting and reporting environment. The City has recently completed negotiation of a contract to acquire a comprehensive computer software package used in many cities for financial, human resource, and utility billing systems. As this software is implemented over the next two years, the City will assess its Accounting staffing needs, particularly in light of the possibility that the City will resume the practice of compiling its CAFR.	Financial Services Director	June 30, 2006
FS 2005-03	The City also recognizes the need to review its annual closing processes in order to reduce the amount of time required to prepare a final trial balance and will work on identifying and implementing "best practices" in this area.	Financial Services Director / Accounting Manager	June 30, 2006
FS 2005-04	Management will evaluate capitalization practices in order to identify opportunities for improvement. However, a capitalization process during the year that inhibits the proper matching of budget-to-actual expenditures will not be implemented due to the priority need of maintaining control of expenditures. Management will also evaluate the recommendation that the capitalization limit be raised to $5,000.	Financial Services Director	June 30, 2006
FS 2005-05	Management concurs with the recommendations, appreciates receiving the files generated from the auditors' computer data analysis, and will utilize that information in implementing suggestions.	Financial Services Director	June 30, 2006
FS 2005-06	Management will evaluate the recommendation regarding an audit committee and consider how it might be achieved within the existing City Charter framework. Alternatives that are considered viable resulting from this evaluation will be forwarded to Council for its consideration.	City Manager	June 30, 2006

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FS 2005-07	Management agrees with the recommendation for including said procedure.	Treasurer	June 30, 2006
FS 2005-08	Management agrees with the recommendation for including said procedure.	Treasurer	June 30, 2006
FS 2005-09	Management agrees with the recommendation to design and implement an escheatment policy.	Treasurer	June 30, 2006
FS 2005-10	Credit balances on utility accounts can occur due to overpayment or application of a deposit to an account. Management will review procedures to identify material balances in order to ensure timely refunds when appropriate.	Accounting Manager	June 30, 2006
FS 2005-11	Management will change the receipting of property taxes to match the process used for gross receipts tax in which the tax revenue is recorded at gross instead of net, and the administrative collection fee (assessed by the County in the case of property taxes) is charged to an expenditure account.	Accounting Manager	June 30, 2006
FS 2005-12	Although current incumbents in the sensitive positions mentioned have been taking annual leave, management will evaluate and consider recommending a change in the personnel manual that requires leave of certain positions in order to enhance the balance of internal control and employee welfare.	Human Resources Director	June 30, 2006

City of Las Cruces

Other Disclosures
For the Year Ended June 30, 2005

Exit Conference

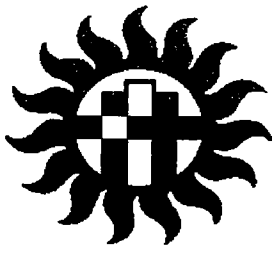
An exit conference was conducted on November 14, 2005, in a closed meeting of the City Council pursuant to *Section 12-6-5 NMSA, 1978* with the following individuals in attendance:

City of Las Cruces	
Terrence Moore	City Manager
Maryann Ustick	Assistant City Manager
Dolores Archuleta	Mayor Pro-Tem
Steven C. Trowbridge	Councilor
Ken Miyagishima	Councilor
Wesley E. Strain	Councilor
Jose V. Frietze	Councilor
Dolores Connor	Councilor
Mark D. Sutter, CPA, Ph.D.	Financial Services Director
Robert Romano, CPA	Treasurer
Pat Degman, CGFM	Accounting Manager
Patrick Hale	Information Technology Director
Audrey Evans	Internal Auditor

GRANT THORNTON LLP	
Ben Kohnle, CPA	Partner
Stella Saindon, CPA	Senior Manager

Financial Statement Preparation

The City's independent public accountants prepared the accompanying financial statements; however, the City is responsible for the financial statement content.



City of Las Cruces

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2005

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Contract/Grant or State Number	Grant Period	Program or Award Amount	Federal Expenditures
U.S. Department of Housing and Urban Development					
Direct Programs					
Section 8 New Construction	14.182	NM02-0002-004	7/1/04 - 6/30/05	$ 394,654	$ 394,654
Public Housing Operating Subsidy	14.850	NM003-001-03J	7/1/04 - 6/30/05	374,753	374,753
Section 8 Rental Voucher Program	14.871	NM003V0 / FW5347V	7/1/04 - 6/30/05	3,556,265	3,568,190
Public Housing Capital Funds	14.872	NM02P003501-02	7/1/02 - 7/1/05	551,424	46,908
		NM02P003501-03	9/27/03 - 9/16/07	453,704	112,326
		NM02P003502-03	9/03/04 - 9/03/08	90,421	72,139
		NM02P003501-04	9/14/04 - 9/14/08	469,251	221,663
Total Direct Programs					4,790,633
Total U.S. Department of Housing and Urban Development					4,790,633
Total expenditures of federal awards					$ 4,790,633

City of Las Cruces

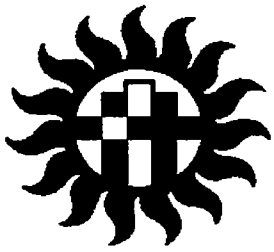
Housing Authority of the City of Las Cruces
Notes to Schedule of Expenditures of State and Federal Awards
June 30, 2005

1) General

The accompanying schedule of expenditures of federal awards presents expenditures of all federal awards of the Housing Authority of the City of Las Cruces, New Mexico, (the "Housing Authority"), including federal awards passed through other organizations. The Housing Authority's reporting entity is defined in Note 1 to the Housing Authority's financial statements.

2) Basis of Presentation

The accompanying schedule of expenditures of state and federal awards includes the state and federal grant activity of the Housing Authority and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.



City of Las Cruces

Independent Auditor's 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*

Domingo P. Martinez, CGFM,
New Mexico State Auditor,
The Board of Commissioners of the Housing
Authority of the City of Las Cruces
and the
Honorable Mayor and City Council of
the City of Las Cruces

We have audited the basic financial statements of the Housing Authority of the City of Las Cruces, New Mexico (the Housing Authority), as of and for the year ended June 30, 2005, and have issued our report thereon dated November 4, 2005. 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 Housing Authority's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing Authority's basic 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* in the accompanying schedule of findings and questioned costs as items FS-2005-01 through FS-2005-10.

This report is intended solely for the information and use of the Board of Commissioners, the Housing Authority's management, the Mayor, the City Council, and the New Mexico State Auditor, and is not intended to be and should not be used by anyone other than these specified parties.

GRANT THORNTON LLP

Albuquerque, New Mexico
November 4, 2005

Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program and on Internal Control Over Compliance In Accordance with OMB Circular A-133

Domingo P. Martinez, CGFM,
State Auditor, The Board of
Commissioners of the Housing
Authority of the City of Las Cruces
and the
Honorable Mayor and City Council
of the City of Las Cruces

Compliance

We have audited the compliance of the Housing Authority of the City of Las Cruces (the "Housing Authority") 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, 2005. The Housing Authority'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 Housing Authority's management. Our responsibility is to express an opinion on the Housing Authority's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Housing Authority'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 of the Housing Authority's compliance with those requirements.

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In our opinion, the Housing Authority 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, 2005. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items FA-2005-01 and FA-2005-02.

Internal Control Over Compliance

The management of the Housing Authority 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 Housing Authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the Board of Commissioners, the Housing Authority's management, the City Council, the City's management, the New Mexico State Auditor, 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.

GRANT THORNTON LLP

Albuquerque, New Mexico
November 4, 2005

City of Las Cruces

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2005

Section I — Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	No
Reportable conditions identified not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Reportable conditions identified not considered to be material weaknesses?	No
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?	Yes

City of Las Cruces

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section I — Summary of Auditor's Results — continued

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
14.182	Section 8 New Construction and Substantial Rehabilitation
14.871	Section 8 Rental Voucher Program
14.872	Public Housing Capital Funds
14.850	Public Housing Operating Subsidy

Dollar threshold used to distinguish between type A and type B programs:	$300,000
Auditee qualified as low-risk auditee?	No

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings

FS-2005-01 **Information Technology**

Condition / Context — Our overall review of the information technology environment at the Housing Authority revealed possible exposure to external risks. For example, tape backups are maintained on-site; the effectiveness of the risk assessment process is not evaluated; the Housing Authority does not have a documented disaster recovery or business continuity plan; systems are not programmed to lock users out after a certain number of unauthorized log-ins or periods of inactivity; and the server is not in a secure area or protected from environmental threats.

Criteria — Information technology (IT) and its related architecture are integral to the efficiency of the Housing Authority's operations. IT internal controls are as important as the internal controls that surround the input of financial transactions into the City's general ledger and guide the process of paying an employee.

Effect — Without strong internal controls within the IT infrastructure, there is the potential for breach of security and data integrity (such as allowing (intentionally or unintentionally) access to "data" to which one is not authorized, etc.) as well as lack of oversight of the change management process (e.g., testing updates in test environment before putting into production environment, etc.).

Cause — The Housing Authority has a simple information technology infrastructure and no dedicated IT personnel other than the Executive Director. The Housing Authority uses a contractor for basic maintenance and upgrade of the information system.

Recommendation — The Housing Authority should evaluate the current information technology environment and determine what preventive steps can be implemented to provide additional system security (e.g., server being protected from environmental threats, user lock outs, etc.). The Housing Authority should develop formal objectives in relation to its IT systems through formal documentation. This formalized plan should include policies regarding business continuity/disaster recovery, including procedures for back-up and restoration, training/education plans for all department personnel, documentation requirements for testing / implementing adequate segregation of duties and enhanced security relating to passwords, firewall/intrusion detection and physical access as outlined above.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-01 **Information Technology – continued**

Management Response

The Housing Authority recognizes this as a management recommendation. Although no violations (data loss, security breaches, etc.) occurred during the year being audited we will evaluate our IT system for weaknesses. After evaluation, a determination will be made whether to implement changes to the system.

FS-2005-02 **Accounting and Financial Reporting Function – Preparation of Financial Statements**

Condition / Context

Currently, the Housing Authority relies heavily on its external auditors to participate in the financial reporting process by preparing the financial statements.

Criteria

The financial statements (including disclosure and management's discussion and analysis) are management's responsibility. As the accounting and reporting standards for all organizations, including governmental entities, continue to evolve, new regulations have been implemented placing additional emphasis on independence, accountability and transparency. As discussed at a recent AICPA governmental conference, there is a renewed focus on management preparing its financial statements to ensure no impact on the independence of its external auditor.

Effect

Management's responsibilities with respect to financial reporting will increase dramatically, including the time required to prepare for the external audit.

Cause

Current staffing levels do not provide sufficient resources to prepare the Housing Authority's financial statements.

Recommendation

The Housing Authority management team should identify a transition plan to prepare its financial statements. The plan could include hiring an additional resource (at a minimum, a certified public accountant with knowledge of governmental accounting and reporting standards) or outsourcing the financial reporting function.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-02 **Accounting and Financial Reporting Function – Preparation of Financial Statements – continued**

Management Response

The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for preparing our own financial statements and any resulting changes in staffing. After evaluating the recommendation, the Housing Authority will make a determination whether to implement the recommendation.

FS-2005-03 **Capital Assets**

Condition

The Housing Authority did not provide an accurate capital asset rollforward at the beginning of fieldwork, and it current capitalization threshold is $1,000.

Criteria

In 2002, the Housing Authority implemented a new financial reporting model, as required by Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. Implementation of this Statement required the statement of net assets to include both noncurrent assets and noncurrent liabilities, which previously were recorded in the General Fixed Assets Account Group and General Long-Term Debt Account Group.

Effect

Capitalization corrections made during the year by the Housing Authority resulted in an inaccurate capital asset rollforward. Additional time was spent in the area of capital assets as a result of the inaccurate capital asset schedule.

Cause

The Housing Authority changed its capitalization policy mid-year, which required evaluation of capitalizable versus non-capitalizable capital assets already included on capital asset subsidiary ledger.

Recommendation

Corrections to general ledger accounts should include client memo outlining the matter and process to correct / change in order to provide an audit trail for year-end questions and evaluation by the external auditors or regulators.

In addition, we recommend that the capital asset capitalization policy be increased to $5,000 and be formalized. Current tracking procedures would not be impacted by the change in capitalization threshold.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-03 **Capital Assets – continued**

Management Response

The Housing Authority accepts the recommendations of the external auditor. Capital assets entries will contain more detailed descriptions to ensure adequate audit trail. Management is satisfied with its current capitalization threshold, which is $2,500, not $1,000 as stated above.

FS-2005-04 **Governance**

Condition / Context

The Housing Authority does not have an audit committee to provide financial oversight to the finance department. As a result, the Board of Commissioners provides the overall governance for the Housing Authority, including financial review and oversight, internal controls and auditors' activities (internal and external).

Criteria

The accounting industry has faced increased scrutiny over the past several years, and governmental organizations are not exempt. Even governmental organizations are beginning to feel the effects of the Sarbanes-Oxley Act of 2002 (Act). In addition, a key element in the governance process of any organization is its audit committee. The key to ensuring financial statement integrity and reliability is to balance the pressures of multiple stakeholders, including management, regulators, and the public interest.

Effect

Although the Act only governs public companies, governmental organizations are beginning to feel the effects of this new legislation. As a result, government organizations have become increasingly interested in establishing audit committees to provide oversight for financial reporting, internal controls and auditors' activities.

Cause

No Board of Commissioners committee relating to financial oversight has been deemed necessary in the past. With the continued growth of the Housing Authority in size and number of programs, citizens may expect higher levels of governance over financial matters.

Recommendation

The Board of Commissioners should consider establishing an audit committee that adheres to the spirit of the Act. An audit committee will provide another valuable control in today's ever-changing and complicated world of effective governance. With the establishment of an audit committee, we recommend that an audit committee charter / policy also be created in order to provide for the structure and responsibilities of the audit committee.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-04 **Governance – continued**

Management Response

The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing an audit committee in the event the Sarbanes-Oxley Act is amended to include governmental agencies or if it is in the best interest of the Housing Authority to do so.

FS-2005-05 **Internal Audit**

Condition / Context

The Housing Authority does not have an internal audit function.

Criteria

Continuous process improvement provides opportunities to evaluate current processes and identify gaps in relation to best practices. Internal auditors provide another set of "eyes" on an organization's processes to determine efficiency and effectiveness along with ensuring internal controls are documented and appropriate.

Effect

There is no periodic, independent review of the Housing Authority's key processes (e.g., financial reporting, grant revenue, expenditures, etc.) to ensure processes are efficient and effective and contain the appropriate mix of internal controls (both preventive and detective).

Cause

The current size of the Housing Authority has not warranted permanent internal audit function.

Recommendation

The Housing Authority should consider using an outsourced internal audit service firm to periodically assess its key / critical processes (e.g., grant revenue, tenant revenue, disbursements / expenditures, financial reporting, etc.) throughout the year.

Management Response

The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing an internal audit function. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-06 **Escheatment Policy**

Condition / Context	The Housing Authority does not have an escheatment policy to properly handle State-defined abandoned assets. Currently, the Housing Authority does not review outstanding checks for stale-dated items.
Criteria	New Mexico statute 7-8A, Uniform Unclaimed Property Act, outlines the criteria for remitting abandoned property (e.g., vendor checks, payroll checks, property, etc.) to the State.
Effect	Unclaimed property is not removed from the Housing Authority's books in a timely manner in accordance with New Mexico statute.
Cause	Not having an escheatment policy was not considered a high-risk area.
Recommendation	The Housing Authority should design and implement an escheatment policy that reflects the key criteria within 7-8A NMSA 1978.
Management Response	The Housing Authority partially disagrees with the recommendation of the external auditor. Our Section 8 Voucher program's Housing Assistance Payments (HAP) expenditures are funded by the Department of Housing and Urban Development based on our reported expenditures. By voiding these outstanding checks, we will be effecting a repayment to the federal government of the overstated HAP expense. As for non-HAP-related outstanding checks, the housing authority will evaluate implementing an escheatment policy.

FS-2005-07 **No Required Annual Leave or Periodic Rotation of Duties**

Condition / Context	The Housing Authority does not have a policy that requires annual leave or periodic rotation of duties.
Criteria	Providing adequate checks and balances assists management in its structure of effective internal controls to ensure that fraudulent activities may be detected sooner or prevented. Required vacation and rotation of duties may deter employees from engaging in questionable activities.
Effect	Housing Authority policy provides its employees with a maximum level of annual leave that can be accrued before loss of annual leave hours occurs; however, no specific policy exists to ensure that employees take vacation annually or rotate job duties in sensitive positions. Mandatory vacation and periodic rotation of duties provides a barrier to overcome in instances where fraudulent activity could occur.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-07 **No Required Annual Leave or Periodic Rotation of Duties – continued**

Cause	Housing Authority policy outlining maximum annual leave accrual was considered enough incentive for employees to take annual leave.
Recommendation	The Housing Authority should review its annual leave policy and determine whether requiring annual leave of certain positions would be beneficial in its balance of internal controls and employee welfare.
Management Response	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing an required annual leave policy. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.

FS-2005-08 **Anonymous Notification Process for Employees**

Condition / Context	The Housing Authority does not have a process in place to receive and evaluate employee concerns regarding questionable accounting or operational practices.
Criteria	An anonymous submission process to receive and evaluate employee concerns may enhance communication of inappropriate activity without fear of retribution or retaliation.
Effect	Employees may not bring certain activities to the attention of management for consideration.
Cause	The size of the Housing Authority has allowed for open communication.
Recommendation	An anonymous submission process to receive and evaluate employee concerns regarding operational or financial practices should be designed and implemented.
Management Response	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing a process for anonymous submission of employee concerns. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-09 **Formalize Tenant Notification Process**

Condition / Context — The Housing Authority currently receives calls from tenants and other third parties regarding potential violations or other matters of the Housing Authority's tenants. However, not all calls are logged and monitored.

Criteria — Tracking tenant or third-party complaints may provide management with information more timely of violations or identify patterns in its rental units / sites.

Effect — More timely information may provide the program directors with the ability to resolve the violation or other matter more timely and with less cost. In addition, if certain rental sites are continuously on the "radar screen," management can allocate additional resources or educational opportunities for its tenants.

Cause — The volume of calls has not warranted a formalized system to track and monitor complaints.

Recommendation — The current tenant / third-party complaint process should be enhanced, formalized and distributed to all employees to ensure that complaints receive consistent treatment and data is available for monitoring purposes.

Management Response — The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing a process for anonymous submission of tenant and third party concerns. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.

FS-2005-10 **Effective Internal Controls Structure**

Condition / Context — The Housing Authority's internal control structure currently has strong detective controls to identify variances or errors after-the-fact but does not have enough preventive controls to mitigate the occurrence of this type of event before it happens (e.g., edit limits, approvals, etc.).

Criteria — A strong internal control environment provides for a mix or balance of preventive and detective controls in the key areas of foundational, operational and monitoring. A good balance of internal controls mitigates the risk that an error could occur and not be prevented or detected timely.

Effect — Time on control activities is spent after-the-fact, resulting in potentially untimely detection of fraud or error.

City of Las Cruces

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section II — Financial Statement Findings – continued

FS-2005-10 **Effective Internal Controls Structure – continued**

Cause

Identifying where preventive controls should be or can be most effective in a process is a difficult task when being designed by the individual completing the process. This is an area where an internal audit function could provide assistance and structure to the Housing Authority.

Recommendation

Critical processes should be flowcharted or mapped, identifying when the transaction begins and ends and identifying what tasks are performed and by whom. This type of analysis can provide information regarding gaps in the process or areas where the data / item is being touched too many times. Once the gap analysis is complete, internal controls can be designed to ensure that there is a balance of foundational, operational and monitoring controls that focus on preventive and detective controls.

Management Response

The Housing Authority does have an internal control system in place that apparently prevented any substantive, negative occurrence from taking place during the fiscal year being audited. Our internal controls procedure manual is periodically reviewed and modified as part of an ongoing evaluation of internal controls. Therefore, we recognize this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the internal control process. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.

City of Las Cruces

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section III — Federal Award Findings and Questioned Costs

FA-2005-01 Special Tests and Provisions – Housing Assistance Payments

Funding agency:	Department of Housing and Urban Development
Title:	Section 8 Rental Voucher Program
CFDA Number:	14.871
Award number:	NM003V0
Award period:	7/1/04 – 6/30/05

Criteria: As a condition of admission or continued occupancy, the Housing Authority must perform annual re-inspections of family income and composition and adjust the total rent payment and housing assistance payment as necessary (245 CFR sections 5.617, 880.603, 881,601, 882.515, 884.218, 886.124 and 886.324). The Housing Authority must determine reasonable rent during the term of the contract: (a) before any increase in the rent to owner; and (b) at the HAP contract anniversary if there is a five percent decrease in the published Fair Market Rent (FMR) in effect 60 days before the HAP contract anniversary. The Housing Authority must maintain records to document the basis for the determination that rent to owner is a reasonable rent (initially and during the term of the HAP contract) (24 CFR sections 982.4, 982.54(d)(15), 982.158(f)(7), and 982.507)

Condition: One out of the twenty files tested for the Section 8 Rental Voucher Program documented a housing assistance payment that differed from that actually paid to the associated landlord. One out of the twenty files tested did not contain a rent reasonableness review.

Questioned Costs: None.

Cause and Effect: Annual re-examinations and the information obtained therewith enable calculation of appropriate housing assistance payments and determination of reasonable rents. Lack of compliance with the requirements stipulated by the Department of Housing and Urban Development may effect the Housing Authority's future grant funding.

Auditors' Recommendations: Program personnel should periodically review the housing assistance payment check register against the payments made to landlords to ensure accuracy.

Management's Response: The Housing Authority accepts this finding. Program personnel will periodically review the housing assistance payment check register against the payments made to landlords to ensure accuracy.

City of Las Cruces

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2005

Section III — Federal Award Findings and Questioned Costs

FA-2005-02 Special Tests and Provisions – Wait List Administration

Federal program information:

Funding agency:	Department of Housing and Urban Development
Title:	Section 8 Rental Voucher Program
CFDA Number:	14.871
Award number:	NM02-0002-004; NM003VO
Award period:	7/1/04 – 6/30/05

Criteria: The Housing Authority must have written policies in its administrative plan for selecting applicants from the waiting list and documentation must show that the housing authority follows these policies when selecting applicants for admission from the waiting list. All families admitted to the program must be selected from the waiting list. Selection from the waiting list generally occurs when the housing authority notifies a family whose name reaches the top of the waiting list to come in to verify eligibility for admission (24 CFR sections 5.410, 982.54(d) and 982.201 through 982.207)

Condition: One out of the twenty newly housed participants tested for selection from the waiting list was given an unsupported weight (2 – Disability) and the date and time per the original application did not agree to that documented on the waiting list.

Questioned Costs: None.

Cause and Effect: Incorrect and unsupported information on the waiting list may result in incorrect selection of participants from the waiting list. Lack of compliance with the requirements stipulated by the Department of Housing and Urban Development may effect the Housing Authority's future grant funding

Auditors' Recommendations: The Section 8 Rental Voucher program waiting list should be reviewed periodically in conjunction with tenant applications to ensure appropriate weighting and time and date information is documented. Periodic review will ensure prospective tenants are removed from the waiting list and invited into the program in order of application and in accordance with weighting process.

Management's Response: The Housing Authority agrees with this response. To insure that no errors will occur in the admission process, the Housing Manager and/or the Rental Assistance Specialist will review the file from the Admission Section before issuing out a voucher to a new participant to insure income guidelines are met along with the documentation for any preference that is given to the participant.

City of Las Cruces
Housing Authority of the City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2005

Prior Audit Findings	Current Status
Financial Statement Findings	
FS 04-1, Segregation of Duties – Management-Level Review	Resolved.
Federal Awards Findings – All Major Programs	
FA 04-1 Section 8 New Construction (14.182) and Public Housing (14.850), Eligibility – Documentation of admission and annual re-examinations	Resolved.

City of Las Cruces
Housing Authority of the City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2005

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
Financial Statement			
FS-2005-01 **Information Technology**	The Housing Authority recognizes this as a management recommendation. Although no violations (data loss, security breaches, etc.) occurred during the year being audited we will evaluate our IT system for weaknesses. After evaluation, a determination will be made whether to implement changes to the system.	Thomas Hassell	June 30, 2006
FS-2005-02 **Accounting and Financial Reporting Function – Preparation of Financial Statements**	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for preparing our own financial statements and any resulting changes in staffing. After evaluating the recommendation, the Housing Authority will make a determination whether to implement the recommendation.	Thomas Hassell	June 30, 2006
FS-2005-03 **Capital Assets**	The Housing Authority accepts the recommendations of the external auditor. Capital assets entries will contain more detailed descriptions to ensure adequate audit trail. Management is satisfied with its current capitalization threshold, which is $2,500, not $1,000 as stated above.	Sharon Hansen	June 30, 2005
FS-2005-04 **Governance**	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing an audit committee in the event the Sarbanes-Oxley Act is amended to include governmental agencies or if it is in the best interest of the Housing Authority to do so.	Thomas Hassell	June 30, 2006

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FS-2005-05 **Internal Audit**	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing an internal audit function. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.	Thomas Hassell	June 30, 2006
FS-2005-06 **Escheatment Policy**	The Housing Authority partially disagrees with the recommendation of the external auditor. Our Section 8 Voucher program's Housing Assistance Payments (HAP) expenditures are funded by the Department of Housing and Urban Development based on our reported expenditures. By voiding these outstanding checks, we will be effecting a repayment to the federal government of the overstated HAP expense. As for non-HAP-related outstanding checks, the housing authority will evaluate implementing an escheatment policy.	Sharon Hansen	June 30, 2006
FS-2005-07 **No Required Annual Leave or Periodic Rotation of Duties**	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing an required annual leave policy. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.	Thomas Hassell	June 30, 2006
FS-2005-08 **Anonymous Notification Process for Employees**	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing a process for anonymous submission of employee concerns. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.	Thomas Hassell	June 30, 2006

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FS-2005-09 **Formalize Tenant Notification Process**	The Housing Authority recognizes this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the need for establishing a process for anonymous submission of tenant and third party concerns. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.	Thomas Hassell	June 30, 2006
FS-2005-10 **Effective Internal Controls Structure**	The Housing Authority does have an internal control system in place that apparently prevented any substantive, negative occurrence from taking place during the fiscal year being audited. Our internal controls procedure manual is periodically reviewed and modified as part of an ongoing evaluation of internal controls. Therefore, we recognize this as a management recommendation. Although there were no violations or problems associated with this finding during the fiscal year being audited, the Housing Authority will evaluate the internal control process. After evaluation a determination will be made whether it is in the best interest of the Housing Authority to implement the recommendation.	Thomas Hassell	June 30, 2006
Federal Awards			
FA-2005-01 **Special Tests and Provisions – Housing Assistance Payments**	The Housing Authority accepts this finding. Program personnel will periodically review the housing assistance payment check register against the payments made to landlords to ensure accuracy.	Ruben Trujillo	June 30, 2005
FA-2005-02 **Special Tests and Provisions – Wait List Administration**	The Housing Authority agrees with this response. To insure that no errors will occur in the admission process the Housing Manager and/or the Rental Assistance Specialist will review the file from the Admission Section before issuing out a voucher to a new participant to insure income guidelines are met along with the documentation for any preference that is given to the participant.	Ruben Trujillo	June 30, 2005

City of Las Cruces
Housing Authority of the City of Las Cruces
Other Disclosures
For the Year Ended June 30, 2005

Exit Conference

An exit conference was held on November 15, 2005, which was attended by the following:

Board Member

Tony Chavez	Board Chairman
Winifred Y. Jacobs	Vice Chair, Commissioner
Christina Little	Commissioner
Becky Woolsey	Commissioner
Peggy Shin	Commissioner

Housing Authority Administration

Thomas G. Hassell	Executive Director
Sharon Hansen	Accountant
Robbie R. Levey	Deputy Director
Ruben F. Trujillo	Housing Manager
Will A. Manning	Modernization/Maintenance Manager
Andrew Holguin	Homeownership Manager

Grant Thornton LLP

Stella Saindon	Senior Manager

Preparation of Financial Statements

These financial statements were compiled by the Housing Authority's independent auditors.

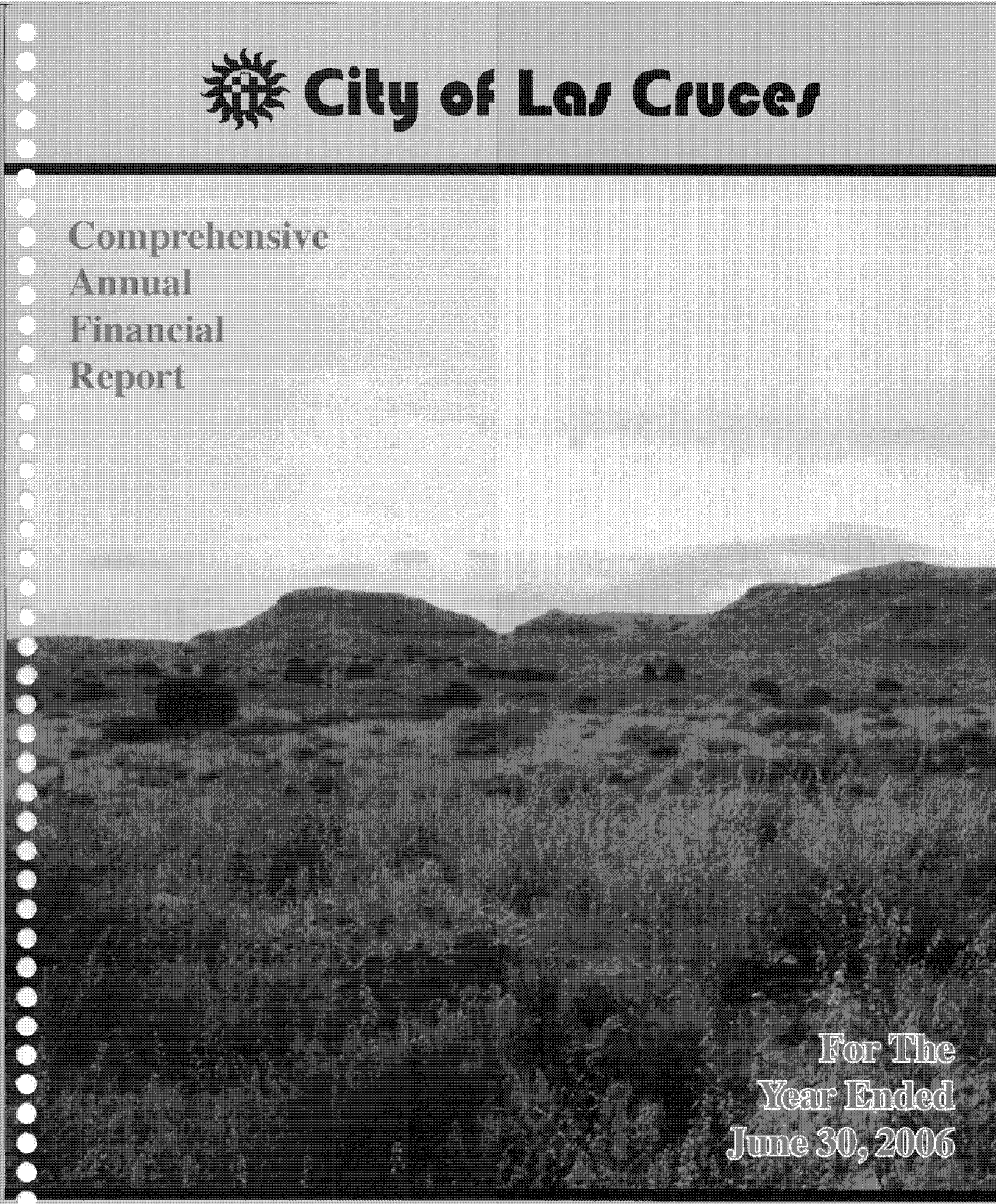
City of Las Cruces

P.O. BOX 20000
LAS CRUCES
NEW MEXICO 88004
(505) 541-2200
www.las-cruces.org

This Comprehensive Annual Financial Report can be made available in alternative formats by calling the City of Las Cruces Public Information Office at (505) 541-2200/TTY 541-2182.

City of Las Cruces

Comprehensive Annual Financial Report



For The Year Ended June 30, 2006

Las Cruces, New Mexico

STATE OF NEW MEXICO

CITY OF LAS CRUCES

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2006

Prepared by
Finance Department
Dr. Mark Sutter, Ph.D., CPA
Financial Services Director

COVER PHOTO COURTESY OF MS. JANE MULVIHILL

City of Las Cruces

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City of Las Cruces

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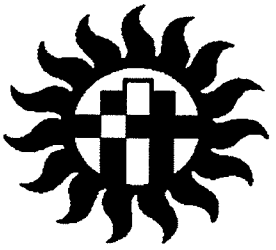

City of Las Cruces

City of Las Cruces

City of Las Cruces®

November 21, 2006

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

We are pleased to submit the Comprehensive Annual Financial Report for the City of Las Cruces (City), New Mexico, for the fiscal year ended June 30, 2006, in accordance with Article V, Section 5.09, of the City Charter. Responsibility for the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the City. We believe the data, as presented, are accurate in all material respects and are presented in a manner that fairly sets forth the financial position and results of operations of the City. Furthermore, we believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Comprehensive Annual Financial Report (CAFR)

The City's Comprehensive Annual Financial Report (CAFR) is organized in five sections. The Introductory Section includes a transmittal letter that highlights significant aspects of financial operations during the fiscal year and particular financial issues faced by the City, a list of its principal officials, and an organizational chart. The Financial Section includes the independent auditor's report, management's discussion and analysis, basic financial statements and related notes, the combining financial statements, and the budgetary comparison schedules. The Supplementary Information includes schedules of insurance in force, pledged collateral, and schedule of deposit accounts and investments. The Statistical Section includes selected financial and demographic information about the City, presented on a multi-year basis. The Single Audit Section includes the auditor's reports on internal control and compliance with applicable laws and regulations and the schedule of expenditures of state and federal awards, and notes to those expenditures

The Reporting Entity

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

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AN EQUAL OPPORTUNITY EMPLOYER

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
November 21, 2006

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

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

Economic Condition and Outlook

The City is the second largest city in the State and is the commercial service and cultural center of Southern New Mexico. The U. S. Census Bureau ranked the City in the top thirty fastest growing population areas in the country for the last decade.

The economy of Las Cruces MSA (Metropolitan Statistical Area) is diversified with primary contributing sectors being retail sales and services. Growth in the economy is demonstrated in the growth of gross receipts, assessed valuation and per capita income. In general, the City is well positioned for future growth and somewhat protected from a general economical downturn or the loss of specific enterprise or industry. New business continues to be attracted to the area.

Certain infrastructure capital assets will need to be replaced or renovated in a 3 to 5 year period. It is anticipated that these capital expenditures will be financed through operating revenues, legislative appropriation or the issuance of long-term capital debt that will be repaid over the estimated useful lives of the capital projects.

While the economic environment and public expenditure policies are subject to change and re-evaluation, it is anticipated that the City will experience manageable growth that will not be disruptive to the current financial position of the City.

Financial Information, Management and Control

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

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
November 21, 2006

Budgetary Control

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

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

Budget adjustments requested throughout the fiscal year that increase fund expenditures must be reviewed and acted upon by the City Council. The adopted budget thus becomes a document that details a clear and precise picture of the cost of public services that will be provided. The budget is controlled through an on-line accounting system to assure effective fiscal management and accountability. Local Government Division approval must be obtained on budget increases and budget transfers between funds. The FY 2005/2006 budget was legally amended.

Taxes

The allocation of the property tax for fiscal year 2006 and the two preceding years is based on the following mill levy:

Purpose	2006	2005	2004
Operational mill levy:			
Residential	5.781	5.985	5.841
Non-residential	6.831	6.794	6.551

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

The gross receipts tax rate on receipts within the City was 7% at June 30, 2006. The breakdown and sources of the gross receipts tax rate at June 30, 2006 includes:

	Tax Rate	Percent of Total Rate
State General Fund	3.7750%	53.8%
State shared-municipal distribution	1.2250%	17.5%
Municipal GRT- general purpose	1.2500%	17.9%
Municipal GRT-infrastructure	0.1250%	1.8%
Municipal GRT-public safety	0.1250%	1.8%
Municipal Environmental GRT	0.0625%	0.9%
Dona Ana County-local option taxes	0.4375%	6.3%
	7.0000%	100.0%

Debt Administration

The City has significant capacity for future capital and infrastructure acquisitions, should the need arise. The City's current unused general obligation (G. O.) bond capacity is in excess of $40 million. The City currently has no outstanding G.O. bonds.

The City had nine bond issues outstanding at June 30, 2006. Three issues are Joint Utilities Revenue Bonds. Gas tax revenues secure one issue and gross receipts tax (GRT) revenues finance the other five bond issues outstanding. The amount of bonds outstanding at June 30, 2006 was $101,095,000. The City of Las Cruces enjoys a favorable reputation in the bond market and has underlying ratings of A1 and A2 respectively, on Joint Utilities Revenue Bonds and GRT Revenue Bonds by Moody's Investors Service and Aaa on its insured issues. The A2 rating was an upgrade received during the year in connection with the City's $33 million GRT Revenue bond issue. FitchRatings assigned an underlying rating of A+ to the $33 million issue.

Cash Management

The City's investment policy allows for the investment of cash balances over amounts required to meet current financial obligations to achieve the highest rate of return consistent with the primary objectives of preservation of principal and maintenance of adequate safety, liquidity, legality and yield. As of June 30, 2006, deposits were either insured by federal depository insurance or collateralized by pledged securities of U.S. government agencies. A pledging financial institution's trust department held all collateral in the City's name.

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
November 21, 2006

Risk Management

The City maintains a self-insurance program for liability claims, unemployment compensation and workers compensation. The City participates in the State health insurance programs for both current and retired employees. In addition, the City's Risk Management office employs various risk control techniques, such as employee accident prevention training and inspection of City property and facilities, to minimize accident-related losses.

Independent Audit

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

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

The independent firm of certified public accountants, REDW, LLP, whose report is included herein, has audited the financial statements and related notes.

The financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB).

GFOA Award

The City of Las Cruces was awarded the GFOA Certificate of Achievement for Excellence in Financial Reporting for the 2005 Comprehensive Annual Financial Report. This award is the highest form of recognition in governmental accounting and financial reporting. It is an outstanding accomplishment that demonstrates the professionalism residing in the Financial Services Department.

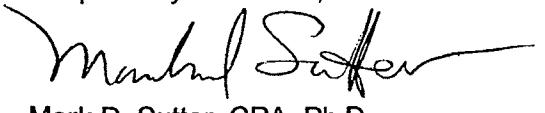
Honorable Mayor and City Council,
City of Las Cruces, New Mexico
November 21, 2006

Acknowledgments

The preparation of the Comprehensive Annual Financial Report could not have been accomplished without the efforts and dedication of the Financial Services Department staff. I would like to express my appreciation to staff for their many hours of hard work devoted to the project.

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

Respectfully submitted,



Mark D. Sutter, CPA, Ph.D.
Director of Financial Services

City of Las Cruces

June 30, 2006

LIST OF PRINCIPAL OFFICIALS

Councilors

William Mattiace	Mayor
Dolores Connor	Mayor Pro-Tem
Jose V. Frietze	Councilor
Dolores Archuleta	Councilor
Steven C. Trowbridge	Councilor
Gil Jones	Councilor
Ken Miyagishima	Councilor

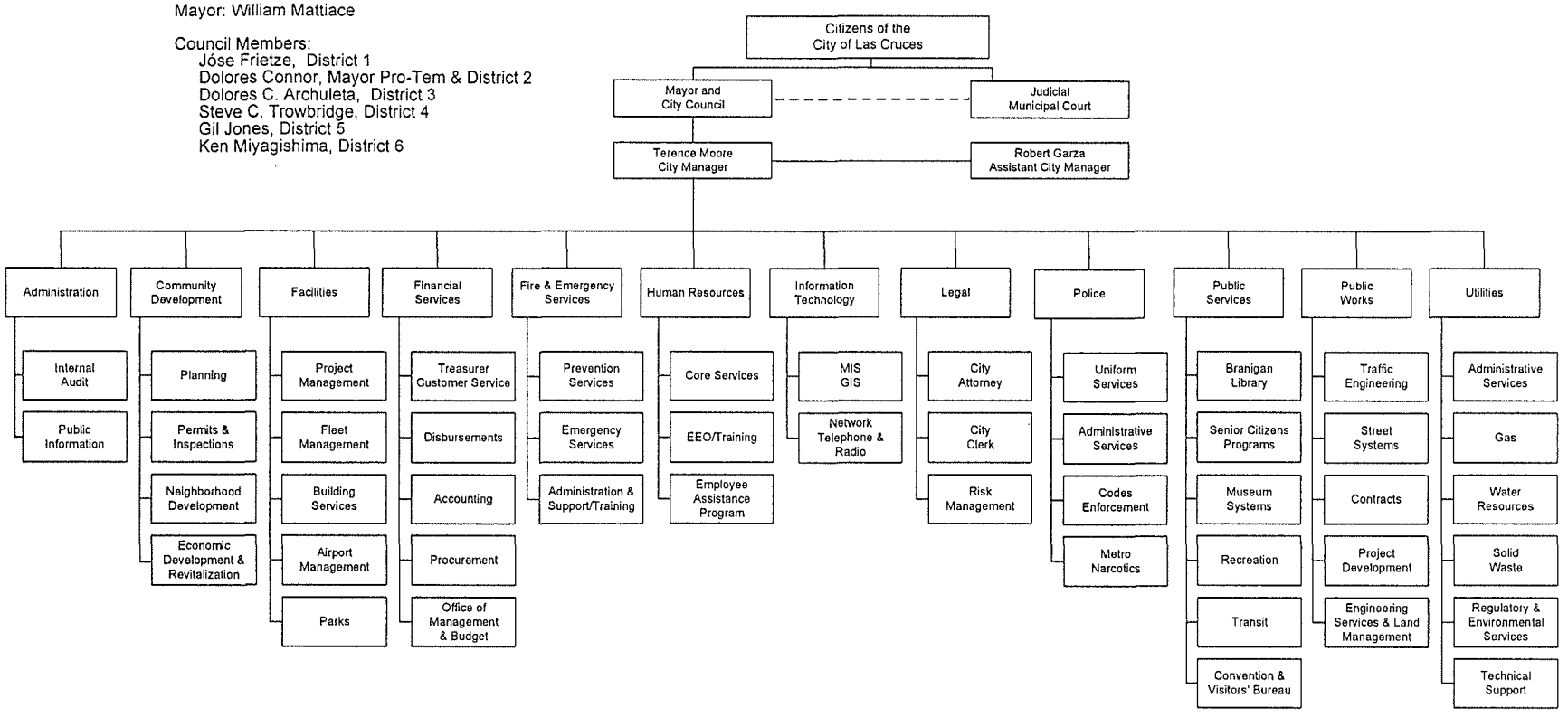
Other officials

Terence Moore	City Manager
Robert Garza	Assistant City Manager
Mark D. Sutter, CPA, Ph.D.	Financial Services Director

City of Las Cruces
Organizational Chart

Mayor: William Mattiace

Council Members:
- Jóse Frietze, District 1
- Dolores Connor, Mayor Pro-Tem & District 2
- Dolores C. Archuleta, District 3
- Steve C. Trowbridge, District 4
- Gil Jones, District 5
- Ken Miyagishima, District 6



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Las Cruces

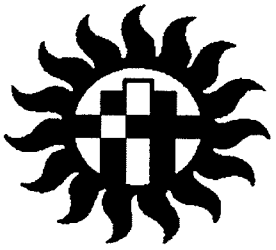
New Mexico

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

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



City of Las Cruces

City of Las Cruces

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

Domingo P. Martinez, CGFM, State Auditor
and the Mayor and City Council
of the City of Las Cruces

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the "City"), as of and for the year ended June 30, 2006, which collectively comprise the City's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2006, as listed in the table of contents. These financial statements and schedules are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements and schedules 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 and schedules are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and schedules. 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, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico, as of June 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons, where applicable, for the year then ended in conformity with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements and schedules referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service and fiduciary fund of the City of Las Cruces, New Mexico, as of June 30, 2006, and the respective changes in financial position, cash flows, and budgetary comparisons, where applicable thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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As described in Note 20, on July 1, 2005, the City elected to change the way it reports some internal service funds. This change in the application of accounting principle was adapted to facilitate management of governmental capital assets.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 19, 2006, on our consideration of the City of Las Cruces, New Mexico'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 *Government Auditing Standards* and should be considered in assessing the results of our audit.

The accompanying management's discussion and analysis is supplemental information required by the Governmental Accounting Standards Board and is not a required part of the basic financial statements. We have applied certain limited procedures, which consist 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 financial statements that collectively comprise the City's basic financial statements and the combining and individual fund financial statements and respective budgetary comparisons. The accompanying information identified in the table of contents as supplementary information is presented for purposes of additional analysis and to meet the requirements of the State of New Mexico, and is 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 basic financial statements taken as a whole.

Other data included in this report, listed in the accompanying table of contents as the introductory section and the statistical section, are also not required parts of the basic financial statements and have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

RBDW LLC

October 19, 2006

Management's Discussion and Analysis

The Management Discussion and Analysis presents an overview of the City's financial activities for the fiscal year ended June 30, 2006. It is intended to be read in conjunction with the Letter of Transmittal and the City's financial statements. In accordance with Statement No. 34 of the Governmental Accounting Standards Board, comparisons to prior-year balances and activity are presented.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of fiscal year 2006 by $419,667,815 (net assets). Of this amount, $164,380,094 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2006 the City's governmental funds reported combined ending fund balances of $112,565,090, an increase of $37,918,703 in comparison with the prior year and after the restatement from the consolidation of some internal service funds into the general fund. This increase is primarily due to financing activities for the new City Hall, an increase in fees associated with continued growth in the City, and the donation of subdivisions to the City.
- At June 30, 2006, unreserved fund balance for the General Fund was $29,433,947 of which approximately $19.3 million is readily available (31% of general fund expenditures).
- The City's outstanding long-term debt increased $37.4 million, or 49%. During the fiscal year, $33 million in gross receipts tax bonds were issued to finance the construction of a new City Hall facility and other public improvements. Scheduled payments for expanded health care were approximately $3.1 million during the fiscal year. Scheduled principal retirements of notes, bonds, and leases were approximately $6.6 million during the fiscal year.

Overview of the Financial Statements

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

Government-wide Financial Statements

The *government-wide financial statements* consist of two statements and are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets.

The *Statement of Activities* presents information showing how the government's net assets changed during fiscal year 2006. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result

in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave). Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include General Government, Fleet, Police, Fire, Community Development, Public Services, and Public Works. The business-type activities of the City include Gas, Water, Waste Water, Solid Waste, Transit, and Alternative Fuels.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the following legally separate component units: Public Housing Authority (PHA) and South Central Solid Waste Authority (SCSWA). Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City 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. 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 government'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 reconciliations to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains ninety-six individual governmental funds, ten of which combine into the General Fund. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the funds that comprise the General Fund, which is considered to be a major fund. Debt Service is comprised of thirteen governmental funds, and is reported as a major fund. Two other governmental funds, Telshor Facility and 2005 Gross Receipts Tax-City Hall, are also reported as major funds. The remaining seventy-one governmental funds combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental

funds is provided in the form of *combining statements* in the supplementary information section of this report.

The City adopts an annual appropriated budget for its general, special revenue, debt service and capital projects funds. A budgetary comparison statement has been provided for these funds to demonstrate budgetary compliance.

Proprietary Funds

The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the fiscal activities relating to Gas, Water, and Waste Water Utilities, as well as Solid Waste disposal. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its support services, vehicle maintenance, and self-insurance. Because these services benefit both governmental and business-type functions, they have been allocated between *governmental and business-type activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Gas, Water, and Waste Water Utilities, as well as Solid Waste funds, which are considered to be major funds of the City. Data from the non-major enterprise funds, as well as all the internal service funds, are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for the non-major enterprise funds and the internal service funds is provided in the form of *combining statements* in the supplementary information section 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 statement because the resources of those funds are *not* available to support the City's own programs.

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 fund financial statements. The Notes follow the financial statements, and are an integral part of the financial statements.

Other Information

The combining statements of the non-major governmental funds, non-major enterprise funds, and internal service funds are presented in the supplementary information section of this report.

Government-wide Financial Analysis

At the end of fiscal year 2006, the City reports positive balances in all three categories of net assets, including the government-wide, governmental activities, and business-type activities. Comparative information is presented for fiscal years 2006, 2005, and 2004.

Net Assets (in 000's)

	Governmental Activities			Business - type Activities			Total		
	2006	2005	2004	2006	2005	2004	2006	2005	2004
Current and Other Assets	$137,694	$103,179	$98,536	$70,387	$55,416	$51,341	$208,082	$158,598	$149,877
Capital Assets	203,819	195,132	183,105	144,776	136,936	129,855	348,595	332,068	312,959
Total Assets	341,513	298,311	281,641	215,163	192,355	181,196	556,677	490,666	462,837
Current and Other Liabilities	17,314	20,261	14,056	5,754	6,861	8,009	23,068	27,122	22,064
Long-term Liabilities	72,173	45,737	56,341	41,767	30,818	31,185	113,941	76,555	87,526
Total Liabilities	89,487	65,998	70,397	47,521	37,679	39,193	137,009	103,677	109,590
Net Assets:									
Invested in Capital Assets, net of related debt	131,645	149,395	139,710	106,615	104,896	99,149	238,260	254,292	238,860
Restricted Net Assets	17,301	19,752	20,820	20,976	-	-	38,277	33,631	20,820
Unrestricted Net Assets	103,080	63,166	50,714	40,051	49,780	42,854	143,131	99,067	93,568
Total Net Assets	252,026	232,313	211,244	167,642	154,676	142,002	419,668	386,989	353,247
Total Liabilities and Net Assets	$341,513	$298,311	$281,641	$215,163	$192,355	$181,196	$556,677	$490,666	$462,837

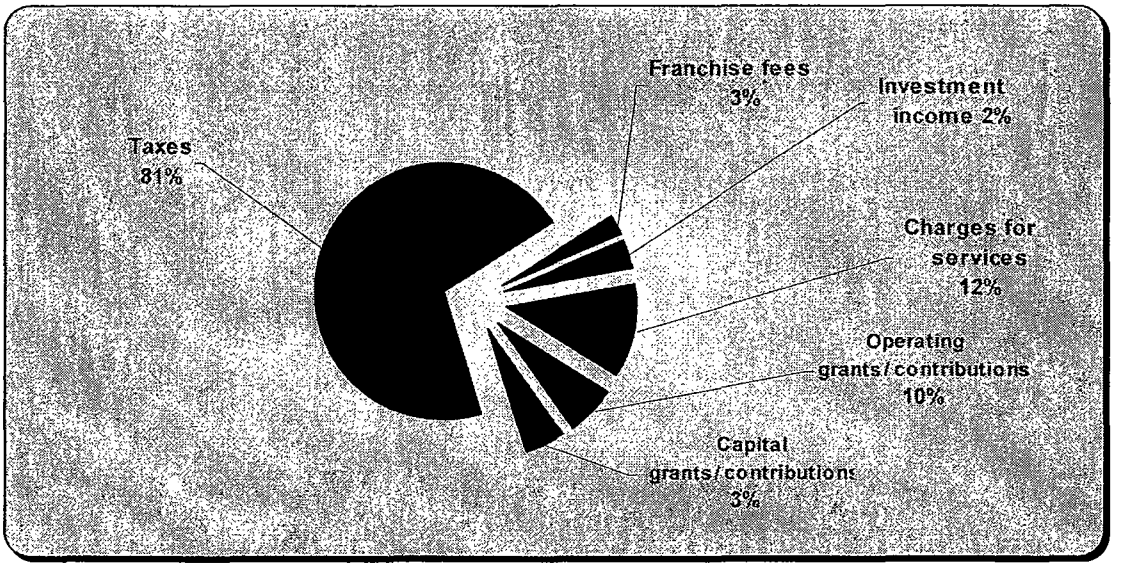
Fifty-seven percent of the City's net assets are investment in capital assets (i.e., land, land improvements, buildings, equipment, utility infrastructure), net of any related outstanding debt used to acquire those assets. This compares with sixty-six percent in fiscal year 2005. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Nine percent of the City's net assets are resources that are subject to external restrictions on how they may be used. This is the same percentage of restricted net assets reported for fiscal year 2005. The remaining balance of *unrestricted net* assets ($164,380,094) may be used to meet the government's ongoing obligations to citizens and creditors.

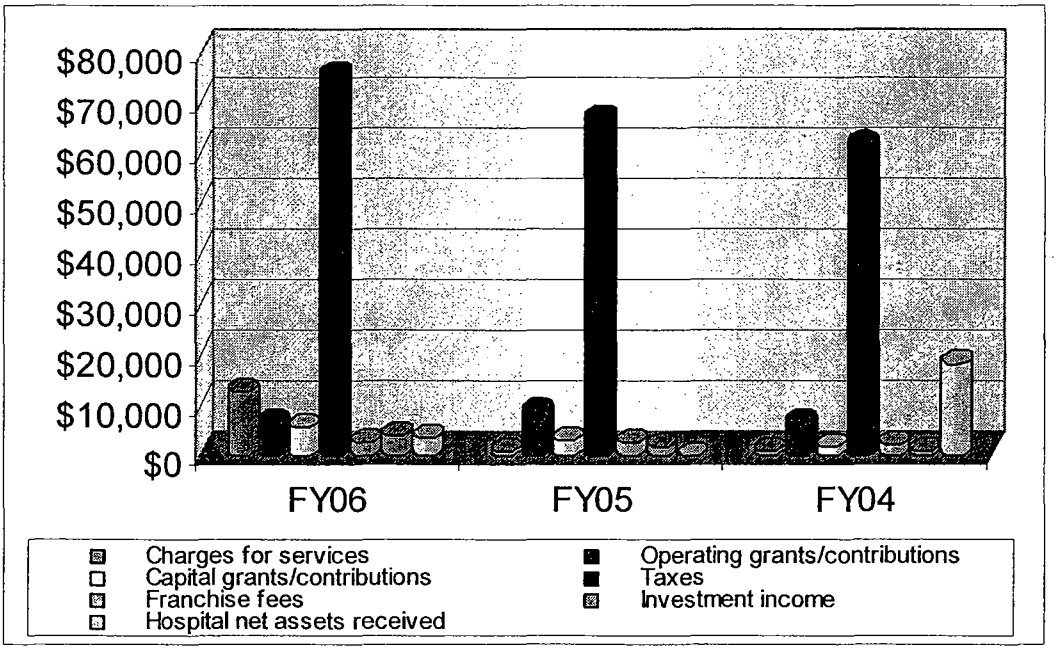
Governmental Activities

Governmental activities increased the City's net assets during the current fiscal year by $19.7 million. Gross receipts tax, property tax, and franchise fees rose from $68.8 million in fiscal year 2005 to $77.7 million in fiscal year 2006. The taxes and franchise fees contributed a significant amount for covering the $65.4 million net program expense associated with governmental activities.

Governmental Revenues



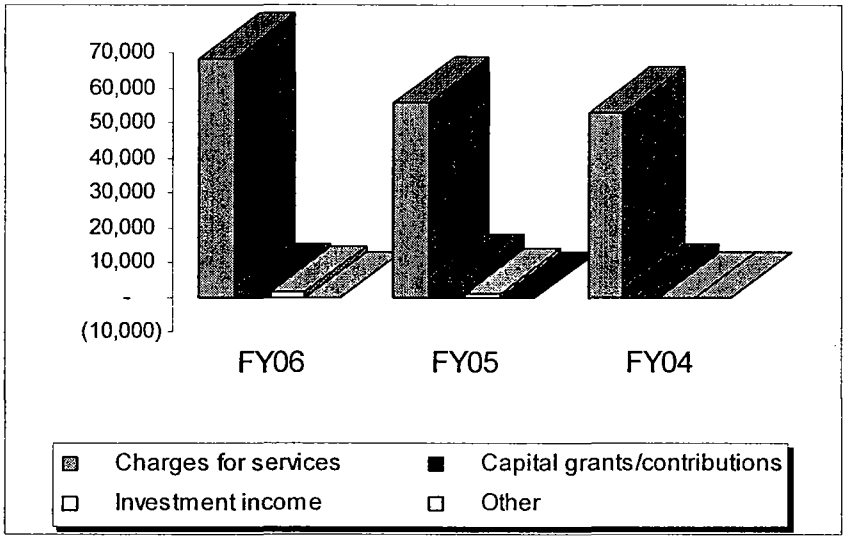
Revenue by Source – Governmental Activities



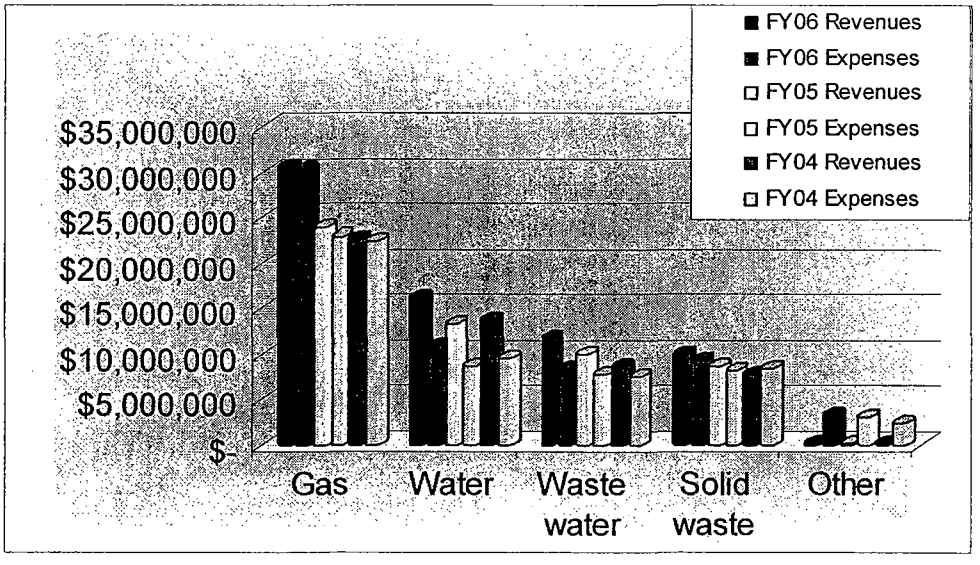
Business-type Activities

Business-type activities increased the City's net assets during the current fiscal year by $12.9 million. Charges from services rose from $55.9 million in fiscal year 2005 to $68.6 million in fiscal year 2006. Expenses increased from $52.1 million in 2005 to $64.1 million in 2006, with the Gas fund showing the largest increases overall of approximately $7.4 million.

Revenues by Source – Business-type Activities



Expenses and Program Revenues – Business-type Activities



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

	Governmental Activities			Business Type Activities			Total		
	2006	2005	2004	2006	2005	2004	2006	2005	2004
Revenues:									
Program Revenues:									
Charges for services	13,403	6,313	931	68,649	55,927	52,897	82,052	62,240	53,828
Operating grants and contributions	6,597	5,646	6,545	1,048		2,489	7,645	5,646	9,034
Capital grants and contributions	5,909	5,586	1,650	2,349	5,014		8,258	10,600	1,650
General Revenue:									
Taxes	75,102	66,481	61,546				75,102	66,481	61,546
Franchise taxes	2,609	2,339	2,114				2,609	2,339	2,114
Investment income	3,880	1,857	794	1,857	1,095	35	5,737	2,952	829
Hospital net assets received	3,308	3,760	18,025				3,308	3,760	18,025
Miscellaneous	3,335	15,867	12,946	8	(13)	58	3,342	15,873	13,004
Total Revenue	114,143	107,869	104,551	73,911	62,022	55,479	188,053	169,891	160,029
Expenses:									
General Government	16,800	17,433	14,953				16,800	17,433	14,953
Facilities	9,018	7,948	7,107				9,018	7,948	7,107
Police	21,822	19,474	17,666				21,822	19,474	17,666
Fire	9,288	8,464	7,653				9,288	8,464	7,653
Community Development	5,124	4,653	4,728				5,124	4,653	4,728
Public Services	10,889	9,741	9,201				10,889	9,741	9,201
Public Works	15,604	14,334	13,888				15,604	14,334	13,888
Gas				30,367	22,934	22,414	30,367	22,934	22,414
Water				10,655	8,621	9,549	10,655	8,621	9,549
Waste water				8,363	7,697	7,506	8,362	7,697	7,506
Solid waste				9,335	8,163	8,403	9,335	8,163	8,403
Other				3,419	3,059	2,492	3,418	3,059	2,492
Interest on long-term debt	2,726	1,919	2,166	1,965	1,709	1,664	4,691	3,628	3,831
Total Expenses	91,271	83,966	77,362	64,104	52,183	52,028	155,374	136,149	129,391
Increase in net assets before transfers	22,872	23,903	27,188	9,807	9,839	3,450	32,679	33,743	30,637
Transfers	(3,159)	(2,834)	(2,507)	3,159	2,834	2,507			
Change in Net Assets	19,713	21,069	24,681	12,966	12,674	5,957	32,679	33,743	30,637
Net Assets - beginning	232,313	211,244	186,563	154,676	142,002	136,046	386,989	353,247	322,609
Net Assets - ending	252,026	232,313	211,244	167,642	154,676	142,003	419,668	386,989	353,246

Financial Analysis of the City's Funds

Strong economic growth and a continued high level of construction activity in the local area is reflected in the increases in tax revenues in the governmental funds and in charges for services in the business-type funds. Much of the construction has been concentrated in single family homes, resulting in the development of numerous subdivisions, which in turn provided more utility customers.

Additionally, the number and dollar value of grant awards also grew from the previous year, providing resources for capital improvements for streets, facilities, and infrastructure. The repair and rehabilitation of public facilities and maintenance of public parks continues according to the City's master plan.

Increases in expenditures can also be attributed to growth in the City's operations in response to the population growth. The increased cost of fuel contributed to increased expenditures. Demand for more recreation activities has brought about new public services for the community.

Governmental Funds Highlights

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Such information is useful in assessing the City'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 fiscal year 2006, the City's governmental funds reported combined ending fund balances of $112,565,090 an increase of $37,918,703 in comparison with the prior year. Of this amount, $33 million represents the proceeds of gross receipts tax bonds issued during the fiscal year. The General Fund, Debt Service, Telshor Facility, and 2005 Gross Receipts Tax-City Hall funds are reported as major funds. The unreserved fund balance in the General Fund is $29,433,947 and is available for spending at the City's discretion. The remainder of the General Fund balance is *reserved* to indicate inventories of $717,666 are not available to be spent. Fund balances of other major governmental funds are unreserved, but reported in debt service funds ($3,117,631), the Telshor Facility ($25,493,110). A reserved fund balance is reported in the 2005 Gross Receipts Tax-City Hall fund ($22,918,943). All other funds are combined and reported as non-major governmental funds. Reserved fund balances are reported in other special revenue funds ($8,101,600), and in other capital project funds ($22,782,193).

General Fund Highlights

The General Fund is the chief operating fund of the City. At the end of fiscal year 2006, unreserved fund balance of the general fund was $29,433,947, while total fund balance reached $30,151,613. Of the $29.4 million in unreserved fund balance, $10.1 million are amounts recorded as receivables from the State, primarily for taxes that will be collected in the ordinary course of business in the next fiscal year. Reducing the $29.4 million in unreserved fund balance by this amount leaves approximately $19.3 million in readily available resources that are not part of budgeted inflows for the upcoming year. This amount is 31% of General Fund expenditures for the year, and is one measure of liquidity of the General Fund.

The fund balance of the City's General Fund increased $7.5 million during the current fiscal year, attributed primarily to an increase in gross receipts taxes.

Differences between the original budget and the final amended budget for revenues increased approximately $5.3 million for the year. The budget for tax revenues increased $3.4 million with gross receipts tax revenues increasing by $2.9 million. The budget increase in licenses and permits accounted for approximately $1.5 million of the overall budget increase.

Actual revenues for the fiscal year were approximately $3.4 million more than the final amended budget. There were three significant variances between the budgeted revenues and actual revenues by category. These variances were due to:

- Actual revenues from property tax, franchise tax, and gross receipts tax exceeded budget by approximately $1,332,735.
- Actual revenues from licenses and permits exceeded budgeted revenues by approximately $935,994. This was due to a continued construction activity throughout the City.
- Actual revenues from fees and fines exceeded budgeted revenues by $579,958, which reflect the strong construction activity during the year.

Differences between the original expenditures budget and the final amended expenditures budget totaled approximately $2.9 million and can be briefly summarized as follows:

- The City budgeted an additional $169,000 for CDBG grant and program expenditures.
- Budgets were increased $381,000 for Police and $127,000 for Fire activities.
- The City increased the budget for public works and capital outlay by approximately $1.2 million as construction continued on various streets and facilities projects.
- The budget for facilities maintenance increased $228,000.
- The general government budget increased $400,000 for various activities, including $69,000 for consulting services for risk assessment, $51,000 for tax collection fees, $8,000 for insurance expenses, $21,000 for utilities in City facilities, $149,000 additional professional services, and $20,000 for low income utility assistance, and $80,000 for document service.

Actual expenditures were approximately $6.1 million less than the final amended expenditures budget. These variances can be briefly summarized as follows:

- Actual expenditures were $1.9 million less than budget as public works projects were delayed.
- The general government actual expenditures were approximately $3.4 million less than the final amended budget. Activities less than budget within general government include: $3 million for personnel and professional services expenditures and $316,000 in Municipal Court due to salary savings and operating costs.
- The budget for Public Services was $587,998 more than actual expenditures due to reduced operating costs in the library, museums, recreation, and senior programs activities.
- Actual expenditures for Police were $475,479 more than the final budget.
- Actual expenditures for facilities maintenance was $368,910 less than the final budget.

Debt Service Highlights - Long-term Debt

At the end of fiscal year 2006, the City had total long-term debt outstanding of $72,173,799 in bonds, notes and leases, an increase of $26,436,937 over the prior year. During the year, gross receipts tax bonds of $33,000,000 were issued. Decreases to long-term liabilities include lease principal payments of $215,414, notes payable principal payments of $319,931 and bond debt service payments of $6,069,000.

Outstanding Bonds and Liabilities to Financial Institutions 2006

	Governmental			Business-type			Total		
	2006	2005	Change	2006	2005	Change	2006	2005	Change
Revenue Bonds	64,340,000	37,409,000	26,931,000	36,755,000	27,167,019	9,587,981	101,095,000	64,576,019	36,518,981
Unamortized premium (discount)	276,275	-	276,275	(173,805)	(264,972)	91,167	102,470	(264,972)	367,442
Notes Payable	-	137,351	(137,351)	810,044	870,297	(60,253)	810,044	1,007,648	(197,604)
Capital Leases	998,963	1,214,377	(215,414)	93,439	237,373	(143,934)	1,092,402	1,451,750	(359,348)
Total	**65,615,238**	**38,760,728**	**26,854,510**	**37,484,678**	**28,009,717**	**9,474,961**	**103,099,916**	**66,770,445**	**36,329,471**

At the end of fiscal year 2005, the City had total long-term debt outstanding $67,393,446 in bonds, notes, and leases, a decrease of $4,049,775 from the prior year. During the year, gross receipts tax bonds of $9,490,000 were issued. Capital leases decreased $332,931, related to principal payments made in the current year. Notes payable increased $160,504 attributable to two (2) new notes payable entered into in the current year, offset by principal payments made during the current year.

Outstanding Bonds and Liabilities to Financial Institutions 2005

	Governmental			Business-type			Total		
	2005	2004	Change	2005	2004	Change	2005	2004	Change
Revenue Bonds	37,409,000	39,685,000	(2,276,000)	27,167,019	28,756,376	(1,589,357)	64,576,019	68,441,376	(3,865,357)
Unamortized premium (discount)	-	-	-	(264,972)	(293,624)	28,652	(264,972)	(293,624)	28,652
Notes Payable	137,351	667,497	(530,146)	870,297	549,668	320,629	1,007,648	1,217,165	(209,517)
Capital Leases	1,214,377	1,417,616	(203,239)	237,373	367,064	(129,691)	1,451,750	1,784,680	(332,930)
Total	**38,760,728**	**41,770,113**	**(3,009,385)**	**28,009,717**	**29,379,484**	**(1,369,767)**	**66,770,445**	**71,149,597**	**(4,379,152)**

Additional information on the City's debt can be found in Note 7.

Telshor Facility Highlights

In accordance with the 40-year lease agreement with LifePoint Hospitals (dba Memorial Medical Center), payments during the current year for expanded healthcare amounted to $3,086,949. These payments represent the second year of a three year term for expanded healthcare. Property taxes paid on behalf of Memorial Medical Center totaled $220,763. These payments represent the third year of a five year term for property taxes. Both the expanded care and tax payments were funded by the lease proceeds in 2004. Increases to the fund balance were attributable to interest income on the investment of the lease proceeds.

Additional information on the Telshor Facility can be found in Note 19.

2005 Gross Receipts Tax Fund for City Hall Highlights

In September 2005, the City issued gross receipts tax bonds in the amount of $33 million to fund public improvements and the construction of a new City Hall. The City Hall fund is reported as a major fund in the current year. The project is in the preliminary stages, with architectural and engineering services of $410,738 paid during the year. Current activity includes the receipt of $23 million in bond proceeds, less the bond discount of $92,312. Bond issue costs totaled $344,599. Construction is expected to be completed in approximately two years.

Proprietary Funds Highlights

The Gas, Water, Waste Water, and Solid Waste funds are reported as major funds.

Unrestricted net assets of enterprise funds at the end of the year amounted to $38,129,235.

Gas Utility

A revenue budget adjustment of $5,984,591 was made to sales to reflect higher than expected cost of gas sales and the related payment in lieu of franchise tax (PILT). As the cost of gas is a pass-through charge, both the revenue budget and the cost of gas budget were increased. Actual revenues for the fiscal year were approximately $6.8 million less than the final amended budget. There were no unusual circumstances affecting actual revenues for the fiscal year.

Actual expenses were approximately $7.1 million less than the final amended expenses budget.

These variances can be briefly summarized as follows:

- The budget for personnel expenses were $301,509 more than actual expenses due to the gas department vacancies. The City is the operator for the Rio Grande Natural Gas Association (RGNGA). During fiscal year 2006, City Gas crews spent more time working on activities for RGNGA.
- The budget for cost of gas was $6.1 million more than actual expenses due to the end of year budget adjustment which was high.
- The budget for repairs and maintenance was $115,129 more than actual expenses. Actual expenses were lower because of budget adjustment was high.

- The final budget for Customer Service expenses was $554,145 more than actual expenses. The original budget had been increased $350,166, as new positions were included for account collectors and the outsourced services. The actual expenditures fell below the budget due to vacancies in some positions, and less than expected services and supplies.

Water Utility

Differences between the original budget and the final amended budget for revenues were primarily in sales. The sales budget increased $439,842 from the original budget. The increase in the sales budget reflects the local population growth and an increasing customer base.

Actual revenues for the fiscal year were approximately $1,866,009 more than the final amended budget. The actual sales revenue was $1,877,881 more than the final budget, primarily a result of higher than expected development impact fee revenue.

The expenditures budget in Water remained relatively unchanged with moderate increases in the budget for supplies of $119,220, professional services of $441,647, and repair and maintenance of $416,750. Total budget increases for expenditures from the original budget to the final amended budget were approximately $968,732.

Actual expenses were approximately $1,380,988 less than the final amended expenditures budget. These variances can be briefly summarized as follows:

- Professional services were below budget by $439,000 as fees and services related to the water master plan and water rights adjudication were deferred to next year.
- The final budget for depreciation was higher than actual expenses by $509,000 due largely to a higher budget for capitalization of new assets for the water system.
- The final budget for Customer Service was $378,000 more than actual expenses. The original budget had been increased for Water's share of customer service costs. The actual expenditures fell below the budget due to vacancies in some positions, and less than expected services and supplies.

Wastewater Utility

The revenues budget increased from the original budget to the final amended budget by approximately $312,000. The increase in wastewater charges reflects the intra-utility share of development impact fees.

Actual revenues for the fiscal year were approximately $1,569,256 more than the final amended budgets. There variances were primarily attributable to:

- Actual sales were more than the final budget by $1,565,285, primarily a result of higher than expected development impact fee revenue.

The expenditures budget increased from the original budget to the final budget by $771,738. The supplies budget increased $239,174, professional services increased $281,870, and repair and maintenance increased $100,901.

Actual expenditures were approximately $1.54 million less than the final amended expenditures budget. These variances can be briefly summarized as follows:

- Professional services were lower than the final budget by $223,094, due in part to the master plan services which were deferred to next year.
- Actual depreciation expense is lower than budget by $747,000 due largely to a higher budget for capitalization of new assets for the wastewater system.
- The final budget for Customer Service was $167,000 more than actual expenses. The original budget had been increased for Wastewater's share of customer service costs. The actual expenditures fell below the budget due to position vacancies and lower than expected services and supplies.

Solid Waste Utility

The original budget for revenues was unchanged during the fiscal year.

Budgeted expenditures in Solid Waste increased a moderate $242,985 from the original budget to the final amended budget.

Actual expenditures were $37,274 over the final amended budget. The major variances were due to:

- Supplies were lower than budget by $103,000 because of deferred purchases of solid waste receptacles to next year.
- Professional services were lower than budget by $142,000 due largely to a budgeted amount of $100,000 for material testing and purchased services; services that were deferred to next year.
- Depreciation was lower than the budgeted amount by $395,000 because some items were fully depreciated in the current fiscal year.
- The final budget for Customer Service was $326,000 more than actual expenses. The original budget had been increased for Solid Waste's share of customer service costs. The actual expenditures fell below the budget due to position vacancies and lower than expected services and supplies.
- Closure/post closure cost was higher than the budget by $725,000. This was due to a large adjustment to the landfill closure liability at year-end.
- Repairs and maintenance was higher than the budget by $406,340 due to major equipment repairs and higher fuel costs.

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2006 amounts to $348,595,244 (net of accumulated depreciation). This investment in capital assets includes land, buildings, land and building improvements, leasehold improvements, equipment, infrastructure, and construction in progress. The total increase in the City's investment in capital assets for the current fiscal year was 9.7 percent (a 4.3 percent increase for governmental activities and a 5.4 percent increase for business-type activities).

Major capital asset events during the current fiscal year included the following:

- Completion of several of the City's road projects for expansion and new construction contributed to an increase to infrastructure and equipment assets of $8.7 million as of the close of the fiscal year.
- Construction continued on several of the City's utility projects as $7.8 million was added in utility infrastructure systems and equipment.

Additional information on the City's capital assets can be found in Note 4.

Economic Outlook

By almost any measure, the Las Cruces economy continued its strong growth pattern that began in earnest during fiscal year 2002. The City and surrounding area continue to benefit from its employment diversity, attractive business and physical climate, and relative size, which afford citizens many urban amenities at a livable scale. Its unique mix of private sector employment, government, including higher education, plus tourism has made for an attractive blend of economic conditions that have combined to the City's advantage. The following statistics underscore the City's economic growth:

- Between 2000 and 2005 the City's population grew by an average of almost 2,000 residents per year. That translates into an annual growth rate of 2.5%.
- Compared to 2000, the Las Cruces MSA payroll level stood at 65,200 which was a gain of 8,200 jobs. For the five years the annual rate of expansion was 2.7%. The latest figures for August 2006 compared to August of 2005 indicate a growth of 3.9% in total employment.
- Building permit data also points to rapid growth. Based on the first 8 months, the number of building permits is ahead of the previous year by 161. The total valuation associated with this permit activity is also up by 25% or $51.3 million dollars.
- The City's main revenue source is the gross receipts tax (GRT). This is a broad based tax on economic activity and it was up in FY06 by 11.1% from FY05. Construction, retail, and service industries were the main growth sectors. For the first quarter of FY07, the rate of revenue gain is in excess of 14%.
- Another indicator of healthy business and tourist related activity is the lodging tax. This charge, which is levied on hotel occupancy rates, was ahead in FY06 by almost 9.0%. This performance points to another positive aspect of the areas economic performance encompassing both business and tourism.

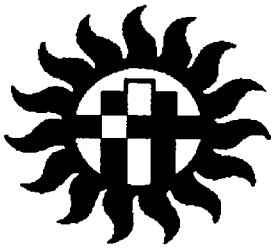
The preceding data all point to the strong economic momentum that exists in the City's economy. While the national outlook is for a slowing rate of growth, the City should continue to perform well given its diverse base and competitive attributes. The City's challenges will be to accommodate and consolidate the rapid gains of the last five years. To date, the City has been successful in managing growth in a productive way while striking a balance between preservation and new development.

The Las Cruces economy should continue to benefit from a strong demand for construction fueled by in-migration, tourism, and business related to cross border activity. These regional factors, coupled with an outlook for the U.S. economy to continue its expansion in spite of higher than anticipated energy costs, should provide a favorable economic setting. With energy cost easing somewhat and real interest rates remaining low by historical standards, the outlook for the remainder of FY07 is bright.

Requests for Information

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

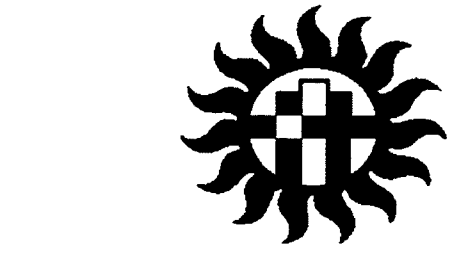
Financial Services Director
City of Las Cruces
P.O. Box 20000
Las Cruces, NM 88004



City of Las Cruces

City of Las Cruces

Government-Wide Financial Statements



City of Las Cruces

City of Las Cruces
Statement of Net Assets
June 30, 2006

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Public Housing Authority	South Central Solid Waste
Assets					
Cash and investments	$ 104,074,651	$ 39,008,216	$ 143,082,867	$ 3,541,920	$ 3,277,682
Receivables, net	6,680,415	5,110,893	11,791,308	670,647	254,523
Other assets	1,645,728	2,384,721	4,030,449	157,064	-
Internal balances	356,255	(356,255)	-	(1,283,622)	-
Due from other governmental units	15,693,997	716,271	16,410,268	-	-
Due from South Central Solid Waste	6,131,583	-	6,131,583	-	-
Notes receivable	-	2,546,580	2,546,580	-	-
Restricted cash and investments	3,111,891	20,976,390	24,088,281	764,041	3,504,509
Capital assets					
Land, improvements, and construction in progress	32,897,928	5,302,038	38,199,966	5,040,872	1,116,717
Other capital assets, net of depreciation	170,921,001	139,474,277	310,395,278	13,308,447	5,506,856
Total capital assets	203,818,929	144,776,315	348,595,244	18,349,319	6,623,573
Total assets	341,513,449	215,163,131	556,676,580	22,199,369	13,660,287
Liabilities					
Accounts payable and accrued liabilities	6,936,024	3,824,863	10,760,887	807,626	47,834
Customer deposits	-	1,396,875	1,396,875	94,515	2,153
Unearned revenue	10,377,895	532,596	10,910,491	-	-
Other	-	-	-	62,529	-
Long-term liabilities					
Due within one year	7,141,715	2,919,785	10,061,500	906,081	733,151
Due in more than one year	65,032,084	38,846,928	103,879,012	6,645,215	7,087,661
Total liabilities	89,487,718	47,521,047	137,008,765	8,515,966	7,870,799
Net Assets					
Invested in capital assets, net of related debt	131,645,130	106,614,878	238,260,008	8,494,153	363,444
Restricted for					
Housing	-	-	-	338,267	-
Community development	1,756,735	-	1,756,735	-	-
Debt service	3,117,631	20,976,390	24,094,021	-	3,504,509
Capital projects	12,426,162	-	12,426,162	-	-
Unrestricted	103,080,073	40,050,816	143,130,889	4,850,983	1,921,535
Total net assets	$ 252,025,731	$ 167,642,084	$ 419,667,815	$ 13,683,403	$ 5,789,488

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

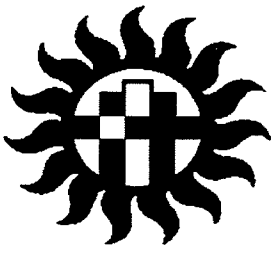
City of Las Cruces
Statement of Activities
For the Year Ended June 30, 2006

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities				
General government	$ 16,800,149	$ 5,291,100	$ 1,419,690	$ 1,235,806
Facilities	9,018,143	113,772	-	-
Police	21,821,796	2,233,622	1,018,794	-
Fire	9,288,478	-	349,461	-
Community development	5,123,848	3,662,575	2,726,899	-
Public services	10,889,326	1,403,869	1,082,600	-
Public works	15,603,902	697,711	-	4,673,100
Interest on long-term debt	2,725,647	-	-	-
Total governmental activities	91,271,289	13,402,649	6,597,444	5,908,906
Business-type activities				
Gas	30,366,996	30,498,361	-	45,688
Water	10,654,861	16,235,202	-	1,569,377
Waste water	8,362,113	11,829,171	-	306,541
Solid waste	9,335,125	9,853,972	-	-
Other	3,418,460	232,502	1,047,534	427,216
Interest on long-term debt	1,965,483	-	-	-
Total business-type activities	64,103,038	68,649,208	1,047,534	2,348,822
Total primary government	$ 155,374,327	$ 82,051,857	$ 7,644,978	$ 8,257,728
Component units				
South Central Solid Waste	$ 2,912,046	$ 4,736,956	$ -	$ 254,212
Public Housing Authority	6,913,447	2,801,228	5,007,283	-
Total component unit	$ 9,825,493	$ 7,538,184	$ 5,007,283	$ 254,212
General revenues				
Taxes				
Gross receipts				
Property				
Franchise				
Investment income				
Hospital net assets received				
Other				
Transfers				
Total general revenues and transfers				
Change in net assets				
Net assets, beginning of year, as restated (Note 20)				
Net assets, end of year				

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

Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Public Housing Authority	South Central Solid Waste Authority
$ (8,853,553)		$ (8,853,553)		
(8,904,371)		(8,904,371)		
(18,569,380)		(18,569,380)		
(8,939,017)		(8,939,017)		
1,265,626		1,265,626		
(8,402,857)		(8,402,857)		
(10,233,091)		(10,233,091)		
(2,725,647)		(2,725,647)		
(65,362,290)		(65,362,290)		
-	$ 177,053	177,053		
-	7,149,718	7,149,718		
-	3,773,599	3,773,599		
-	518,847	518,847		
-	(1,711,208)	(1,711,208)		
-	(1,965,483)	(1,965,483)		
-	7,942,526	7,942,526		
(65,362,290)	7,942,526	(57,419,764)		
			$ -	$ 2,079,122
			895,064	-
			895,064	2,079,122
66,618,445	-	66,618,445	-	-
8,483,180	-	8,483,180	-	-
2,608,971	-	2,608,971	-	-
3,880,856	1,856,833	5,737,689	163,686	189,345
3,307,712	-	3,307,712	-	-
3,334,636	7,816	3,342,452	-	-
(3,158,720)	3,158,720	-	-	-
85,075,080	5,023,369	90,098,449	163,686	189,345
19,712,790	12,965,895	32,678,685	1,058,750	2,268,467
232,312,941	154,676,189	386,989,130	12,624,653	3,521,021
$ 252,025,731	$ 167,642,084	$ 419,667,815	$ 13,683,403	$ 5,789,488

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



City of Las Cruces

City of Las Cruces
Balance Sheet—*Governmental Funds*
June 30, 2006

	General Fund	Debt Service	Telshor Facility	2005 Gross Receipts Tax-City Hall	Other Governmental Funds	Total Governmental Funds
Assets						
Pooled cash and investments	$ 19,772,696	$ -	$ 27,082,064	$ 22,896,849	$ 28,601,004	$ 98,352,613
Restricted cash and investments	-	3,111,891	-	-	-	3,111,891
Receivables, net	262,329	5,740	17,240	86,894	6,256,663	6,628,866
Due from other funds	2,351,900	-	-	-	-	2,351,900
Due from other governmental units	10,084,462	-	-	-	5,603,846	15,688,308
Inventories	717,666	-	-	-	-	717,666
Total assets	$ 33,189,053	$ 3,117,631	$ 27,099,304	$ 22,983,743	$ 40,461,513	$ 126,851,244
Liabilities and Fund Balances						
Liabilities						
Accounts and contracts payable	$ 770,204	$ -	$ 1,606,194	$ 64,800	$ 1,988,292	$ 4,429,490
Due to other governments	2,859	-	-	-	-	2,859
Due to other funds	96,982	-	-	-	2,124,388	2,221,370
Accrued liabilities	2,158,046	-	-	-	128,814	2,286,860
Deferred revenue	9,349	-	-	-	5,336,226	5,345,575
Total liabilities	3,037,440	-	1,606,194	64,800	9,577,720	14,286,154
Fund balances						
Reserved for						
Inventories	717,666	-	-	-	-	717,666
Health care related programs	-	-	25,493,110	-	-	25,493,110
Unreserved	29,433,947	-	-	-	-	29,433,947
Unreserved, reported in						
Special revenue funds	-	-	-	-	8,101,600	8,101,600
Debt service funds	-	3,117,631	-	-	-	3,117,631
Capital projects funds	-	-	-	22,918,943	22,782,193	45,701,136
Total fund balances	30,151,613	3,117,631	25,493,110	22,918,943	30,883,793	112,565,090
Total liabilities and fund balances	$ 33,189,053	$ 3,117,631	$ 27,099,304	$ 22,983,743	$ 40,461,513	$ 126,851,244

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

City of Las Cruces

Balance Sheet—*Governmental Funds — continued*

June 30, 2006

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets

Total fund balances for governmental funds		$ 112,565,090
Total net assets reported for governmental activities in the statement of net assets is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets at June 30, 2006 consist of:		
Land and land rights	$ 13,342,919	
Land improvements	19,127,374	
Construction in progress	427,635	
Buildings and building improvements	32,187,391	
Leasehold improvements	3,124,131	
Airport runways	10,243,224	
Park improvements	7,757,450	
Machinery and equipment	25,985,616	
Roads network	207,763,302	
Flood control network	13,708,494	
Accumulated depreciation	(130,766,820)	
Total capital assets		202,900,716
Certain assets are not available to pay for current-period expenditures and therefore, are deferred in the funds.		6,131,583
Bond issuance costs of $690,839 are expensed for fund financial statements versus capitalizable for government-wide financial statements (less accumulated amortization of $11,898).		678,941
A portion of the assets (including capital assets of $918,213) and liabilities (including long-term debt of $4,063,833) of internal service funds are included in governmental activities in the statement of net assets.		2,891,687
Long-term obligations applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. All liabilities are reported in the statement of net assets. Balances at June 30, 2006, are:		
Sales tax revenue bonds	(64,340,000)	
Unamortized premium/discount on sales tax revenue bonds	(276,275)	
Telshor Facility deferred revenue	(5,032,320)	
Capital lease	(998,963)	
Compensated absences	(2,494,728)	
Total long-term obligations		(73,142,286)
Net assets of governmental activities		$ 252,025,731

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

City of Las Cruces

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

For the Year Ended June 30, 2006

	General Fund	Debt Service	Telshor Facility	2005 Gross Receipts Tax-City Hall	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes	$ 62,184,202	$ -	$ -	$ -	$ 15,526,394	$ 77,710,596
Charges for services	1,038,805	-	-	-	186,129	1,224,934
Fees and fines	1,848,909	-	-	-	649,202	2,498,111
Franchise fees	2,389,962	-	-	-	-	2,389,962
Investment income	546,926	83,981	1,113,977	766,592	926,635	3,438,111
Licenses and permits	3,806,524	-	-	-	501,224	4,307,748
Intergovernmental	435,453	-	-	-	12,046,398	12,481,851
Other	3,763,463	1,968,599	-	-	1,279,842	7,011,904
Total revenues	76,014,244	2,052,580	1,113,977	766,592	31,115,824	111,063,217
Expenditures						
Current						
General government	10,168,296	46,397	3,307,712	-	2,855,750	16,378,155
Facilities	8,087,580	-	-	-	1,528	8,089,108
Police	17,788,172	-	-	-	3,205,901	20,994,073
Fire	7,516,316	-	-	-	1,147,084	8,663,400
Community development	2,429,259	-	-	-	2,599,278	5,028,537
Public services	6,875,879	-	-	-	3,288,864	10,164,743
Public works	6,601,127	-	-	425	1,401,591	8,003,143
Capital outlay	2,552,814	-	-	410,313	15,609,841	18,572,968
Debt service						
Principal	215,416	6,206,351	-	-	-	6,421,767
Interest and other charges	72,741	2,651,263	-	-	-	2,724,004
Bond issuance costs	19,929	-	-	344,599	134,252	498,780
Total expenditures	62,327,529	8,904,011	3,307,712	755,337	30,244,089	105,538,678
Revenues over (under) expenditures	13,686,715	(6,851,431)	(2,193,735)	11,255	871,735	5,524,539
Other Financing Sources (Uses)						
Proceeds of bonds issued	-	-	-	23,000,000	10,000,000	33,000,000
Bond premium (discounts)	-	-	-	(92,312)	368,587	276,275
Transfers in	889,704	6,518,792	-	-	5,542,751	12,951,247
Transfers out	(10,294,324)	-	-	-	(6,744,159)	(17,038,483)
Total other financing sources (uses)	(9,404,620)	6,518,792	-	22,907,688	9,167,179	29,189,039
Net change in fund balances	4,282,095	(332,639)	(2,193,735)	22,918,943	10,038,914	34,713,578
Fund balances, beginning of year, as restated	25,869,518	3,450,270	27,686,845	-	20,844,879	77,851,512
Fund balances, end of year	$ 30,151,613	$ 3,117,631	$ 25,493,110	$ 22,918,943	$ 30,883,793	$ 112,565,090

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

City of Las Cruces

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2006

Net change in fund balances—governmental funds	$ 34,713,578
Amounts reported for *governmental activities* in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays ($18,572,968) exceeded depreciation expense ($10,508,306).	8,064,662
Governmental funds report bond issuance costs ($498,780) as expenditures. However, in the statement of net assets, the cost of this deferred charge is amortized to interest expense over the life of the bond ($11,868).	486,882
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which repayments ($6,421,767) exceeded proceeds ($33,000,000) and the bond premiums and discounts ($276,275).	(26,854,508)
Principal payments by South Central Solid Waste to the City's debt service fund are reported as revenue in the debt service fund but reduce assets on the statement of net assets.	(1,640,048)
Some reduction of 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.	(80,784)
Revenues from donated capital assets in the statement of activities do not provide current financial resources and are not reported as revenues in the governmental funds.	936,539
Revenues from the PHC lease in the statement of activities do not provide current financial resources and are not reported as revenues in the governmental funds.	3,307,712
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. A portion of the change in net assets of internal service funds is reported with governmental activities.	778,757
Change in net assets of governmental activities	$ 19,712,790

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

City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual

General Fund

For the Year Ended June 30, 2006

(With Comparative Actual Amounts for the Year Ended June 30, 2005)

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 50,505,665	$ 53,431,753	**$ 54,420,147**	$ 988,394	$ 48,029,238
Property	5,511,730	5,762,500	**6,025,413**	262,913	5,380,213
Utility franchise	866,139	1,101,119	**1,182,547**	81,428	986,145
Total local taxes	56,883,534	60,295,372	**61,628,107**	1,332,735	54,395,596
State-shared taxes	485,000	455,488	**556,095**	100,607	498,030
Charges for services	834,133	874,998	**1,038,805**	163,807	913,906
Fees and fines	1,426,200	1,268,951	**1,848,909**	579,958	1,582,204
Franchise fees	2,209,000	2,466,421	**2,389,962**	(76,459)	2,164,259
Investment income	209,700	250,500	**546,926**	296,426	244,706
Licenses and permits	1,333,500	2,870,530	**3,806,524**	935,994	2,838,905
Operating grants and contributions	329,200	403,600	**435,453**	31,853	464,508
Other	3,520,954	3,670,634	**3,763,463**	92,829	3,726,084
	10,347,687	12,261,122	**14,386,137**	2,125,015	12,432,602
Total revenues	67,231,221	72,556,494	**76,014,244**	3,457,750	66,828,198
Expenditures					
Current					
General government	13,191,605	13,592,335	**10,168,296**	3,424,039	10,416,336
Facilities	8,228,132	8,456,490	**8,087,580**	368,910	7,193,835
Police	16,931,990	17,312,693	**17,788,172**	(475,479)	15,804,964
Fire	7,541,192	7,667,688	**7,516,316**	151,372	6,907,491
Community development	2,604,238	2,773,408	**2,429,259**	344,149	2,422,259
Public services	6,986,312	7,463,877	**6,875,879**	587,998	6,088,072
Public works	6,338,792	6,740,353	**6,601,127**	139,226	5,691,329
Capital outlay	3,657,891	4,412,369	**2,552,814**	1,859,555	819,397
Debt service					
Principal	-	-	**215,416**	(215,416)	63,820
Interest	-	-	**72,741**	(72,741)	2,073
Bond issuance costs	-	25,000	**19,929**	5,071	-
Total expenditures	65,480,152	68,444,213	**62,327,529**	6,116,684	55,409,576
Revenues over expenditures	1,751,069	4,112,281	**13,686,715**	9,574,434	11,418,622
Other Financing Sources (Uses)					
Transfers in	876,294	887,883	**889,704**	1,821	772,659
Transfers out	(7,217,456)	(10,294,948)	**(10,294,324)**	624	(7,601,064)
Total other financing sources (uses)	(6,341,162)	(9,407,065)	**(9,404,620)**	2,445	(6,828,405)
Net change in fund balances	(4,590,093)	(5,294,784)	**4,282,095**	9,576,879	4,590,217
Fund balances, beginning of year, as restated	22,664,391	22,664,391	**25,869,518**	3,205,127	18,074,174
Fund balance, end of year	$ 18,074,298	$ 17,369,607	**$ 30,151,613**	$ 12,782,006	$ 22,664,391

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

City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual

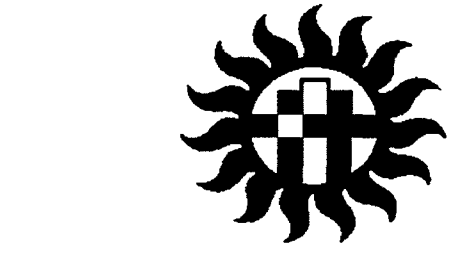
Telshor Facility

For the Year Ended June 30, 2006

(With Comparative Actual Amounts for the Year Ended June 30, 2005)

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ -	$ -	$ -	$ -	$ 188,652
Other	-	-	-	-	436,179
Investment income	515,000	515,000	**1,113,977**	598,977	697,189
Total revenues	515,000	515,000	**1,113,977**	598,977	1,322,020
Expenditures					
General government	3,850,000	3,850,000	**3,307,712**	(542,288)	3,759,968
Total expenditures	3,850,000	3,850,000	**3,307,712**	(542,288)	3,759,968
Net change in fund balances	(3,335,000)	(3,335,000)	**(2,193,735)**	1,141,265	(2,437,948)
Fund balance, beginning of year	27,686,845	27,686,845	**27,686,845**	-	30,124,793
Fund balance, end of year	$ 24,351,845	$ 24,351,845	**$ 25,493,110**	$ 1,141,265	$ 27,686,845

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



City of Las Cruces

City of Las Cruces

Statement of Net Assets—*Proprietary Funds*

June 30, 2006

	Gas	Water	Waste Water
Assets			
Current assets			
Cash and investments	$ 5,671,644	$ 14,052,663	$ 13,981,389
Accounts receivable, net of allowance for uncollectible accounts	2,202,168	1,145,237	1,049,963
Due from other funds	-	-	-
Due from other governments	-	67,309	131,031
Inventories	678,049	573,121	261,701
Total current assets	8,551,861	15,838,330	15,424,084
Noncurrent assets			
Restricted cash and investments	539,830	14,928,124	3,427,588
Total restricted assets	539,830	14,928,124	3,427,588
Notes receivable	-	1,586,604	959,976
Other	-	458,532	173,221
Capital assets	50,206,841	82,369,044	78,333,789
Less accumulated depreciation	(22,524,583)	(24,837,773)	(25,424,497)
Net capital assets	27,682,258	57,531,271	52,909,292
Total noncurrent assets	28,222,088	74,504,531	57,470,077
Total assets	36,773,949	90,342,861	72,894,161

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

Enterprise Funds				
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 2,705,018	$ -	$ 36,410,714	$ 8,319,540
681,463	761	5,079,592	82,850
-	-	-	304,170
-	509,719	708,059	16,760
-	-	1,512,871	488,473
3,386,481	510,480	43,711,236	9,211,793
2,080,848	-	20,976,390	-
2,080,848	-	20,976,390	-
-	-	2,546,580	-
-	745	632,498	-
10,657,218	6,120,734	227,687,626	8,788,847
(8,244,019)	(2,760,199)	(83,791,071)	(6,990,874)
2,413,199	3,360,535	143,896,555	1,797,973
4,494,047	3,361,280	168,052,023	1,797,973
7,880,528	3,871,760	211,763,259	11,009,766

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

City of Las Cruces

Statement of Net Assets—*Proprietary Funds*

June 30, 2006

	Gas	Water	Waste Water
Liabilities			
Current liabilities			
Accounts, notes and contracts payable	705,474	671,213	757,799
Accrued liabilities	179,674	591,852	447,369
Due to other funds	-	-	-
Deferred revenue	-	532,596	-
Current portion of long-term liabilities	72,730	1,188,507	783,887
Total current liabilities	957,878	2,984,168	1,989,055
Noncurrent liabilities			
Customer deposits	539,830	480,426	376,619
Revenue bonds payable	-	25,604,829	9,176,365
Notes payable	-	138,395	622,423
Capital leases	-	-	-
Compensated absences	134,439	99,256	80,458
Claims	-	-	-
Accrued landfill closure cost	-	-	-
Total noncurrent liabilities	674,269	26,322,906	10,255,865
Total liabilities	1,632,147	29,307,074	12,244,920
Net Assets			
Invested in capital assets, net of related debt	27,609,528	30,737,935	42,949,040
Restricted for debt service	539,830	14,928,124	3,427,588
Unrestricted	6,992,444	15,369,728	14,272,613
Total net assets	$ 35,141,802	$ 61,035,787	$ 60,649,241

Some amounts reported for *business-type* activities in the statement of net assets are different because certain internal service fund assets and liabilities are included with business-type activities:

Capital assets included in internal service fund assets

Remaining assets less liabilities (including debt of $1,491,478) affecting internal service funds

Net assets of business-type activities

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
41,961	81,802	2,258,249	272,252
140,737	58,283	1,417,915	96,120
-	434,701	434,701	-
-	-	532,596	-
455,359	23,818	2,524,301	1,490,097
638,057	598,604	7,167,762	1,858,469
-	-	1,396,875	-
-	-	34,781,194	-
-	-	760,818	-
80,504	-	80,504	-
106,734	95,271	516,158	204,977
-	-	-	3,860,237
1,612,260	-	1,612,260	-
1,799,498	95,271	39,147,809	4,065,214
2,437,555	693,875	46,315,571	5,923,683
1,957,840	3,360,535	106,614,878	1,797,973
2,080,848	-	20,976,390	-
1,404,285	(182,650)	37,856,420	3,288,110
$ 5,442,973	$ 3,177,885	165,447,688	$ 5,086,083
		879,760	
		1,314,636	
		$ 167,642,084	

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2006

	Gas	Water	Waste Water
Operating Revenues			
Sales	$ 29,772,628	$ 15,982,427	$ 11,755,747
Utility extension	564,103	126,969	-
Rentals	-	11,900	-
Other	161,630	113,906	73,424
Total operating revenues	30,498,361	16,235,202	11,829,171
Operating Expenses			
Personnel services	1,616,394	1,798,104	1,959,154
Cost of gas purchased	22,282,618	-	-
Supplies	216,028	358,641	448,178
Utilities	20,484	1,971,267	787,131
Professional services	429,535	1,944,393	1,160,804
Motor pool charges	-	-	-
Repairs and maintenance	495,320	614,510	509,489
Rent	8,922	23,327	66,648
Depreciation and amortization	1,635,207	1,497,150	1,562,872
Payment in lieu of taxes	683,370	368,573	600,138
Administrative charges from other funds	518,279	508,672	492,988
Customer service	1,899,823	1,313,344	584,461
Provision for bad debts	299,873	100,952	81,436
Accrued post closure costs	-	-	-
Claims and judgments	-	-	-
Insurance	151,060	88,235	50,420
Other	66,737	7,977	5,768
Total operating expenses	30,323,650	10,595,145	8,309,487
Operating income (loss)	174,711	5,640,057	3,519,684
Nonoperating Revenues (Expenses)			
Gain (loss) on sale of property	-	-	-
Investment income	231,998	873,093	494,856
Grants and contributions	45,688	1,569,377	306,541
Interest expense	(28,085)	(1,328,270)	(597,287)
Total nonoperating revenue (expenses)	249,601	1,114,200	204,110
Income (loss) before transfers	424,312	6,754,257	3,723,794

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

Enterprise Funds				
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 9,636,369	$ 231,442	$ 67,378,613	$ -
-	-	691,072	-
183,306	-	195,206	-
34,297	1,060	384,317	7,157,699
9,853,972	232,502	68,649,208	7,157,699
2,083,356	2,080,544	9,537,552	2,847,885
-	-	22,282,618	-
389,520	96,169	1,508,536	488,270
24,219	24,578	2,827,679	257,890
2,724,318	60,067	6,319,117	1,084,263
-	304,914	304,914	-
1,104,116	287,964	3,011,399	495,905
65,845	-	164,742	221,283
452,685	418,815	5,566,729	772,910
194,764	-	1,846,845	-
225,695	15,500	1,761,134	-
1,117,108	-	4,914,736	72,520
86,896	-	569,157	-
724,879	-	724,879	-
-	-	-	1,656,867
103,605	27,720	421,040	142,375
2,892	667	84,041	-
9,299,898	3,316,938	61,845,118	8,040,168
554,074	(3,084,436)	6,804,090	(882,469)
-	(33,460)	(33,460)	15,950
89,498	89	1,689,534	610,044
-	1,451,211	3,372,817	48,038
(10,262)	-	(1,963,904)	(3,222)
79,236	1,417,840	3,064,987	670,810
633,310	(1,666,596)	9,869,077	(211,659)

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2006

	Gas	Water	Waste Water
Transfers in	-	-	2,372,032
Transfers out	(1,000)	(10,971)	-
Increase (decrease) in fund net assets	423,312	6,743,286	6,095,826
Net assets, beginning of year, as restated	34,718,490	54,292,501	54,553,415
Net assets, end of year	$ 35,141,802	$ 61,035,787	$ 60,649,241

Some amounts reported for *business-type activities* in the statement of activities are different because the change in net assets of certain internal service funds is reported with business-type activities.

Change in net assets of business-type activities

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
-	1,391,000	3,763,032	1,416,675
(1,000,000)	-	(1,011,971)	(80,500)
(366,690)	(275,596)	12,620,138	1,124,516
5,809,663	3,453,481	152,827,550	3,961,567
$ 5,442,973	$ 3,177,885		$ 5,086,083
		345,757	
		$ 12,965,895	

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

City of Las Cruces

Statement of Cash Flows—*Proprietary Funds*

For the Year Ended June 30, 2006

	Gas	Water	Waste Water
Cash flows from operating activities			
Cash received from customers (including other funds)	$ 29,863,547	$ 15,763,482	$ 11,219,255
Cash paid to suppliers	(26,938,934)	(7,382,467)	(4,387,339)
Cash paid to employees	(1,601,094)	(1,813,117)	(1,887,653)
Internal activity—payments to other funds	(40,103)	-	(83,930)
Internal activity—payments from other funds	-	124,033	-
Claims paid	-	-	-
Other receipts	161,630	113,906	73,424
Net cash provided (used) by operating activities	1,445,046	6,805,837	4,933,757
Cash flows from noncapital financing activities			
Grants and contributions	45,688	1,531,312	175,510
Transfers in	-	-	2,372,032
Transfers out	(1,000)	(10,971)	-
Loans for development impact fees	-	(243,349)	(187,490)
Net cash provided (used) by noncapital financing activities	44,688	1,276,992	2,360,052
Cash flows from capital and related financing activities			
Purchase of property and equipment	(1,536,270)	(5,242,380)	(5,771,343)
Disposition of intangible assets	-	(209,394)	-
Acquisition of intangible assets	-	-	15,927
Proceeds from revenue bonds	-	11,050,000	-
Principal paid: revenue bonds/lease purchase/advances	-	(1,118,286)	(587,010)
Interest paid: revenue bonds/lease purchase/advances	(28,085)	(1,328,270)	(597,287)
Net cash provided (used) by capital and related financing activities	(1,564,355)	3,151,670	(6,939,713)
Cash flows from investing activities			
Net sale (purchase) of investments	-	-	-
Principal received: note receivable	-	47,265	121,666
Interest received	231,998	873,093	494,856
Net cash provided (used) by investing activities	231,998	920,358	616,522

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 9,726,484	$ 270,307	$ 66,843,075	$ 10,820,150
(6,309,910)	(883,533)	(45,902,183)	(6,419,045)
(2,027,734)	(2,061,461)	(9,391,059)	(3,302,037)
-	-	(124,033)	(305,613)
-	405,701	529,734	3,772
-	-	-	(2,107,805)
34,297	1,060	384,317	-
1,423,137	(2,267,926)	12,339,851	(1,310,578)
-	1,227,343	2,979,853	50,852
-	1,391,000	3,763,032	1,416,675
(1,000,000)	-	(1,011,971)	(80,500)
-	-	(430,839)	-
(1,000,000)	2,618,343	5,300,075	1,387,027
(686,683)	(447,198)	(13,683,874)	(108,973)
-	-	(209,394)	-
-	-	15,927	-
-	-	11,050,000	-
(12,935)	-	(1,718,231)	-
(10,262)	-	(1,963,904)	(3,222)
(709,880)	(447,198)	(6,509,476)	(112,195)
-	-	-	-
-	-	168,931	-
89,498	89	1,689,534	610,043
89,498	89	1,858,465	610,043

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

City of Las Cruces

Statement of Cash Flows—*Proprietary Funds*

For the Year Ended June 30, 2006

	Gas	Water	Waste Water
Net increase (decrease) in pooled cash and investments	157,377	12,154,857	970,618
Cash and investments, beginning of year	6,054,097	16,825,930	16,438,359
Cash and investments, end of year	$ 6,211,474	$ 28,980,787	$ 17,408,977
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	$ 174,711	$ 5,640,057	$ 3,519,684
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation and amortization	1,635,207	1,497,150	1,562,872
Provision for uncollectible accounts	299,873	100,952	81,436
Increase in liability for landfill closure costs	-	-	-
Change in assets and liabilities			
Accounts receivable	(482,838)	(371,550)	(473,321)
Due from/ (to) other funds	(40,103)	124,033	(83,930)
Inventories	(66,156)	(85,453)	(228,084)
Due from other governmental agencies	-	-	-
Accounts and contracts payable	(100,602)	(98,075)	546,770
Estimated liability for insurance claims	-	-	-
Wages payable and accrued liabilities	15,300	32,253	71,501
Deferred revenue	-	(47,266)	-
Customer deposits	9,654	13,736	(63,171)
Total adjustments	1,270,335	1,165,780	1,414,073
Net cash provided (used) by operating activities	$ 1,445,046	$ 6,805,837	$ 4,933,757
Cash and investments at June 30 consisted of:			
Current assets:			
Cash and investments	$ 5,671,644	$ 14,052,663	$ 13,981,389
Noncurrent assets:			
Restricted cash and investments	539,830	14,928,124	3,427,588
Total cash and investments, June 30	$ 6,211,474	$ 28,980,787	$ 17,408,977
Noncash investing/financing activities			
Cumulative effect of change in accounting principle	$ -	$ -	$ -

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
(197,245)	(96,692)	12,988,915	574,297
4,983,111	96,692	44,398,189	7,745,243
$ 4,785,866	$ -	$ 57,387,104	$ 8,319,540
$ 554,074	$ (3,084,436)	$ 6,804,090	$ (882,469)
452,685	418,815	5,566,729	772,910
86,896	-	569,157	-
724,879	-	724,879	-
(57,298)	38,865	(1,346,142)	(82,196)
-	405,701	405,701	(301,841)
-	-	(379,693)	-
-	-	-	(8,555)
(74,632)	(65,954)	207,507	121,333
(283,196)	-	(283,196.00)	(450,938)
55,622	19,083	193,759	(478,822)
-	-	(47,266)	-
(35,893)	-	(75,674)	-
869,063	816,510	5,535,761	(428,109)
$ 1,423,137	$ (2,267,926)	$ 12,339,851	$ (1,310,578)
$ 2,705,018	$ -	$ 36,410,714	$ 8,319,540
2,080,848	-	20,976,390	-
$ 4,785,866	$ -	$ 57,387,104	$ 8,319,540
$ -	$ -	$ -	$ (33,960)

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

City of Las Cruces

Statement of Fiduciary Assets and Liabilities

Agency Funds

June 30, 2006

Assets	
Current assets	
Pooled cash and investments	$ 7,577,284
Accounts receivable	13,967
Due from other governments	196,180
Total current assets	$ 7,787,431
Liabilities	
Due to fiscal agent	$ 132,232
Accounts and contracts payable	32,313
Accrued wages payable	149,775
Funds held for others	7,473,111
Total liabilities	$ 7,787,431

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

1) Description and Reporting Entity

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

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

Component Unit	Included in the Reporting Entity Because:	Separate Financial Statements
City of Las Cruces Public Housing Authority (PHA)	City appoints and may remove the Board, which allows the City to impose its will.	Available at PHA offices at 926 S. San Pedro, Las Cruces, New Mexico 88001
South Central Solid Waste Authority, (SCSWA)	In accordance with the joint powers agreement (JPA), SCSWA revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.	Separate financial statements are available for SCSWA.

Both of the above are reported as discrete component units in the accompanying financial statements.

2) Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-Wide Statements—The statement of net assets and the statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

2) Basis of Presentation, Basis of Accounting — continued

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

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

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

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

The City reports the following as major governmental funds:

- The general fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Telshor facility fund accounts for the net proceeds of the facility lease with Province Healthcare Company, doing business as Memorial Medical Center, to be used for health-related programs and health-related projects. The lease was approved by Council Resolution 04–199 in 2004.
- The debt service fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.
- The 2005 gross receipts tax City Hall fund accounts for the resources accumulated and payments made for the construction of the new City Hall.

2) Basis of Presentation, Basis of Accounting — continued

Basis of Presentation — continued

The City reports the following major enterprise funds:

- The Gas fund accounts for the activities of the City's natural gas utility, which provides service to the residents of the City and some residents within the County.
- The Water fund accounts for the activities of the City's natural water utility, which provides service to the residents of the City and some residents within the County.
- The Wastewater fund accounts for the activities of the City's wastewater utility, which provides service to the residents of the City and some residents within the County.
- The Solid Waste fund accounts for the activities of the City's solid waste utility, which provides service to the residents of the City and some residents within the County.

The City also reports the following fund types:

- *Internal Service Funds*—used to report activities that provide goods or services to other funds, departments or agencies of the City and its component units on a cost-reimbursement basis. These activities include fleet services, information technology, document services, vehicle acquisition and risk management, general liability and malpractice, and workers' compensation coverage provided to other departments on a cost-reimbursement basis.
- *Agency Funds*—used to account for monies held by the City in a custodial capacity. These funds do not report operations or have a measurement focus. The funds held by the City in a fiduciary capacity include: Rio Grande Natural Gas Association (cash only); Mesilla Valley Regional Dispatch Authority; Metro Narcotics Agency; Mesilla Valley Safety Council; Lower Rio Grande Water Users Organization; Branigan Estate (proceeds of sales of assets is used to purchase books for the library); Employee Benefits Committee; Veteran's Memorial Wall; Veteran's Museum; and Gifts and Memorials.

Measurement Focus, Basis of Accounting

Government-Wide, Proprietary, and Fiduciary Fund Financial Statements—The government-wide, proprietary, and fiduciary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include gross receipts and property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is

2) Basis of Presentation, Basis of Accounting — continued

Measurement Focus, Basis of Accounting — continued
recognized in the fiscal year for which the taxes are levied. Revenues from gross receipts taxes are recognized when the underlying transaction takes place. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements—Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

All governmental and business-type activities of the City follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements. The City has also elected to apply FASB Statements and Interpretations issued after November 30, 1989, unless those pronouncements conflict with GASB pronouncements.

Assets, Liabilities and Equity
Cash Equivalents and Investments
The City pools idle cash from all funds for the purpose of increasing income through investment activities. A "Pooled Cash" concept is used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in pooled cash and investments with an original maturity of 90 days or less are considered to be cash equivalents for the purposes of the statement of cash flows.

Investments are stated at fair value.

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity — continued

Restricted Cash and Investments

The amount of cash held representing utility deposits is classified as restricted on the *Statement of Net Assets–Propriety Funds*. Also, certain proceeds of joint utility revenue bonds, as well as resources set aside for their repayment and resources set aside to fund capital asset replacements, are classified as restricted as their use is limited.

Receivables

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property location in the City as of the preceding January 1. The taxable valuations for the various classes of property are determined by the County Assessor and the State of New Mexico Department of Taxation and Revenue at one-third of assessed valuation. Taxes are payable in two equal installments on November 10 and April 10 and become delinquent after 30 days. Property taxes receivable are deemed to be substantially collectible.

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

The allowance for doubtful accounts is based on management's assessment of the collectibility of specific customer accounts, the aging of the accounts receivable, historical experience, and other currently available evidence.

Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

Capital assets are defined as assets with an initial individual cost of more than $5,000 and an estimated useful life in excess of one year.

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated capital assets are recorded at their estimated fair value at the date of donation. Major general infrastructure assets acquired prior to July 1, 2001, are the road network

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity — continued

Capital Assets — continued

and the flood control network. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. The initial purchase of software meeting the City's capital asset definition is capitalized; however, periodic costs for software upgrades are not capitalized due to the rapid change in technology.

In accordance with provisions of GASB No. 34, the City regards library materials (e.g., books, tapes, etc.), museum collections, and public exhibits as individual assets versus collections and, therefore, they are not capitalized.

Construction period interest on the City's proprietary fund capital projects is not capitalized due to the nature and duration of the projects. These capital projects may not be continuous in nature with lapses in construction period and project type and duration; therefore, interest cost is not capitalized.

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

Asset Class	Estimated Useful Lives
Infrastructure	30–50
Buildings and improvements	30
Vehicles	4–12
Office equipment	3–10
Computer equipment	3–10

Compensated Absences

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

Budgets

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

2) Basis of Presentation, Basis of Accounting — continued

Budgets — continued

New Mexico State law prohibits a municipality from making an expenditure in excess of approved appropriations. If a fund is not overspent, it is in compliance with state law. The budget may be amended by the City Council; however, DFA approval must be obtained on budget increases and budget transfers between funds. The 2005/2006 budget has been legally amended.

New Accounting Pronouncements

In June 2005, Statement No. 47, *Accounting for Termination Benefits*, was issued by GASB. Statement No. 47 requires that accrual-basis financial statements recognize a liability and expense for voluntary terminations (e.g., early retirement incentive) when the offer is accepted and the amount can be estimated. Involuntary termination benefits (e.g., severance benefits) should be recognized when a plan of termination has been approved by those with the authority to commit the government to the plan, the plan has been communicated to the employees, and the amount can be estimated. The Statement also requires employers to describe the termination benefit arrangement and disclose the cost of the termination benefits and significant methods and assumptions used to determine termination benefit liabilities. Statement No. 47 is effective either simultaneously with the requirements of Statement No. 45, *Accounting and Financial Reporting by Employers for Postretirement Benefits Other Than Pensions* or for periods beginning after June 15, 2005. However, the reporting requirements of Statement No. 47 and 45 are not applicable to the City for the year ended June 30, 2006 since the City does not provide termination benefits or other postretirement benefits other than pensions to its employees or former employees.

In December 2004, Statement No. 46, *Net Assets Restricted by Enabling Legislation–an amendment of GASB Statement No. 34*, was issued by GASB. Statement No. 46 requires that limitations on the use of net assets imposed by enabling legislation be reported as restricted net assets. This Statement clarifies that a legally enforceable enabling legislation restriction is one that a party external to a government—such as citizens, public interest groups, or the judiciary—can compel a government to honor. This Statement also specifies the accounting and financial reporting requirements if new enabling legislation replaces existing enabling legislation or if legal enforceability is reevaluated. Finally, this Statement requires governments to disclose the portion of total net assets that is restricted by enabling legislation. The provisions of Statement No. 46 are effective for periods beginning after June 15, 2005. However, the reporting requirements of Statement No. 46 are not applicable to the City as of June 30, 2006.

3) Cash and Investments

Primary Government

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

Governmental activities - cash and investments	$ 104,074,651
Business-type activities - cash and investments	39,008,216
Governmental activities - restricted cash and investments	3,111,891
Business-type activities - restricted cash and investments	20,976,390
Fiduciary fund (less due from fiscal agent)	7,445,052
South Central Solid Waste Authority	6,782,191
Total cash and investments	$ 181,398,391

Cash and investments at June 30, 2006, are as follows:

	Pooled Cash & Investments	Other Cash & Investments	Total
Bank deposits	$ (3,216,865)	$ 236,341	$ (2,980,524)
Investments	106,291,394	77,128,988	183,420,382
Cash with fiscal agent	-	416,431	416,431
Cash on hand	-	6,318	6,318
Accrued interest	535,784	-	535,784
Total cash and investments	$ 103,610,313	$ 77,788,078	$ 181,398,391

3) Cash and Investments — continued

Bank Balance of Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's investment ordinance requires collateralization of 50% of the uninsured portion of the City's deposits with financial institutions. Collateral securities are held by the City or a third party commercial bank's trust department. Securities pledged by financial institutions are required to be pledged at par with the exception of U.S. government obligations, which are pledged at fair value. As of June 30, 2006, the bank balance of the City's deposits, totaling $1,251,793, was insured or collateralized by securities held by the City's agent in the City's name, and thus was not exposed to custodial credit risk.

Cash and investments are reported as follows:

The City adopted a revised investment policy on November 21, 2005, by Ordinance No. 2244. The policy allows investment in: a) U.S. Treasury obligations; b) U.S. government agency and instrumentality obligations; c) repurchase agreements whose underlying securities and/or collateral consist of allowed investments described in (a) or (b) above; d) commercial paper rated not less than A-1, P-1, F-1, or equivalent by a nationally recognized rating agency; and e) mutual funds whose portfolios consist solely of allowed investments. In addition, the City may invest money identified as long-term in the pools of the New Mexico State Investment Council subject to annual review and approval by the City Council.

3) Cash and Investments — continued

Investments

As of June 30, 2006, the City had the following investments:

Investment Type	Fair Value	Weighted Avg Maturity (Yrs)
Pooled Investments		
Money market funds	$ 10,743,864	0.00
Pending cash	57,385	0.00
Commercial paper	4,987,980	0.05
U.S. agency discount notes	25,947,200	0.05
U.S. agency coupon bonds	51,587,315	1.97
U.S. Treasury Bills	4,980,450	0.09
U.S. Treasury Notes	7,987,200	0.08
Total pooled investments	106,291,394	0.99
Telshor Facility Fund		
Money market funds	1,820,380	0.00
U.S. agency coupon bonds/notes	1,055,969	1.12
U.S. agency discount notes	24,425,200	0.07
Total Telshor Facility Fund	27,301,549	0.10
Debt Service Fund		
U.S. Treasury Strips	402,734	4.88
U.S. Treasury Bonds	718,305	9.88
Total Debt Service Fund	1,121,039	7.62
2005 GRT City Hall Fund		
Flexible repurchase agreements	22,761,956	1.62
Nonmajor Capital Projects Funds		
Money market funds	2,200,878	0.00
Flexible repurchase agreements	10,306,420	1.09
Total Nonmajor Capital Projects Funds	12,507,298	0.90
Water and Wastewater Funds		
Flexible repurchase agreements	10,465,173	1.10
U.S. Treasury Note	303,012	2.88
U.S. agencies	2,668,961	0.79
Total Water and Wastewater Funds	13,437,146	1.08
Total investments	$ 183,420,382	

3) Cash and Investments — continued

Investments

Interest Rate Risk. The City's general investment policy is to apply the prudent investor rule to manage its exposure to declines in fair values. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of relatively shorter term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. For purposes of calculating weighted average maturity, the City assumes that callable securities will not be called before their final maturity. The investment pool includes step-up coupon securities totaling $21,325,510 issued by U.S. government agencies with call options.

Credit Risk. The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2006, the City's investments in U.S. agency securities were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service, except for short-term discount notes which were rated A-1+ by Standard & Poor's and F1+ by Fitch Ratings. Positions in commercial paper were rated P-1 by Moody's, A-1+ by Standard & Poor's and F1+ by Fitch Ratings. The City's money market fund investments were rated AAAm by Standard & Poor's and Aaa by Moody's, except $2,200,878 in the nonmajor capital projects funds, which was not rated. The City requires collateralization of 104% of the balance in flexible repurchase agreements were collateralized at 104% where the underlying securities are U.S. Treasury obligations and at 105% for federal agency obligations.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. All of the City's securities are held by a third-party financial institution in the City's name.

Concentration of Credit Risk. The City's formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2006, 48.6% of the City's investment pool was in Federal Home Loan Bank, 10.3% in Federal Home Loan Mortgage Corporation (FHLMC), and 10.8% in Federal National Mortgage Association (FNMA). Of the Telshor Facility Fund portfolio, 64.3% was in FHLMC and 28.3% was in FHLB. Of the Water and Wastewater Funds portfolio, 77.9% was in a JP Morgan Chase flexible repurchase agreement and 19.9% was in FNMA. 100% of the major and 93.8% of the nonmajor capital projects fund investments were in a MBIA Inc. flexible repurchase agreement.

4) Capital Assets

Primary Government

Capital asset activity for the City's primary government for the year ended June 30, 2006, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land and land rights	$ 13,273,922	$ 68,997	$ -	$ 13,342,919
Land improvements	19,127,374	-	-	19,127,374
Construction in progress	-	427,635	-	427,635
Total capital assets not being depreciated	32,401,296	496,632	-	32,897,928
Other capital assets				
Buildings and building improvements	29,637,037	3,223,081	(25,550)	32,834,568
Leasehold improvements	3,107,134	16,997	-	3,124,131
Airport runways	10,168,479	74,745	-	10,243,224
Park improvements	5,141,100	2,616,350	-	7,757,450
Machinery and equipment	26,768,792	3,389,013	(997,550)	29,160,255
Roads network	199,058,313	8,780,651	(75,662)	207,763,302
Flood control network	12,312,300	1,397,106	(912)	13,708,494
Total other capital assets at historic cost	286,193,155	19,497,943	(1,099,674)	304,591,424
Less accumulated depreciation for				
Buildings and building improvements	(10,872,491)	(972,184)	-	(11,844,675)
Leasehold improvements	(723,816)	(90,103)	2,480	(811,439)
Airport runway	(3,705,510)	(340,196)	-	(4,045,706)
Park improvements	(215,181)	(214,976)	-	(430,157)
Machinery and equipment	(19,470,004)	(1,680,691)	221,711	(20,928,984)
Roads network	(84,559,421)	(6,824,452)	75,662	(91,308,211)
Flood control network	(3,915,979)	(385,704)	432	(4,301,251)
Total accumulated depreciation	(123,462,402)	(10,508,306)	300,285	(133,670,423)
Other capital assets, net	162,730,753	8,989,637	(799,389)	170,921,001
Governmental activities capital assets, net	$ 195,132,049	$ 9,486,269	$ (799,389)	$ 203,818,929

4) Capital Assets — continued

	Beginning Balance	Increases	Decreases	Ending Balance
Business type activities				
Capital assets not being depreciated				
Land and land rights	$ 4,489,728	$ 456,000	$ -	$ 4,945,728
Construction in progress	38,227	321,233	(3,150)	356,310
Total capital assets not being depreciated	4,527,955	777,233	(3,150)	5,302,038
Other capital assets				
Buildings and building improvements	4,369,533	317,066	-	4,686,599
Distribution and collection system	57,849,139	347,115	-	58,196,254
Utilities transmission	127,752,130	10,095,550	(290,789)	137,556,891
Machinery and equipment	24,247,852	2,328,143	(332,924)	26,243,071
Total other capital assets at historic cost	214,218,654	13,087,874	(623,713)	226,682,815
Less accumulated depreciation for				
Buildings and building improvements	(1,933,774)	(157,587)	-	(2,091,361)
Distribution and collection system	(23,432,824)	(1,196,211)	-	(24,629,035)
Utilities transmission	(38,728,961)	(3,053,848)	290,789	(41,492,020)
Machinery and equipment	(17,715,055)	(1,530,030)	248,963	(18,996,122)
Total accumulated depreciation	(81,810,614)	(5,937,676)	539,752	(87,208,538)
Total other capital assets at historic cost, net	132,408,040	7,150,198	(83,961)	139,474,277
Business type activities capital assets, net	$ 136,935,995	$ 7,927,431	$ (87,111)	$ 144,776,315

Reclassifications were made during the year to properly classify buildings and equipment with governmental and business type activities.

4) Capital Assets — continued

Depreciation expense was charged to functions as follows:

	Governmental Type Activities	Business Type Activities
General government	$ 252,518	$ -
Facilities	844,210	-
Police	645,404	-
Fire	527,842	-
Community development	58,847	-
Public services	651,656	-
Public works	7,125,866	-
Gas	-	1,635,207
Water	-	1,497,150
Wastewater	-	1,562,872
Solid waste	-	452,685
Other	-	418,815
In addition, depreciation on capital assets held by the City's internal service funds is charged to the various functions based on their usage of the assets	401,963	370,947
Total depreciation expense	$ 10,508,306	$ 5,937,676

4) Capital Assets — continued

Component Units

Capital asset activity for the Housing Authority was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	$ 3,398,183	$ 963,800	$ (93,590)	$ 4,268,393
Construction in progress	-	772,479	-	772,479
Subtotal	3,398,183	1,736,279	(93,590)	5,040,872
Other capital assets				
Site improvements	1,634,263	166,096	(66,200)	1,734,159
Structures and improvements	18,740,117	893,441	(842,548)	18,791,010
Equipment	582,761	139,025	(57,441)	664,345
Subtotal	20,957,141	1,198,562	(966,189)	21,189,514
Less accumulated depreciation for				
Site improvements	(1,130,721)	(6,309)	18,042	(1,118,988)
Structures	(6,388,349)	(681,691)	523,450	(6,546,590)
Equipment	(244,273)	(28,658)	57,442	(215,489)
Subtotal	(7,763,343)	(716,658)	598,934	(7,881,067)
Net capital assets	$ 16,591,981	$ 2,218,183	$ (460,845)	$ 18,349,319

4) Capital Assets — continued

Component Units — continued

Changes in capital assets of SCSWA for the year ended June 30, 2006, are as follows:

	Balances June 30, 2005	Increases	Balances June 30, 2006
Capital assets not being depreciated			
Land	$ 807,276	$ -	$ 807,276
Landfill cell/site - construction in progress	163,184	146,257	309,441
Total capital assets not being depreciated	970,460	146,257	1,116,717
Other capital assets			
Buildings	3,694,841	311,849	4,006,690
Equipment	3,039,663	487,354	3,527,017
Infrastructure	1,056,988	-	1,056,988
Landfill cell/site	4,523,315	-	4,523,315
Total other capital assets at historic cost	12,314,807	799,203	13,114,010
Less accumulated depreciation for			
Buildings	1,120,464	135,582	1,256,046
Equipment	1,916,582	413,722	2,330,304
Landfill cell/site	3,610,195	172,605	3,782,800
Organizational cost	211,398	26,606	238,004
Total accumulated depreciation	6,858,639	748,515	7,607,154
Total other capital assets at historic cost, net	5,456,168	50,688	5,506,856
Total capital assets, net	$ 6,426,628	$ 196,945	$ 6,623,573

5) Receivables and Payables

Governmental activities receivables are the following at June 30, 2006:

	General Fund	Debt Service	Telshor Facility	2005 Gross Receipts Tax-City Hall	Other Governmental Funds	Internal Service Funds	Total Governmental Activities
Accounts	$ 262,329	$ -	$ -	$ -	$ 19,646	$ 51,549	$ 333,524
Interest	-	5,740	17,240	-	-	-	22,980
Contracts	-	-	-	-	3,691,321	-	3,691,321
Special assessments	-	-	-	86,894	2,545,696	-	2,632,590
Total governmental receivables	$ 262,329	$ 5,740	$ 17,240	$ 86,894	$ 6,256,663	$ 51,549	$ 6,680,415

5) Receivables and Payables — continued

Governmental activities receivables include $6,019,902 that is not scheduled for collection within the next fiscal year. All amounts are expected to be fully collectible.

Business-type receivables are as follows at June 30, 2006:

	Accounts Receivable	Allowance for Doubtful Accounts	Receivables, Net
Gas	$ 2,519,841	$ (317,673)	$ 2,202,168
Water	1,271,143	(125,906)	1,145,237
Wastewater	1,145,006	(95,043)	1,049,963
Solid waste	778,744	(97,281)	681,463
Other enterprise funds	761	-	761
Internal service funds	31,301	-	31,301
Total business-type activities	$ 5,746,796	$ (635,903)	$ 5,110,893

Accounts payables and accrued liabilities at June 30, 2006, were as follows:

	Vendors	Salaries and Benefits	Total Payables and Accrued Liabilities
Governmental activities			
General Fund	$ 770,205	$ 2,158,045	$ 2,928,250
Telshor Facility	1,606,194	-	1,606,194
2005 Gross Receipts Tax-City Hall	64,800	-	64,800
Other governmental	1,859,476	257,630	2,117,106
Internal service funds	219,674	-	219,674
Total governmental activities	$ 4,520,349	$ 2,415,675	$ 6,936,024
Business-type activities			
Gas	$ 705,474	$ 179,674	$ 885,148
Water	671,213	591,852	1,263,065
Wastewater	757,799	447,369	1,205,168
Solid waste	41,961	140,737	182,698
Other enterprise funds	81,802	58,283	140,085
Internal service funds	148,699	-	148,699
Total business-type activities	$ 2,406,948	$ 1,417,915	$ 3,824,863

6) Risk Management

The City is exposed to various risks of loss related to: torts and civil rights claims (including law enforcement and employment related exposures); theft, damage and destruction of its real and personal assets; workers' compensation losses; errors and omissions of City officers and officials; and natural disasters. The City uses the insurance fund (an internal service fund) to account for and finance its uninsured risks of loss. At various periods in past years, certain risk exposures were insured and the City continues to benefit from case coverage on claims that were incurred during those claim years.

The insurance fund tracks claims on a fund by fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. The claims liabilities reported in the insurance fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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

6) Risk Management — continued

Premiums and program costs, claims, fees and transfers to other funds, less reimbursed expenses, were:

	2006	2005
Health program costs	$ (30,709)	$ 737,409
Workers' compensation premiums	1,090,972	500,862
Workers' compensation program costs	1,378,676	1,379,323
Liability insurance premiums	1,242,899	927,900
Liability program costs	1,146,076	711,964
Unemployment insurance premiums	130,000	-
Unemployment program costs	66,275	30,457
Judgments program costs	234,147	165,006
Total premiums	$ 2,463,871	$ 1,428,762
Total program costs	$ 2,794,465	$ 3,024,159

Changes in fund's claims liabilities were:

	2006	2005
Claims liabilities, beginning of year	$ 5,753,065	$ 6,157,485
Current year claims and changes in estimates	2,794,465	3,024,159
Payment of claims liabilities	(3,245,403)	(3,428,579)
Claims liabilities, end of year	$ 5,302,127	$ 5,753,065

7) Long–Term Obligations

Primary Government
Changes in long-term obligations are as follows:

	Primary Government				
	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
Governmental activities					
Sales tax revenue bonds	$ 37,409,000	$ 33,000,000	$ (6,069,000)	$ 64,340,000	$ 5,260,000
Unamortized premium/discount on sales tax revenue bonds	-	276,275	-	276,275	-
Notes payable	319,931	-	(319,931)	-	-
Capital lease	1,214,376	-	(215,413)	998,963	288,156
Claims and judgments	4,269,350	-	(334,641)	3,934,709	1,070,027
Compensated absences	2,524,205	99,647	-	2,623,852	523,532
	45,736,862	33,375,922	(6,938,985)	72,173,799	7,141,715
Business-type activities					
Utility revenue bonds	27,420,000	11,050,000	(1,715,000)	36,755,000	1,800,000
Unamortized discount on utility revenue bonds	(264,972)	-	91,167	(173,805)	-
Capital leases	237,373	-	(143,934)	93,439	12,935
Claims and judgments	1,483,715	-	(116,297)	1,367,418	371,863
Note payable	1,057,708	-	(247,664)	810,044	49,226
Accrued landfill closure costs	1,457,040	570,960	-	2,028,000	415,740
Compensated absences	884,125	36,830	(34,338)	886,617	270,021
	32,274,989	11,657,790	(2,166,066)	41,766,713	2,919,785
	$ 78,011,851	$ 45,033,712	$ (9,105,051)	$ 113,940,512	$ 10,061,500

Compensated absences typically have been liquidated in the fund to which the employees are assigned. Claims and judgment liabilities have typically been liquidated in the general and the self-insurance fund (an internal service fund).

Description of Bonds
Sales and Gasoline Tax Revenue Bonds—In 1995, the City issued $10,795,000 of South Central Solid Waste Authority Environmental Gross Receipts Tax/Project Revenue Bonds. The bond proceeds were issued to construct a regional landfill and transfer station. The bond issue is secured by sales tax revenue of the City.

In 1996, the City issued $5,000,000 of sales tax bonds to fund street reconstruction and major maintenance projects. The bonds are secured by the sales tax revenue of the City.

7) Long–Term Obligations — continued

Description of Bonds — continued

Gross receipts tax revenue bonds were issued July 15, 1999, series A for $10,075,000 for street projects and to refund $3,320,000 of the 1991 sales tax revenue bonds (for interest savings), and series B for $7,040,000 for flood control projects. These bonds are secured by the sales tax revenue of the City.

Gasoline tax revenue bonds, series 2000A, were issued November 2000 for $5,110,000 to fund various street projects. The bonds are secured by and payable from gasoline tax revenues distributed monthly by the State of New Mexico to the City.

Gross Receipts Tax Refunding and Improvement Revenue Bonds, Series 2005, were issued in the amount of $12,800,000 for the purposes of defraying the cost of funding facilities and park improvement projects at an approximate cost of $6,000,000, acquiring street lighting systems at an approximate cost of $3,790,000, and refinancing the outstanding city Gross Receipts Tax Refunding Revenue Bond, series 1992 at an approximate cost of $3,010,000.

Type	Purpose	Date	Original Due	Issue	Balance Outstanding	Rates
Gross receipts tax revenue	Street projects	08/15/96	2006	$ 5,000,000	$ 1,010,000	3.7–5.1
Gross receipts tax revenue	Street projects and refunding	07/15/99	2014	10,075,000	7,440,000	4.25–5.05
Gross receipts tax revenue	Flood control	07/15/99	2014	7,040,000	4,420,000	4.25–5.0
Gasoline tax revenue	Street projects	12/04/00	2016	5,110,000	3,980,000	4.8–5.5
Component unit revenue and environmental gross receipts tax	Construction of South Central Solid Waste Facilities	09/14/04	2016	7,980,000	6,980,000	3.0–4.0
Street projects and sales tax revenue refunding		6/1/2005	2018	12,800,000	8,190,000	2.0–5.0
Sales Tax Series		6/1/2006	2035	33,000,000	32,320,000	3.5–4.5
				$81,005,000	$64,340,000	

7) Long–Term Obligations — continued

Debt Service Requirements
Future debt service requirements for governmental activities revenue bonds are:

Year Ending June 30,	Principal	Interest
2007	$ 5,260,000	$ 2,791,588
2008	4,955,000	2,596,486
2009	5,175,000	2,380,021
2010	4,805,000	2,150,279
2011	4,485,000	1,944,401
2012-2016	21,575,000	6,778,062
2017-2035	18,085,000	8,757,703
	$ 64,340,000	$ 27,398,540

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

Bond issues that are outstanding but have been refunded and are payable from escrow accounts are:

Joint utility revenue, series 1992	$ 3,245,000
Sales tax, series 1991	2,810,000
Sales tax, series 1995	59,070,000
	$ 65,125,000

Nonrecourse (Conduit) Debt
The City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on underlying mortgage loans. The City is not obligated for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2006, there were five series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $42,243,638.

7) Long–Term Obligations — continued

Arbitrage
Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986, is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the federal government on every fifth anniversary of each bond issue. The City used an independent consultant to evaluate the City's outstanding tax-exempt debt for arbitrage liability and determined that an arbitrage payment was due to the federal government in the amount of approximately $23,109.

Joint Utility Revenue Bonds
In 1997, the City issued $34.8 million in joint utility refunding and improvement revenue bonds (Series 1997), with an average interest rate of 5.3%, to provide funds for new water and wastewater expansion projects and to refund the $5.7 milling of outstanding 1992 Series bonds. Bond proceeds of $4.2 million plus an additional $1.1 million of 1992 sinking fund monies were used to purchase U.S. government securities to advance refund $4.1 million of the 1992 Series bonds and to defease the remaining $1.6 million of the 1992 Series bonds. The securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1992 Series bonds. As a result, all of the 1992 Series bonds are considered to be defeased and the liability for those bonds has been removed from the enterprise fund liabilities.

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of approximately $100,000. This difference, reported in the accompanying financial statements as a deduction from bonds payable is being charged to operations through the year 2012. The advance refunding will reduce total debt service payments over the following 15 years by approximately $600,000 result in an economic gain (difference between the present values of the old and new debt service payments) of approximately $200,000.

The 1997 Series bonds are secured by, and payable exclusively from, the net revenues of the utility system.

In 2000, the City issued $3.1 million in joint utility revenue bonds (Series 2000B) to provide funds for improvements to the water, wastewater, and natural gas utility systems. The Series 2000B bonds create a first lien on the net revenues of the utility system on parity with the Series 1997 bonds.

7) Long–Term Obligations — continued

Joint Utility Revenue Bonds — continued
In 2005, the City issued $11.05 million in joint utility revenue bonds (Series 2005) to provide funds for water expansion projects.

Schedule of Bonded Indebtedness–Joint Utility Revenue Bonds

Purpose	Date	Due	Original Issue	Outstanding	Interest Rates
Series 1997 refunding and system expansion	01/01/97	2017	$ 34,815,000	$ 23,290,000	4.60, 4.65, 4.85, 5.00, 5.10, 5.15, 5.20, 5.25, 5.30, 5.50
Series 2000B System Expansion	11/01/00	2016	3,105,000	2,415,000	4.55, 4.60, 4.625, 4.65, 4.70, 4.75, 4.85, 4.90, 5.00, 5.15, 5.20, 5.25, 5.30
Series 2005	12/1/2005	2025	11,050,000	11,050,000	3.5, 4.0, 4.125
			$ 48,970,000	$ 36,755,000	

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

Year	Principal	Interest	Total
2007	$ 1,800,000	$ 1,756,133	$ 3,556,133
2008	2,330,000	1,663,748	3,993,748
2009	2,445,000	1,549,918	3,994,918
2010	2,560,000	1,429,353	3,989,353
2011	2,700,000	1,301,659	4,001,659
2012-2016	15,730,000	4,270,222	20,000,222
2017-2025	9,190,000	1,451,057	10,641,057
	$ 36,755,000	$ 13,422,090	$ 50,177,090

Provisions of the Joint Utility Bond Ordinances
The 1997 revenue bond ordinance provides that the net revenue of the City's utility systems shall be used to service the debt and shall be at least 133% of the maximum outstanding debt requirements for the utility system; the 2000B revenue bond ordinance requires 125% of the maximum outstanding debt requirements, including those of the 1997 bonds. The net revenue for the fiscal year ended June 30, 2006, exceeded the maximum annual debt service requirement. Net revenue as defined in the bond ordinances means the revenue after deducting operation and maintenance expense. Operation and maintenance expenses include all reasonable and necessary current expenses of the City, paid or accrued, for operating, maintaining, and repairing the system; and shall include, without limiting the generality of the foregoing, legal and

7) Long–Term Obligations — continued

Joint Utility Revenue Bonds — continued

overhead expenses of the various City departments directly related and reasonably allocable to the administration of the system, insurance premiums, the reasonable charge of depository banks and paying agents, contractual services, professional services required by this ordinance, salaries and administrative expenses, labor, the cost of materials and supplies used for current operation; but shall not include any allowance for depreciation, payments in lieu of taxes, liabilities incurred by the City as a result of its negligence in the operation of the system, improvements, extension, enlargements or betterment, or any charges for the accumulation of reserves for capital replacements. Bond reserve accounts have been established to accumulate funds with which to make principal and interest payments on outstanding revenue bonds.

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

Bond covenants require reporting of the number of customers utility customers served, which were the following at June 30, 2006:

	Water	Wastewater	Gas
Residential	24,870	23,523	25,725
Commercial/other	2,677	2,032	2,405
Total	27,547	25,555	28,130

Capital Leases

The City is obligated under certain leases accounted for as capital leases. Significant capital lease commitments at June 30, 2006, are as follows:

The following item of heavy equipment identified in the following table is being leased from *John Deere Credit.* In the event that sufficient funds are not appropriated in any fiscal year, the City may terminate the lease and return the equipment to the lessor on the last day of the year in which funds were appropriated.

Description	Cost	Lease Term	Date
Loader	112,000	60 months	Dec 2003

7) Long–Term Obligations — continued

Capital Leases — continued

As of June 30, 2006, future minimum lease payments on the above capital lease are as follows:

Year Ending June 30,	Amount
2007	$ 12,935
2008	12,935
2009	76,856
Total minimum payments	102,726
Less: interest	(9,287)
Present value of net minimum lease payments	$ 93,439

Depreciation expense on the above leased equipment was $22,162 for the year ended June 30, 2006, and accumulated depreciation was $46,191 as of year-end.

Operating Leases

Mercedes Benz Credit Corporation—Fire equipment listed in the following table is being leased from Mercedes Benz Credit Corporation.

Description	Cost	Lease Term	Date
ALF 148 pumper	$ 295,062	108 Months	March 2002
ALF 148 pumper	295,062	108 Months	March 2002
ALF brush truck	125,957	72 Months	March 2002
Aerial Truck	606,306	108 Months	August 2002
ALF 148 Pump Truck	295,062	108 Months	September 2002
ALF 148 Pump Truck	295,062	108 Months	September 2002
Total	$1,912,511		

As of June 30, 2006, future minimum lease payments on the above leases are the following:

Year Ending June 30,	Amount
2007	$ 288,156
2008	262,549
2009	262,549
2010	262,549
2011	86,723
Total minimum payments	1,162,526
Less interest	(163,563)
Present value of net minimum lease payments	$ 998,963

7) Long–Term Obligations — continued

Operating Leases — continued

Depreciation expense on the leased equipment was $227,352 for the year ended June 30, 2006, and accumulated depreciation was $896,243 as of year-end.

Component Units

Changes in long-term obligations for the Housing Authority are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
LCHDC Mortgage Revenue Bond (Series 1993A)	$ 2,940,000	$ -	$ 2,940,000	$ -	$ -
LCHDC Mortgage Revenue Bond (Series 2005)	-	2,826,374	126,371	2,700,003	142,688
Note payable - Gallup Federal Savings Bank	437,785	-	13,189	424,596	16,779
Note payable - Wells Fargo Bank	386,288	-	7,713	378,575	8,339
Note payable - City of Las Cruces	97,920	-	97,920	-	-
Note payable - First Federal Bank	-	296,000	5,860	290,140	7,022
Loan agreements	2,800,539	980,695	23,252	3,757,982	731,253
Total	$ 6,662,532	$ 4,103,069	$ 3,214,305	$ 7,551,296	$ 906,081

Changes in long-term liabilities of SCSWA for the year ended June 30, 2006, are as follows:

	Balances June 30, 2005	Increases	Decreases	Balances June 30, 2006	Amount Due Within One Year
Long-term debt					
Capital lease obligations	$ 361,499	$ -	$ 237,354	$ 124,145	$ 115,247
Due to City of Las Cruces	7,771,631	-	1,640,048	6,131,583	606,667
Other noncurrent liabilities					
Estimated landfill closure/postclosure liability	1,466,500	38,000	-	1,504,500	-
Compensated absences	53,698	6,886	-	60,584	11,237
	$ 9,653,328	$ 44,886	$ 1,877,402	$ 7,820,812	$ 733,151

8) Interfund Assets, Liabilities and Transfers

Primary Government

Governmental interfund receivables and payables as of June 30, 2006, are as follows:

	Interfund Receivable	Interfund Payable	Total
Governmental activities			
General fund			
Nonmajor governmental funds	$ 1,917,196	$ (96,982)	
Nonmajor enterprise funds	434,701	-	$ 2,254,915
Nonmajor governmental funds			
General fund	96,982	(1,917,196)	(1,820,214)
Internal service fund	-	(304,170)	(304,170)
Internal service fund			
Nonmajor governmental fund	304,170	-	304,170
Total governmental activities before allocation of internal service funds			434,701
Internal service fund interfund balance allocated to business-type activities			(78,446)
Total governmental activities			$ 356,255

Business-type activities interfund receivables and payables as of June 30, 2006, are as follows:

	Interfund Receivable	Interfund Payable	Total
Business-type activities			
Nonmajor enterprise funds			
General fund	$ -	$ (434,701)	$ (434,701)
Total business-type activities before allocation of internal service funds			(434,701)
Internal service fund interfund balance allocated to business-type activities			78,446
Total business-type activities			$ (356,255)

These balances result from the interfund advances authorized by the City Council (described following) and the time lag between the dates that interfund goods or services are provided or reimbursable expenditures occur and payments between funds are made.

8) Interfund Assets, Liabilities and Transfers — continued

Interfund Transfers

Interfund transfers for the year ended June 30, 2006, consisted of the following:

Transfers to general fund from	
Nonmajor governmental funds	$ 809,204
Internal service funds	80,500
Total transfers to the general fund	$ 889,704
Transfers to the debt service fund from	
General fund	$ 3,900,671
Nonmajor governmental funds	2,618,121
Total transfers to the debt service fund	$ 6,518,792
Transfers to nonmajor governmental funds from	
General fund	4,426,978
Nonmajor governmental funds	1,115,773
Total transfers to the nonmajor governmental funds	$ 5,542,751
Transfers to the waste water fund from	
Nonmajor governmental funds	$ 1,361,061
Solid waste	1,000,000
Water fund	10,971
Total transfers to the wastewater fund	$ 2,372,032

8) Interfund Assets, Liabilities and Transfers — continued

Interfund Transfers — continued

Transfers to nonmajor enterprise funds from	
General fund	$ 550,000
Gas fund	1,000
Nonmajor governmental funds	840,000
Total transfers to the nonmajor enterprise funds	$ 1,391,000
Transfers to internal service funds from	
General fund	$ 1,416,675
Total transfers to internal service funds	$ 1,416,675
Transfers from the general fund to	
Debt service fund	$ (3,900,671)
Nonmajor governmental funds	(4,426,978)
Nonmajor enterprise funds	(550,000)
Internal service funds	(1,416,675)
Total transfers from the general fund	$ (10,294,324)
Transfers from nonmajor governmental funds to	
General fund	$ (809,204)
Debt service fund	(2,618,121)
Waste water	(1,361,061)
Nonmajor governmental funds	(1,115,773)
Nonmajor enterprise funds	(840,000)
Total transfers from the nonmajor governmental funds	$ (6,744,159)
Transfers from the gas fund to	
Nonmajor enterprise funds	$ (1,000)
Total transfers from the gas fund	$ (1,000)
Transfers from the water fund to	
Waste water fund	$ (10,971)
Total transfers from the water fund	$ (10,971)
Transfers from the solid waste fund to	
Wastewater	$ (1,000,000)
Total transfers from the solid waste fund	$ (1,000,000)
Transfers from the internal service funds to	
General fund	$ (80,500)
Total transfers from internal service funds	$ (80,500)

8) Interfund Assets, Liabilities and Transfers — continued

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

Component Units
Interfunds between the Housing Authority and its component units are as follows:

	December 31, 2005		
	Montana Senior Village, LLC	Montana Senior Village II	Total
Due from Housing Authority	$ -	$ 199,995	$ 199,995
Payables to Housing Authority	(687,006)	(1,633,941)	(2,320,947)
	(687,006)	(1,433,946)	(2,120,952)
Receivable from component units, net			837,330
Total internal balances			$ (1,283,622)

Interfunds between the Housing Authority and its component units are different because they have different fiscal year-ends.

9) Contingent Liabilities

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

The City is a defendant various lawsuits. Management estimates that $450,000 may be paid to settle such lawsuits from the self-insurance fund. Management is not aware of any other pending or threatened litigation that would adversely affect the City's financial position.

9) Contingent Liabilities — continued

The City may have to pay for clean-up costs due to groundwater contamination detected on the City's property, which has been declared a Superfund Site by the Environmental Protection Agency (EPA). The City is a Potential Responsible Party identified in recent reports along with Doña Ana County, which also owns part of the contaminated property. During the last year, the City and Doña Ana County have established a memorandum of understanding for a Joint Superfund Project (JSP) to work collaboratively with the EPA to complete the Remedial Investigation and Feasibility Study (RIFS) within the Superfund process. In December 2004, the JSP submitted a good-faith offer to the EPA for a Funding Agreement to achieve this objective. In April 2005, a negotiated Funding Agreement in the amount of $800,000 payable to the EPA to complete the RIFS was signed. In October 2005, the EPA and its contractor began the remaining fieldwork, which is estimated to take one year. Once the RIFS is complete, remediation efforts can begin. At this time, the clean-up/remediation costs for this potential liability cannot be determined as such costs are dependent on the amount and method of remediation required by the EPA.

10) Deferred Compensation Plan

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

The City has 457 active participants in the plan as of June 30, 2006.

11) Employee Retirement System

Retirement Plan

Substantially all of the City of Las Cruces employees who work 20 or more hours a week participate in a defined benefit contributory retirement plan through the Public Employees Retirement Act of the State of New Mexico, a cost-sharing multiple employer public employee retirement system administered by the Public Employees Retirement Association (PERA). Benefit provisions are established and may only be amended by state statute. Information pertaining to the actuarially computed present value of vested accumulated plan benefits and nonvested accumulated plan benefits, the plan's net assets available for benefits and the assumed rate of return used in computing the present value,

11) Employee Retirement System — continued

Retirement Plan — continued
and ten-year historical trend information presenting PERA's progress in accumulating sufficient assets to pay benefits when due is not available by individual government agencies participating in the plan. Actuarial pension data for the State of New Mexico, as employer, is provided at the state-wide level in a separately issued audit report of PERA. The report may be obtained by writing to PERA, PO Box 2123, 1120 Paseo de Peralta, Santa Fe, NM 88504-2323.

Retirement Eligibility
Eligibility for receiving the monthly benefit equal to the number of years of credited service x 3.0% (3.5% for police and fire plan employees) of their final average monthly salary, the 36 consecutive months of credited service producing the largest average, is as follows:

Employees may retire at: any age with 25 or more years of credited service; or age 60 or older with 20 or more years of credited service; with the exception of police and fire plan employees who may retire at any age with 20 or more years of credited service. All employees are eligible for retirement at: age 61 or older with 17 or more years of credited service; or age 62 or older with 14 or more years of credited service; or age 63 or older with 11 or more years of credited service; or age 64 or older with eight or more years of credited service; or age 65 or older with five or more years of credited service. Benefits vest after five years of credited service.

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

11) Employee Retirement System — continued

Funding Policy
The City has chosen to enroll in a plan that requires the following contribution percentages:

	City	Employees
Police	18.50%	16.30%
Fire	21.25%	16.20%
All other contributing employees	9.15%	13.15%

For employees in the general municipal employees' plan, the City has chosen to pay a portion of the employees' 13.15% required contribution as an additional benefit. For union-represented employees, the City contributes an additional 1% of the participants' gross salary; for all other employees in this plan, the City contributes 2%.

Contribution requirements for the years ended are as follows:

	City	Employee	Total	Percentage Contributed
June 30, 2004	$ 4,635,660	$ 5,413,208	$ 10,048,868	100%
June 30, 2005	4,799,796	5,580,795	10,380,591	100%
June 30, 2006	5,113,911	5,916,678	11,030,589	100%

If a member's employment is terminated before the member is eligible for other benefits under PERA, the member may receive a refund of the member's contribution and interest accrued based on rates established biannually by the retirement board.

The payroll for the City's employees covered by PERA for the year ended June 30, 2006, was $42,142,723; the total payroll of all employees of the City was $48,047,105.

12) Other Individual Fund Disclosures

The individual fund with a deficit fund balance at year-end is as follows:

Fund	Deficit Fund Balance
Judicial Education	$ 3,652

Management expects fund balance/net asset deficits will be eliminated through increased user fees charges to employees and participating funds and general fund appropriations.

12) Other Individual Fund Disclosures — continued

The following fund over-expended budgeted amounts as follows:

Fund	Total Budgeted Expenditures	Actual Expenditures	Amount Over-Expended
Solid waste	$ 9,262,624	$ 9,299,898	$ 37,274

Budgets were not adopted for the Telshor Facility and Special Projects Northrise Morningstar governmental major funds. Therefore, the budget to actual statements are not presented for these funds.

13) Landfill Closure and Postclosure Care Cost

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

The City's landfill closure and postclosure care liability is reported as $2,028,000 for the year ending June 30, 2006. Actual closure and postclosure care costs at 100% capacity may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects a change in the estimate of total closure and postclosure costs of $724,879, which is included in expenses in the financial statements.

The City enacted a 1/16th cent environmental gross receipts tax that became effective January 1, 1995, to raise funds for environmental costs such as for landfill closure and postclosure care.

14) Reserved Fund Balance

General Fund—The balance of inventories on hand at the end of the fiscal year is reserved because this portion of the fund balance is not available for appropriation and expenditure at June 30, 2006.

15) Development Impact Fees

The City collects, invests and expends development impact fees in accordance with Ordinance No. 1456—Las Cruces Development Impact Fees Ordinance dated June 19, 1995, and Resolution No. 95–368—A resolution adopting the development fees for parks, water, and wastewater services dated June 30, 1995.

In accordance with §6 of Ordinance 1456, the City is required to use qualified professionals to prepare a capital improvements plan that describes the specific capital improvements needed to increase the number of new service units in an area over a reasonable period of time, not to exceed ten years. Additionally, the capital improvements plan will calculate total estimated costs of improvements for which the development impact fees may be assessed. Ordinance 1456 §24 states that the capital improvements plan must be updated at least every five years. Expenditures of fees collected must improve the following facilities:

1) Water supply, treatment and distribution facilities and wastewater collection and treatment facilities;

2) Parks, recreational areas, open space, trails and related areas and facilities.

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

The capital improvements plan and land use assumptions for parks expired on June 30, 2000. The impact fees assessed for the parks were extended by resolution 00-456, through June 30, 2001. Ordinance 1456 §11 requires that impact fees collected be used to pay for capital improvements or facility expansions identified in a capital improvements plan.

15) Development Impact Fees — continued

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

Development impact fee activity for the year ended June 30, 2006, is as follows:

Parks Impact Fees	
Impact fees collected	$ 485,517
Investment income	49,257
Expenditures	(97,780)
Net Parks Impact Fees	$ 436,994
Water Impact Fees	
Impact fees collected	$ 3,870,623
Investment income	178,825
Expenditures	(1,212,472)
Net Water Impact Fees	$ 2,836,976
Wastewater Impact Fees	
Impact fees collected	$ 3,428,189
Investment income	275,223
Expenditures	(357,696)
Net Wastewater Impact Fees	$ 3,345,716
Total Impact Fees	
Impact fees collected	$ 7,784,329
Investment income	503,305
Expenditures	(1,667,948)
Net Total Impact Fees	$ 6,619,686

16) Major Construction Commitments

The City had several major outstanding or planned construction projects as of June 30, 2006. These projects are evidenced by contractual commitments with contractors and include:

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
Joint Utilities					
Gas Streets Rehab Project	Gas Capital Improvements	$ 334,612	$ 168,398	$ 166,214	Gas Utility Rates
Gas Rehab High Pressure	Gas Capital Improvements	70,245	-	70,245	NM State Highway Grant
Gas Streets Rehab Project	Gas Capital Improvements	378,549	96,906	281,643	Gas Utility Rates
Gas Streets Rehab Project	Gas Capital Improvements	150,163	-	150,163	Gas Utility Rates
Water Pump Station Well 65	Water Development	120,180	14,502	105,678	Water Well Projects (DFA)
Water Bond Dev Low Zone Transm	Water Development	587,672	24,550	563,121	Water Utility Rates
Water Street Utility Rehab	Water Capital Improvements	610,663	479,245	131,418	Water Utility Rates
Water El Molino Project	Water Capital Improvements	138,643	21,366	117,277	Water Utility Rates
Water N. Main/Picacho Construction	Water Capital Improvements	88,617	-	88,617	Water Utility Rates
Water Street Utility Rehab	Water Capital Improvements	469,626	215,550	254,076	Water Utility Rates
Water Street Utility Rehab	Water Capital Improvements	443,808	-	443,808	Water Utility Rates
Water Replacement Well (Rehab)	Water Capital Improvements	691,327	61,221	630,106	Water Utility Rates
Water Jornada Wellfield	Water 97 Bond Projects	256,268	90,109	166,160	Water 97 Bond Projects
Water Bond Dev Low Zone Transm	Water 97 Bond Projects	91,484	-	91,484	Water 97 Bond Projects
Water Transmission Lines (Jornada)	Water Series 2005A Bond Projects	509,824	91,301	418,523	Water 2005A Bond Projects
Water Bond Dev Low Zone Transm	Water Series 2005A Bond Projects	447,208	282,544	164,664	Water 2005A Bond Projects
WWTP Expansion	Wastewater Development	669,200	183,432	485,768	Wastewater Development Impact Fees
WWTP Bar Screens	Wastewater Development	163,061	42,320	120,741	Wastewater Development Impact Fees
WW Existing Deficiencies Collection	Wastewater Development	150,000	18,100	131,900	Wastewater Development Impact Fees
WWTP Bar Screens	Wastewater Development	2,699,289	634,561	2,064,728	Wastewater Development Impact Fees
WWTP Sludge Process Centrifuge	Wastewater Development	438,700	-	438,700	Wastewater Development Impact Fees
Wastewater Street Utility Rehab	Wastewater Capital Improvements	417,319	336,009	81,311	Water Utility Rates
Wastewater Roughing Filter Arms WWTP	Wastewater Capital Improvements	493,511	279,216	214,295	Wastewater 97 Bond Projects
Wastewater Street Utility Rehab	Wastewater Capital Improvements	842,488	299,051	543,437	Water Utility Rates
Wastewater Street Utility Rehab	Wastewater Capital Improvements	397,448	-	397,448	Water Utility Rates
Wastewater Bond Rehab El Molino	Wastewater 97 Bond Projects	189,689	118,575	71,115	Wastewater 97 Bond Projects
Wastewater Water Reclamation Project	WW EPA Grant Water Reclamation	410,652	155,724	254,928	EPA Grant
Wastewater Water Reclamation Project	WW Water Reclamation Project	379,102	108,427	270,675	EPA Grant
Solid Waste Commercial Collections	Solid Waste Equipment Reserve	188,837	-	188,837	Solid Waste Utility Rates
Solid Waste Commercial Collections	Solid Waste Equipment Reserve	152,880	-	152,880	Solid Waste Utility Rates
		12,981,065	3,721,107	9,259,960	
Capital Projects Funds					
N Valley Dr. Project	Street Improvement	159,787	5,891	153,896	Grt Tax
Street Lighting Project	Street Improvement	74,563	-	74,563	Grt Tax
Triviz Bike Path	Street Improvement	126,608	45,464	81,144	State Grant
Rehab Runway 4-22	Airport Improvement	78,344	-	78,344	FAA Grant
West End Taxiway	Airport Improvement	702,000	322,407	379,593	FAA Grant
Las Cruces Avenue	Sales Tax Street Maintenance	97,822	15,194	82,628	Grt Tax
E Mesa Street Improvements	Sales Tax Street Maintenance	581,389	-	581,389	Grt Tax
Mesilla (Amador To Hadley	Sales Tax Street Maintenance	620,670	-	620,670	Grt Tax
May Avenue (Mesilla Street)	Sales Tax Street Maintenance	95,536	-	95,536	Grt Tax
Bowman/Mesilla	Sales Tax Street Maintenance	66,875	-	66,875	Grt Tax
Melendres Rehab. Phase I	Sales Tax Street Maintenance	267,500	-	267,500	Grt Tax
N Valley Dr. Project	Flood Control	163,224	6,014	157,210	Property Tax
El Molino Channel	Flood Control	423,790	169,844	253,946	Property Tax
Bowman/Mesilla	Flood Control	821,598	-	821,598	Property Tax
Downtown Plaza	Legislative Capital Improvements	312,868	219,113	93,755	State Legislative Grants
Oak, Manso, Bell St	Legislative Capital Improvements	112,268	24,601	87,667	State Legislative Grants
Downtown Revitalization	Legislative Capital Improvements	499,080	-	499,080	State Legislative Grants
East Mesa St Improvements	Legislative Capital Improvements	382,143	66,180	315,963	State Legislative Grants
Downtown Revitalization	Legislative Capital Improvements	700,405	-	700,405	State Legislative Grants
Sammy Burke Youth Boxing Center	Federal Legislative Capital Imp 03	66,150	5,014	61,136	Federal Grants
Mesilla (Amador To Hadley	Street Projects St 99 Series A	293,334	-	293,334	Bond Proceeds
Klein Park	Sales Tax 2003 Fac/Parks	50,692	-	50,692	Bond Proceeds
Street Lighting	Sales Tax 2003 Street Lights	820,222	552,448	267,774	Bond Proceeds
Street Lighting	Sales Tax 2003 Street Lights	53,875	-	53,875	Bond Proceeds
City Hall Complex	Sales Tax 2005 City Hall	700,000	20,442	679,558	Bond Proceeds
City Hall Complex	Sales Tax 2005 City Hall	660,000	-	660,000	Bond Proceeds
City Hall Complex	Sales Tax 2005 City Hall	109,480	1,377	108,103	Bond Proceeds
City Hall Complex	Sales Tax 2005 City Hall	204,000	-	204,000	Bond Proceeds
City Hall Complex	Sales Tax 2005 City Hall	231,120	151,200	79,920	Bond Proceeds
		9,475,343	1,605,189	7,870,154	
		$ 22,456,408	$ 5,326,296	$ 17,130,114	

17) Joint Ventures

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

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

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

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2006.

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

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

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2006.

17) Joint Ventures — continued

Metropolitan Planning Organization
The City is a participant in a joint City-County-Town of Mesilla Metropolitan Planning Organization jurisdictional area. The organization is governed by a board of nine individuals. The City of Las Cruces, Dona Ana County and Town of Mesilla each appoint three members. The committee will be constituted for the purpose of establishing, overseeing and directing transportation related policy within the Las Cruces Urban area and to accomplish overall transportation planning for the City, County and Town.

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

Lower Rio Grande Water Users Organization
The City is a participant in this organization to provide for acquisition of information regarding the hydrologic features of the Lower Rio Grande River System. The organization has eight participants: the City, the County, the Town of Mesilla, the Anthony Water and Sanitation District, the Village of Hatch, New Mexico State University, the Elephant Butte Irrigation District and the Dona Ana Mutual Domestic Water Consumers Association.

The objective of this organization is to complete and implement a regional water plan, to make the best use of the available water supply, to secure additional supplies of water for the water users in the region, and to facilitate New Mexico entities' participation in the New Mexico-Texas Water Commission.

Funds are received from the New Mexico Interstate Stream Commission and from other sources. The City of Las Cruces shall serve as the fiscal agent for the Organization. The City will maintain all fiscal records in accordance with generally accepted accounting principles. Upon termination of the agreement, any unexpended funds will be returned pro rata by the fiscal agent to the contributing members and third party funding sources.

South Central Solid Waste Authority
The City is a participant in South Central Solid Waste Authority (SCSWA), a City-County joint venture that establishes a mechanism for designing, constructing, financing, operating and maintaining regional solid waste landfills and related facilities. SCSWA is reported as a component unit of the City because its revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station. SCSWA is governed by a board comprised of six working members and two ex-officio members. Three of the members are appointed from the City Council by the Mayor and

17) Joint Ventures — continued

South Central Solid Waste Authority — continued
three members are appointed from the County Commission by the Chairman. The two ex-officio members are the City Manager and the County Manager or their designees.

The City serves as the fiscal agent for the Authority for the term of the agreement. The fiscal agent is compensated for services rendered to the Authority in the amount of $70,000 per year base rate. The base rate increases each year by the Consumer Price Index plus audit fees or other direct costs. The City issued revenue bonds on behalf of the Authority which are to be secured by pledges of the net revenues derived from operation of the facility and of the proceeds of the 1/16% Municipal Environmental Services Gross Receipts Tax of the City and the 1/8% County Environmental Services Gross Receipts Tax of the County.

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

18) Hospital Lease

Memorial Medical Center / Province Hospital (Telshor Facility)

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

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

18) Hospital Lease — continued

Memorial Medical Center / Province Hospital (Telshor Facility) — continued

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

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

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

The proceeds of the PHC lease are reported in a special revenue fund (Telshor Facility fund) because the City Council adopted a resolution restricting the use of the lease proceeds to fund health-related programs and health-related capital projects. Amounts received by the City for expanded care services and property taxes are reported in the statement of net assets as deferred revenue.

If PHC incurs any losses, including the discharge of malpractice liabilities, in connection with events occurring on or prior to the closing, the asset purchase agreement entitles PHC to compensation solely from the escrow accounts.

MMCI began distributing its cash and investments equally between the City and the County in July 2004. MMCI retained cash to pay certain liabilities; any cash remaining at the end of the liquidation process will be distributed equally between the City and the County.

19) Internal Service Fund Governmental and Business-Type Activities Allocations

The City allocates its internal service funds based on the utilization of these internal service funds between governmental and business-type activities. The governmental allocation, as identified in the governmental funds balance sheet, follows:

Internal service fund		
Net assets, beginning balance, as restated		$ 2,112,930
Revenues less eliminations	$ 467,244	
Expenses less eliminations	(617,003)	
Other financing sources	928,516	
Change in net assets		778,757
Net assets, ending balance		$ 2,891,687

Changes in net assets of internal service funds reported in business-type activities follows:

Net assets, beginning balance		$ 1,848,636
Revenues less eliminations	$ 198,654	
Expenses less eliminations	(260,553)	
Other financing sources	407,659	
Change in net assets		345,760
Net assets, ending balance		$ 2,194,396

Total net assets of the City's internal service funds are:

Governmental activities allocation	$ 2,891,687
Business-type activities allocation	2,194,396
Net assets, ending balance	$ 5,086,083

20) Restatement of Beginning Fund Balance/Net Assets

Primary Government

Effective July 1, 2005, the City elected to report assets, liabilities, and activity previously reported in the vehicle acquisition fund and the support services fund (internal service funds) in the general fund. This change in the application of accounting principle was adopted to facilitate management of governmental capital assets. The effect of the change on previously reported fund equity is as follows:

		Internal Service Funds	
Description	General Fund	Vehicle Acquisition	Support Services
Fund equity at June 30, 2005, as previously reported	$ 22,664,391	$ 4,901,192	$ 3,525,169
To reclassify governmental capital assets	-	(1,696,065)	(33,960)
To record the effect ofchange in accounting principle	3,205,127	(3,205,127)	-
Fund equity at June 30, 2006, as restated	$ 25,869,518	$ -	$ 3,491,209

Comparative information presented in the general fund budget to actual statement has been restated to apply the change retrospectively.

Component Unit

Previously reported June 30, 2005, net assets for the Housing Authority have been restated in the accompanying financial statements as follows:

Net assets, June 30, 2005, as previously reported	$ 13,197,732
Development advances repaid to the Housing Authority by MSV II. These repayments were previously reported as a reduction in expense in fiscal year 2005, but should have reduced the advance receivable.	(655,703)
Payment on deferred development fee note receivable from MSV II. This payment was previously reported as revenue in fiscal year 2005, but should have reduced the note receivable.	(57,595)
SMP operations were previously reported as part of the Housing Authority's operations, but should have been reported as a component unit.	62,014
Certain HUD advances were previously reported as accounts payable, but are reclassified to restricted net assets.	78,205
Net assets, June 30, 2005, as restated	$ 12,624,653

City of Las Cruces

Combining Balance Sheet—Nonmajor Government Funds

City of Las Cruces

Combining Balance Sheet—*Nonmajor Government Funds*

June 30, 2006

	Special		
	Community Development Block Grant	Court Awarded Funds	MPO Urban Trans-portation
Assets			
Pooled cash and investments	$ 1,176	$ 17,772	$ -
Receivables, net	3,691,321	-	-
Due from other governmental units	490,803	-	100,815
Total assets	$ 4,183,300	$ 17,772	$ 100,815
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 287,846	$ 3,820	$ 3,917
Accrued liabilities	14,990	-	5,875
Deferred revenue	2,036,735	-	-
Due to other funds	86,994	-	24,443
Total liabilities	2,426,565	3,820	34,235
Fund balances			
Unreserved	1,756,735	13,952	66,580
Total fund balances	1,756,735	13,952	66,580
Total liabilities and fund balance	$ 4,183,300	$ 17,772	$ 100,815

Revenue Fund

Weed and Seed	Fire	Police Protection	Emergency Medical Services	Traffic Safety
$ -	$ 643,151	$ -	$ 34,590	$ 43,026
-	-	19,646	-	-
28,240	-	294,768	-	-
$ 28,240	$ 643,151	$ 314,414	$ 34,590	$ 43,026
$ -	$ 1,624	$ 6,319	$ -	$ -
-	-	24,210	-	12
-	389,470	8,472	-	-
28,240	-	20,917	-	(8,228)
28,240	391,094	59,918	-	(8,216)
-	252,057	254,496	34,590	51,242
-	252,057	254,496	34,590	51,242
$ 28,240	$ 643,151	$ 314,414	$ 34,590	$ 43,026

City of Las Cruces

Combining Balance Sheet—*Nonmajor Government Funds*

June 30, 2006

	Special		
	Court Automation	Prisoner Care	Juvenile Recreation
Assets			
Pooled cash and investments	$ 240,366	$ 418,329	$ 23,320
Receivables, net	-	-	-
Due from other governmental units	-	-	1
Total assets	$ 240,366	$ 418,329	$ 23,321
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ 167,972	$ -
Accrued liabilities	-	-	-
Deferred revenue	-	-	-
Due to other funds	(27,077)	(50,186)	-
Total liabilities	(27,077)	117,786	-
Fund balances			
Unreserved	267,443	300,543	23,321
Total fund balances	267,443	300,543	23,321
Total liabilities and fund balance	$ 240,366	$ 418,329	$ 23,321

Revenue Fund

Lodgers' Tax and LCCVB	DWI Prevention	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease
$ 2,774,374	$ 70,231	$ -	$ 8,416	$ 390,507
-	-	-	-	-
141,399	-	-	254,665	-
$ 2,915,773	$ 70,231	$ -	$ 263,081	$ 390,507
$ 92,650	$ 73,228	$ 2,331	$ -	$ 12,441
10,165	-	-	-	-
-	-	-	-	-
-	(11,488)	1,321	-	-
102,815	61,740	3,652	-	12,441
2,812,958	8,491	(3,652)	263,081	378,066
2,812,958	8,491	(3,652)	263,081	378,066
$ 2,915,773	$ 70,231	$ -	$ 263,081	$ 390,507

City of Las Cruces

Combining Balance Sheet—*Nonmajor Government Funds*

June 30, 2006

	Legislative Equipment Grants	Gasoline Tax Street Maintenance Fund	Public Safety Gross Receipts Tax
Assets			
Pooled cash and investments	$ -	$ 43,348	$ -
Receivables, net	-	-	-
Due from other governmental units	156,371	216,921	522,815
Total assets	$ 156,371	$ 260,269	$ 522,815
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ 9,299	$ -
Accrued liabilities	-	17,113	-
Deferred revenue	-	-	-
Due to other funds	156,371	-	-
Total liabilities	156,371	26,412	-
Fund balances			
Unreserved	-	233,857	522,815
Total fund balances	-	233,857	522,815
Total liabilities and fund balance	$ 156,371	$ 260,269	$ 522,815

Special Revenue Fund					
Keep Las Cruces Beautiful	Older Americans Act Programs	Cash In Lieu of Commodities	RSVP	Children, Youth, and Families
$ 25,327	$ -	$ -	$ 7,174	$ 60,063
-	-	-	-	-
15,211	68,570	17,905	26,723	37,549
$ 40,538	$ 68,570	$ 17,905	$ 33,897	$ 97,612
$ 3,199	$ 6,588	$ 270	$ 6,946	$ 11,932
-	33,419	-	3,068	419
-	-	-	-	-
-	28,562	17,635	-	-
3,199	68,569	17,905	10,014	12,351
37,339	1	-	23,883	85,261
37,339	1	-	23,883	85,261
$ 40,538	$ 68,570	$ 17,905	$ 33,897	$ 97,612

City of Las Cruces

Combining Balance Sheet—*Nonmajor Government Funds*

June 30, 2006

	Senior Employment Program	State Agency on Aging Program	State Library Resources Grant
Assets			
Pooled cash and investments	$ -	$ -	$ -
Receivables, net	-	-	-
Due from other governmental units	2,651	-	50,122
Total assets	$ 2,651	$ -	$ 50,122
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ -	$ 10,384
Accrued liabilities	232	-	-
Deferred revenue	-	-	-
Due to other funds	2,419	-	39,738
Total liabilities	2,651	-	50,122
Fund balances			
Unreserved	-	-	-
Total fund balances	-	-	-
Total liabilities and fund balance	$ 2,651	$ -	$ 50,122

Special Revenue Fund			
Street Maintenance Operations	Flood Control Operations	Special Assessments/ Northrise Morningstar	Downtown Revitalization
$ 99,254	$ 223,137	$ 5,687	$ 426,708
-	-	2,480,031	-
-	-	-	-
$ 99,254	$ 223,137	$ 2,485,718	$ 426,708
$ 9,740	$ 7,194	$ -	$ -
6,400	12,911	-	-
-	-	2,480,031	-
-	-	-	-
16,140	20,105	2,480,031	-
83,114	203,032	5,687	426,708
83,114	203,032	5,687	426,708
$ 99,254	$ 223,137	$ 2,485,718	$ 426,708

City of Las Cruces

Combining Balance Sheet—*Nonmajor Government Funds*

June 30, 2006

	Public Parks Development	Street Improvement	Airport Improvement
Assets			
Pooled cash and investments	$ 1,932,751	$ -	$ 1,612,732
Receivables, net	-	-	-
Due from other governmental units	-	72,868	24,715
Total assets	$ 1,932,751	$ 72,868	$ 1,637,447
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 5,861	$ -	$ 116,777
Accrued liabilities	-	-	-
Deferred revenue	-	-	394,884
Due to other funds	-	19,200	-
Total liabilities	5,861	19,200	511,661
Fund balances			
Unreserved	1,926,890	53,668	1,125,786
Total fund balances	1,926,890	53,668	1,125,786
Total liabilities and fund balance	$ 1,932,751	$ 72,868	$ 1,637,447

Capital Projects Fund

Sales Tax-Street Maintenance	Flood Control	Capital Improvement Reserve	State Capital Improvements	Legislative Capital Improvements
$ 2,096,419	$ 2,025,398	$ 1,565,992	$ -	$ -
26,633	-	-	623	-
1,018,656	63,200	-	1,710,016	80,603
$ 3,141,708	$ 2,088,598	$ 1,565,992	$ 1,710,639	$ 80,603
$ 318,845	$ 51,853	$ 16,789	$ 283,307	$ 5,014
-	-	-	-	-
26,634	-	-	-	-
-	-	-	1,415,768	75,589
345,479	51,853	16,789	1,699,075	80,603
2,796,229	2,036,745	1,549,203	11,564	-
2,796,229	2,036,745	1,549,203	11,564	-
$ 3,141,708	$ 2,088,598	$ 1,565,992	$ 1,710,639	$ 80,603

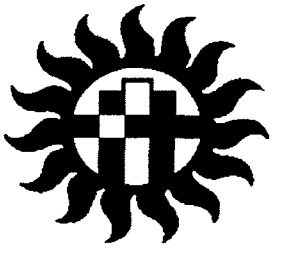
City of Las Cruces

Combining Balance Sheet—*Nonmajor Government Funds*

June 30, 2006

	EDA West Mesa Industrial Park Fund	1999 Sales Tax Street Projects Series A	2003 Sales Tax Facilities and Parks
Assets			
Pooled cash and investments	$ 271,460	$ 324,848	$ 1,284,431
Receivables, net	-	-	-
Due from other governmental units	208,259	-	-
Total assets	$ 479,719	$ 324,848	$ 1,284,431
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 84,882	$ 30,116	$ 100,527
Accrued liabilities	-	-	-
Deferred revenue	-	-	-
Due to other funds	304,170	-	-
Total liabilities	389,052	30,116	100,527
Fund balances			
Unreserved	90,667	294,732	1,183,904
Total fund balances	90,667	294,732	1,183,904
Total liabilities and fund balance	$ 479,719	$ 324,848	$ 1,284,431

Capital Project Funds		
2003 Sales Tax Street Lights	2005 GRT Public Improvements	Total
$ 1,544,916	$ 10,386,101	$ 28,601,004
-	38,409	6,256,663
-	-	5,603,846
$ 1,544,916	$ 10,424,510	$ 40,461,513
$ 188,142	$ 68,479	$ 1,988,292
-	-	128,814
-	-	5,336,226
-	-	2,124,388
188,142	68,479	9,577,720
1,356,774	10,356,031	30,883,793
1,356,774	10,356,031	30,883,793
$ 1,544,916	$ 10,424,510	$ 40,461,513



City of Las Cruces

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

City of Las Cruces

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

For the Year Ended June 30, 2006

	Special		
	Community Development Block Grant	Court Awarded Funds	MPO Urban Transportation
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	3,094	-	-
Fees and fines	-	30,342	-
Investment income (loss)	26,306	570	(677)
Licenses and permits	-	-	-
Intergovernmental	2,585,406	-	141,493
Other	1,813	-	-
Total revenues	2,616,619	30,912	140,816
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	-	3,819	-
Fire	-	-	-
Community development	2,350,102	-	249,176
Public services	-	-	-
Public works	-	-	-
Capital outlay	524,025	19,064	-
Debt service			
Bond issuance costs	-	-	-
Total expenditures	2,874,127	22,883	249,176
Revenues over (under) expenditures	(257,508)	8,029	(108,360)
Other Financing Sources (Uses)			
Proceeds of bonds issued	-	-	-
Bond premium	-	-	-
Transfers in	-	-	125,100
Transfers out	-	-	-
Total other financing sources (uses)	-	-	125,100
Net change in fund balances	(257,508)	8,029	16,740
Fund balances, beginning of year	2,014,243	5,923	49,840
Fund balances, end of year	$ 1,756,735	$ 13,952	$ 66,580

Revenue Fund

Weed and Seed	Fire	Police Protection	Emergency Medical Services	Traffic Safety
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	48,217
(96)	10,160	2,502	1,066	1,183
-	-	-	-	-
10,250	319,431	986,332	30,030	-
-	-	68,778	-	-
10,154	329,591	1,057,612	31,096	49,400
-	-	-	-	-
-	-	-	-	-
10,858	-	1,015,996	-	16,816
-	226,657	-	12,020	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	9,369	-	34,938
-	-	-	-	-
10,858	226,657	1,025,365	12,020	51,754
(704)	102,934	32,247	19,076	(2,354)
-	-	-	-	-
-	-	-	-	-
-	3,653	186,069	-	-
-	-	-	-	-
-	3,653	186,069	-	-
(704)	106,587	218,316	19,076	(2,354)
704	145,470	36,180	15,514	53,596
$ -	$ 252,057	$ 254,496	$ 34,590	$ 51,242

City of Las Cruces

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

For the Year Ended June 30, 2006

	Special		
	Court Automation	Prisoner Care	Juvenile Recreation
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	38,752
Charges for services	-	-	-
Fees and fines	166,393	325,967	-
Investment income (loss)	6,911	9,773	921
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Other	-	-	-
Total revenues	173,304	335,740	39,673
Expenditures			
Current			
General government	160,482	1,602,439	-
Facilities	-	-	-
Police	-	174,577	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	14,422
Public works	-	-	-
Capital outlay	-	-	27,840
Debt service			
Bond issuance costs	-	-	-
Total expenditures	160,482	1,777,016	42,262
Revenues over (under) expenditures	12,822	(1,441,276)	(2,589)
Other Financing Sources (Uses)			
Proceeds of bonds issued	-	-	-
Bond premium	-	-	-
Transfers in	-	1,700,000	-
Transfers out	-	-	-
Total other financing sources (uses)	-	1,700,000	-
Net change in fund balances	12,822	258,724	(2,589)
Fund balances, beginning of year	254,621	41,819	25,910
Fund balances, end of year	$ 267,443	$ 300,543	$ 23,321

Revenue Fund					
Lodgers' Tax and LCCVB	DWI Prevention	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease
$ -	$ -	$ -	$ 1,444,746	$ -
-	-	-	-	-
1,426,424	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	53,555	24,728	-	-
72,540	1,763	-	-	12,741
15,707	-	-	-	-
20,000	-	-	716,892	-
55,596	-	-	-	-
1,590,267	55,318	24,728	2,161,638	12,741
-	-	28,875	756,090	92,000
-	-	-	-	-
-	49,152	-	-	-
-	-	-	-	-
-	-	-	-	-
1,037,541	-	-	-	-
-	-	-	-	-
55,976	-	-	-	-
-	-	-	-	-
1,093,517	49,152	28,875	756,090	92,000
496,750	6,166	(4,147)	1,405,548	(79,259)
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
(52,142)	-	-	(1,361,061)	-
(52,142)	-	-	(1,361,061)	-
444,608	6,166	(4,147)	44,487	(79,259)
2,368,350	2,325	495	218,594	457,325
$ 2,812,958	$ 8,491	$ (3,652)	$ 263,081	$ 378,066

City of Las Cruces

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

For the Year Ended June 30, 2006

	Legislative Equipment Grants	Gasoline Tax Street Maintenance Fund	Public Safety Gross Receipts Tax
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ 2,883,005
Property	-	-	-
Lodgers	-	-	-
State-shared	-	1,494,409	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	-	(3,342)	-
Licenses and permits	-	-	-
Intergovernmental	361,307	-	-
Other	-	-	-
Total revenues	361,307	1,491,067	2,883,005
Expenditures			
Current			
General government	156,880	-	-
Facilities	-	-	-
Police	-	-	1,899,651
Fire	-	-	908,407
Community development	-	-	-
Public services	-	-	-
Public works	-	538,614	-
Capital outlay	204,427	5,997	-
Debt service			
Bond issuance costs	-	-	-
Total expenditures	361,307	544,611	2,808,058
Revenues over (under) expenditures	-	946,456	74,947
Other Financing Sources (Uses)			
Proceeds of bonds issued	-	-	-
Bond premium	-	-	-
Transfers in	-	-	-
Transfers out	-	(840,000)	-
Total other financing sources (uses)	-	(840,000)	-
Net change in fund balances	-	106,456	74,947
Fund balances, beginning of year	-	127,401	447,868
Fund balances, end of year	$ -	$ 233,857	$ 522,815

Special Revenue Fund				
Keep Las Cruces Beautiful	Older Americans Act Programs	Cash In Lieu of Commodities	RSVP	Children, Youth, and Families
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	182,021	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
22,212	440,464	141,634	72,456	122,490
-	-	-	-	-
22,212	622,485	141,634	72,456	122,490
-	-	-	-	-
-	-	-	-	-
35,032	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	1,599,685	141,634	138,626	103,904
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
35,032	1,599,685	141,634	138,626	103,904
(12,820)	(977,200)	-	(66,170)	18,586
-	-	-	-	-
-	-	-	-	-
30,925	918,049	-	68,056	19,602
-	-	-	-	-
30,925	918,049	-	68,056	19,602
18,105	(59,151)	-	1,886	38,188
19,234	59,152	-	21,997	47,073
$ 37,339	$ 1	$ -	$ 23,883	$ 85,261

City of Las Cruces

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

For the Year Ended June 30, 2006

	Senior Employment Program	State Agency on Aging Program	State Library Resources Grant
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	-	(268)	-
Licenses and permits	-	-	-
Intergovernmental	5,378	-	280,178
Other	-	-	-
Total revenues	5,378	(268)	280,178
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	5,378	-	247,674
Public works	-	-	-
Capital outlay	-	-	32,652
Debt service			
Bond issuance costs	-	-	-
Total expenditures	5,378	-	280,326
Revenues over (under) expenditures	-	(268)	(148)
Other Financing Sources (Uses)			
Proceeds of bonds issued	-	-	-
Bond premium	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	(268)	(148)
Fund balances, beginning of year	-	268	148
Fund balances, end of year	$ -	$ -	$ -

Special Revenue Fund			
Street Maintenance Operations	Flood Control Operations	Special Assessments/ Northrise Morningstar	Downtown Revitalization
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
2,999	4,856	45,385	1,708
-	-	-	-
-	-	267,345	-
-	-	-	425,000
2,999	4,856	312,730	426,708
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
293,467	346,825	-	-
-	-	-	-
-	-	-	-
293,467	346,825	-	-
(290,468)	(341,969)	312,730	426,708
-	-	-	-
-	-	-	-
305,523	471,497	-	-
-	-	(308,881)	-
305,523	471,497	(308,881)	-
15,055	129,528	3,849	426,708
68,059	73,504	1,838	-
$ 83,114	$ 203,032	$ 5,687	$ 426,708

City of Las Cruces

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

For the Year Ended June 30, 2006

	Public Parks Development	Street Improvement	Airport Improvement
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	49,257	325	10,343
Licenses and permits	485,517	-	-
Intergovernmental	-	427,616	621,637
Other	-	84,727	-
Total revenues	534,774	512,668	631,980
Expenditures			
Current			
General government	34,447	-	-
Facilities	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	-	-	-
Capital outlay	63,333	519,516	408,498
Debt service			
Bond issuance costs	-	-	-
Total expenditures	97,780	519,516	408,498
Revenues over (under) expenditures	436,994	(6,848)	223,482
Other Financing Sources (Uses)			
Proceeds of bonds issued	-	-	-
Bond premium	-	-	-
Transfers in	-	-	814,277
Transfers out	-	-	-
Total other financing sources (uses)	-	-	814,277
Net change in fund balances	436,994	(6,848)	1,037,759
Fund balances, beginning of year	1,489,896	60,516	88,027
Fund balances, end of year	$ 1,926,890	$ 53,668	$ 1,125,786

Capital Projects Fund				
Sales Tax-Street Maintenance	Flood Control	Capital Improvement Reserve	State Capital Improvements	Legislative Capital Improvements
$ 5,781,291	$ -	$ -	$ -	$ -
37,351	2,420,416	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
50,736	30,197	35,673	-	-
-	-	-	-	-
-	-	-	3,420,013	203,834
186,331	120,481	-	-	-
6,055,709	2,571,094	35,673	3,420,013	203,834
-	24,537	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
156,870	-	-	-	-
3,026,633	787,795	17,783	3,548,155	203,834
-	-	-	-	-
3,183,503	812,332	17,783	3,548,155	203,834
2,872,206	1,758,762	17,890	(128,142)	-
-	-	-	-	-
-	-	-	-	-
-	282,000	618,000	-	-
(2,484,108)	(1,359,214)	-	(338,753)	-
(2,484,108)	(1,077,214)	618,000	(338,753)	-
388,098	681,548	635,890	(466,895)	-
2,408,131	1,355,197	913,313	478,459	-
$ 2,796,229	$ 2,036,745	$ 1,549,203	$ 11,564	$ -

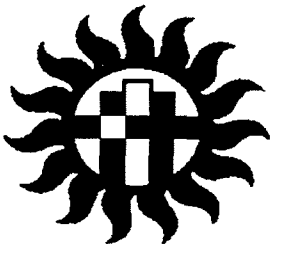
City of Las Cruces

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

For the Year Ended June 30, 2006

	EDA West Mesa Industrial Park Fund	1999 Sales Tax Street Projects Series A	2003 Sales Tax Facilities and Parks
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	1,014
Fees and fines	-	-	-
Investment income (loss)	8,700	9,244	99,917
Licenses and permits	-	-	-
Intergovernmental	850,000	-	-
Other	337,116	-	-
Total revenues	1,195,816	9,244	100,931
Expenditures			
Current			
General government	-	-	-
Facilities	-	-	1,528
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	27,425	-	-
Capital outlay	1,732,063	30,117	2,295,428
Debt service			
Bond issuance costs	-	-	-
Total expenditures	1,759,488	30,117	2,296,956
Revenues over (under) expenditures	(563,672)	(20,873)	(2,196,025)
Other Financing Sources (Uses)			
Proceeds of bonds issued	-	-	-
Bond premium	-	-	-
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	(563,672)	(20,873)	(2,196,025)
Fund balances, beginning of year	654,339	315,605	3,379,929
Fund balances, end of year	$ 90,667	$ 294,732	$ 1,183,904

Capital Project Funds		
2003 Sales Tax Street Lights	2005 GRT Public Improvements	Total
$ -	$ -	$ 10,109,042
-	-	2,457,767
-	-	1,426,424
-	-	1,533,161
-	-	186,129
-	-	649,202
90,612	344,630	926,635
-	-	501,224
-	-	12,046,398
-	-	1,279,842
90,612	344,630	31,115,824
-	-	2,855,750
-	-	1,528
-	-	3,205,901
-	-	1,147,084
-	-	2,599,278
-	-	3,288,864
-	38,390	1,401,591
1,877,854	184,544	15,609,841
-	134,252	134,252
1,877,854	357,186	30,244,089
(1,787,242)	(12,556)	871,735
-	10,000,000	10,000,000
-	368,587	368,587
-	-	5,542,751
-	-	(6,744,159)
-	10,368,587	9,167,179
(1,787,242)	10,356,031	10,038,914
3,144,016	-	20,844,879
$ 1,356,774	$ 10,356,031	$ 30,883,793



City of Las Cruces

Nonmajor Enterprise Funds

City of Las Cruces

Combining Statement of Net Assets—*Nonmajor Enterprise Funds*

June 30, 2006

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Assets				
Current assets				
Pooled cash and investments	$ -	$ -	$ -	$ -
Accounts receivable, net of allowance for uncollectible accounts	761	-	-	761
Due from other governments	406,158	-	103,561	509,719
Total current assets	406,919	-	103,561	510,480
Property and equipment	5,757,486	200,000	163,248	6,120,734
Less: accumulated depreciation	(2,669,766)	(79,097)	(11,336)	(2,760,199)
Net property and equipment	3,087,720	120,903	151,912	3,360,535
Long-term and other assets				
Other assets	-	745	-	745
Total long-term and other assets	-	745	-	745
Total assets	3,494,639	121,648	255,473	3,871,760
Liabilities				
Current liabilities				
Due to other funds	411,536	-	23,165	434,701
Accounts, notes and contracts payable	1,406	-	80,396	81,802
Accrued liabilities	58,283	-	-	58,283
Current portion of long-term debt	23,818	-	-	23,818
Total current liabilities	495,043	-	103,561	598,604
Noncurrent liabilities				
Compensated absences	95,271	-	-	95,271
Total noncurrent liabilities	95,271	-	-	95,271
Total liabilities	590,314	-	103,561	693,875
Net Assets				
Invested in capital assets, net of related debt	3,087,720	120,903	151,912	3,360,535
Unrestricted	(183,395)	745	-	(182,650)
Total net assets	$ 2,904,325	$ 121,648	$ 151,912	$ 3,177,885

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Nonmajor Enterprise Funds*

For the Year Ended June 30, 2006

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Operating Revenues				
Sales	$ 231,442	$ -	$ -	$ 231,442
Other	1,060	-	-	1,060
Total operating revenues	232,502	-	-	232,502
Operating Expenses				
Personnel	2,080,544	-	-	2,080,544
Supplies	93,169	-	3,000	96,169
Utilities	24,578	-	-	24,578
Professional services	34,467	-	25,600	60,067
Motor pool charges	304,914	-	-	304,914
Repairs and maintenance	287,964	-	-	287,964
Depreciation and amortization	381,738	25,929	11,148	418,815
Administrative charges from other funds	15,500	-	-	15,500
Insurance	27,720	-	-	27,720
Other	667	-	-	667
Total operating expenses	3,251,261	25,929	39,748	3,316,938
Operating income (loss)	(3,018,759)	(25,929)	(39,748)	(3,084,436)
Nonoperating Revenues (Expenses)				
Investment income	89	-	-	89
Gain (loss) on sale of property	(33,460)	-	-	(33,460)
Grants/contributions	1,289,363	-	161,848	1,451,211
Total nonoperating revenue (expenses)	1,255,992	-	161,848	1,417,840
Income (loss) before transfers	(1,762,767)	(25,929)	122,100	(1,666,596)
Other Financing Sources (Uses)				
Transfers in	1,390,000	-	1,000	1,391,000
Total other financing sources (uses)	1,390,000	-	1,000	1,391,000
Increase in fund net assets	(372,767)	(25,929)	123,100	(275,596)
Net assets, beginning of year	3,277,092	147,577	28,812	3,453,481
Total net assets, end of year	$ 2,904,325	$ 121,648	$ 151,912	3,177,885

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds*

For the Year Ended June 30, 2006

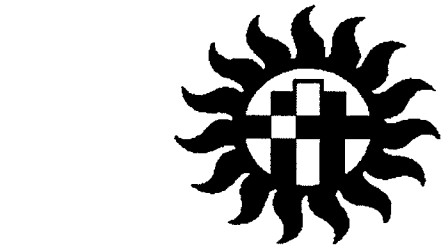
	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Cash flows from operating activities				
Cash received from customers	$ 270,307	$ -	$ -	$ 270,307
Cash paid to suppliers	(854,933)	-	(28,600)	(883,533)
Cash paid to employees	(2,061,461)	-	-	(2,061,461)
Internal activity—payments to other funds	411,536	-	(5,835)	405,701
Other receipts	1,060	-	-	1,060
Net cash used by operating activities	(2,233,491)	-	(34,435)	(2,267,926)
Cash flows from noncapital financing activities				
Grants and donations	1,140,056	-	87,287	1,227,343
Transfer in	1,390,000	-	1,000	1,391,000
Net cash provided by noncapital financing activities	2,530,056	-	88,287	2,618,343
Cash flows from capital financing activities				
Sale (purchase) of property and equipment	(393,346)	-	(53,852)	(447,198)
Net cash used by capital financing activities	(393,346)	-	(53,852)	(447,198)
Cash flows from investing activities				
Interest received	89	-	-	89
Net cash provided by investing activities	89	-	-	89
Net increase (decrease) in pooled cash and investments	(96,692)	-	-	(96,692)
Cash and investments, beginning of year	96,692	-	-	96,692
Pooled cash and investments, end of year	$ -	$ -	$ -	$ -

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds* — continued

For the Year Ended June 30, 2006

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Reconciliation of operating income to net cash used by operating activities				
Operating loss	$ (3,018,759)	$ (25,929)	$ (39,748)	$ (3,084,436)
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation/amortization	381,738	25,929	11,148	418,815
Change in assets and liabilities				
Accounts receivables	38,865	-	-	38,865
Due from/ (to) other funds	411,536	-	(5,835)	405,701
Accounts and contracts payable	(65,954)	-	-	(65,954)
Wages payable and accrued liabilities	19,083	-	-	19,083
Total adjustments	785,268	25,929	5,313	816,510
Net cash used by operating activities	$ (2,233,491)	$ -	$ (34,435)	$ (2,267,926)



City of Las Cruces

Internal Service Funds

City of Las Cruces

Combining Statement of Net Assets—*Internal Service Funds*

June 30, 2006

	Support Services	Self Insurance	Totals
Assets			
Current assets			
Pooled cash and investments	$ 1,946,971	$ 6,372,569	$ 8,319,540
Accounts receivable, net of allowance for uncollectible accounts	42,800	40,050	82,850
Due from other funds	-	304,170	304,170
Due from other governments	16,760	-	16,760
Inventories	488,473	-	488,473
Total current assets	2,495,004	6,716,789	9,211,793
Property and equipment	8,748,737	40,110	8,788,847
Less accumulated depreciation	(6,956,135)	(34,739)	(6,990,874)
Property and equipment, net	1,792,602	5,371	1,797,973
Total assets	4,287,606	6,722,160	11,009,766
Liabilities			
Current liabilities			
Accounts, notes and contracts payable	135,229	137,023	272,252
Accrued liabilities	96,120	-	96,120
Current portion of long-term liabilities	48,207	1,441,890	1,490,097
Total current liabilities	279,556	1,578,913	1,858,469
Long-term liabilities			
Compensated absences	204,977	-	204,977
Estimated liability for insurance claims	-	3,860,237	3,860,237
Total long-term liabilities	204,977	3,860,237	4,065,214
Total liabilities	484,533	5,439,150	5,923,683
Net Assets			
Invested in capital assets, net of related debt	1,792,602	5,371	1,797,973
Unrestricted	2,010,471	1,277,639	3,288,110
Total net assets	$ 3,803,073	$ 1,283,010	$ 5,086,083

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds*
For the Year Ended June 30, 2006

	Support Services	Self Insurance	Totals
Operating Revenues			
Motor pool charges	$ 4,540,691	$ -	$ 4,540,691
Maintenance charges	-	-	-
Management information service fees	2,072,814	-	2,072,814
Communication information service fees	1,657,578	-	1,657,578
Rental charges and other	785,971	754,319	1,540,290
Charges for insurance	-	1,090,973	1,090,973
Total operating revenues	9,057,054	1,845,292	10,902,346
Cost of goods sold	3,744,647	-	3,744,647
Gross margin	5,312,407	1,845,292	7,157,699
Operating Expenses			
Personnel services	2,823,215	24,670	2,847,885
Supplies	488,270	-	488,270
Utilities	257,890	-	257,890
Professional services	176,210	908,053	1,084,263
Customer service	-	72,520	72,520
Repairs and maintenance	495,905	-	495,905
Rent	221,283	-	221,283
Depreciation	770,797	2,113	772,910
Insurance	142,375	-	142,375
Claims and judgments	-	1,656,867	1,656,867
Other	-	-	-
Total operating expenses	5,375,945	2,664,223	8,040,168
Operating income (loss)	(63,538)	(818,931)	(882,469)

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds* — continued
For the Year Ended June 30, 2006

	Support Services	Self Insurance	Totals
Nonoperating Revenues (Expenses)			
Grants and contributions	48,038	-	48,038
Investment income	42,946	567,098	610,044
Gain (loss) on sale of property	15,950	-	15,950
Interest expense	(3,222)	-	(3,222)
Total nonoperating revenue (expenses)	103,712	567,098	670,810
Income (loss) before transfers	40,174	(251,833)	(211,659)
Other Financing Sources (Uses)			
Transfers in	352,190	1,064,485	1,416,675
Transfers out	(80,500)	-	(80,500)
Total other financing sources (uses)	271,690	1,064,485	1,336,175
Increase (decrease) in fund net assets	311,864	812,652	1,124,516
Net assets, beginning of year, as restated	3,491,209	470,358	3,961,567
Total net assets, end of year	$ 3,803,073	$ 1,283,010	$ 5,086,083

City of Las Cruces

Combining Statement of Cash Flows—*Internal Service Funds*

For the Year Ended June 30, 2006

	Support Services	Self Insurance	Totals
Cash flows from operating activities			
Cash received from customers (including other funds)	$ 9,014,254	$ 1,805,896	$ 10,820,150
Cash paid to suppliers	(5,550,825)	(868,220)	(6,419,045)
Cash paid to employees	(3,155,966)	(146,071)	(3,302,037)
Internal activity—payments to other funds	-	(305,613)	(305,613)
Internal activity—payments from other funds	3,772	-	3,772
Claims paid	-	(2,107,805)	(2,107,805)
Net cash provided (used) by operating activities	311,235	(1,621,813)	(1,310,578)
Cash flows from noncapital financing activities			
Grants and contributions	50,852	-	50,852
Transfers in	352,190	1,064,485	1,416,675
Transfers out	(80,500)	-	(80,500)
Net cash provided (used) by noncapital financing activities	322,542	1,064,485	1,387,027
Cash flows from capital and related financing activities			
Purchase of property and equipment	(108,973)	-	(108,973)
Interest paid: leases/notes	(3,222)	-	(3,222)
Net cash used by capital and related financing activities	(112,195)	-	(112,195)
Cash flows from investing activities			
Interest received	42,946	567,097	610,043
Net cash provided by investing activities	42,946	567,097	610,043
Net increase (decrease) in cash and cash equivalents	564,528	9,769	574,297
Cash and cash equivalents, beginning of year, as restated	1,382,443	6,362,800	7,745,243
Cash and cash equivalents, end of year	$ 1,946,971	$ 6,372,569	$ 8,319,540

City of Las Cruces

Combining Statement of Cash Flows—*Internal Service Funds* — continued

For the Year Ended June 30, 2006

	Support Services	Self Insurance	Totals
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	$ (63,538)	$ (818,931)	$ (882,469)
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	770,797	2,113	772,910
Change in assets and liabilities			
Accounts receivables	(42,800)	(39,396)	(82,196)
Due from/(to) other funds	3,772	(305,613)	(301,841)
Due from governmental agencies	(8,555)	-	(8,555)
Accounts and contracts payable	(15,690)	137,023	121,333
Estimated liability for insurance claims	-	(450,938)	(450,938)
Wages payable and accrued liabilities	(332,751)	(146,071)	(478,822)
Total adjustments	374,773	(802,882)	(428,109)
Net cash provided (used) by operating activities	$ 311,235	$ (1,621,813)	$ (1,310,578)
Noncash investing/financing activities			
Cumulative effect of change in accounting principle	$ (33,960)	$ -	$ (33,960)

Agency Fund

City of Las Cruces
Schedule of Changes in Assets and Liabilities
Agency Fund
June 30, 2006

	Balance June 30, 2005	Additions	Deductions	Balance June 30, 2006
Mesilla Valley Regional Dispatch Authority				
Assets				
Accounts receivable	$ 408	$ 40,418	$ 40,083	$ 743
Receivable from other government agencies	6,915	1,116,747	1,121,356	2,306
Total assets	$ 7,323	$ 1,157,165	$ 1,161,439	$ 3,049
Liabilities				
Due to fiscal agent	$ (12,823)	$ 3,206,199	$ 3,061,144	$ 132,232
Accounts and contracts payable	21,096	549,332	569,290	1,138
Accrued wages payable	90,673	658,222	648,310	100,585
Payable to others	(91,623)	2,245,804	2,385,087	(230,906)
Total liabilities	$ 7,323	$ 6,659,557	$ 6,663,831	$ 3,049
Metro Narcotics Fund				
Assets				
Cash and cash equivalents	$ 1,260,175	$ 1,649,710	$ 1,684,756	$ 1,225,129
Accounts receivable	2,736	185,000	187,736	-
Receivable from other government agencies	69,858	976,134	933,355	112,637
Total assets	$ 1,332,769	$ 2,810,844	$ 2,805,847	$ 1,337,766
Liabilities				
Accounts and contracts payable	$ 4,619	$ 979,451	$ 983,157	$ 913
Accrued wages payable	43,146	51,804	45,760	49,190
Payable to others	1,285,004	1,165,444	1,162,785	1,287,663
Total liabilities	$ 1,332,769	$ 2,196,699	$ 2,191,702	$ 1,337,766
Lower Rio Grande Water Users Organization				
Assets				
Cash and cash equivalents	$ 999	$ 40,549	$ 50,271	$ (8,723)
Accounts receivable	5,420	14,666	6,862	13,224
Receivable from other government agencies	2,673	37,128	34,943	4,858
Total assets	$ 9,092	$ 92,343	$ 92,076	$ 9,359
Liabilities				
Accounts and contracts payable	$ -	$ 43,870	$ 43,870	$ -
Payable to others	9,092	49,284	49,017	9,359
Total liabilities	$ 9,092	$ 93,154	$ 92,887	$ 9,359

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Fund
June 30, 2006

	Balance June 30, 2005	Additions	Deductions	Balance June 30, 2006
Branigan Estate Fund				
Assets				
Cash and cash equivalents	$ 2,187,116	$ 504,288	$ 59,129	$ 2,632,275
Total assets	$ 2,187,116	$ 504,288	$ 59,129	$ 2,632,275
Liabilities				
Accounts and contracts payable	$ -	$ 46,371	$ 46,371	$ -
Payable to others	2,187,116	492,158	46,999	2,632,275
Total liabilities	$ 2,187,116	$ 538,529	$ 93,370	$ 2,632,275
Gifts and Memorials Fund				
Assets				
Cash and cash equivalents	$ 65,318	$ 111,791	$ 87,054	$ 90,055
Total assets	$ 65,318	$ 111,791	$ 87,054	$ 90,055
Liabilities				
Accounts and contracts payable	$ -	$ 50,943	$ 50,806	$ 137
Payable to others	65,318	84,954	60,354	89,918
Total liabilities	$ 65,318	$ 135,897	$ 111,160	$ 90,055
Mesilla Valley Safety Council				
Assets				
Cash and cash equivalents	$ 31,097	$ 40,833	$ 72,283	$ (353)
Receivable from other government agencies	40,116	76,377	40,114	76,379
Total assets	$ 71,213	$ 117,210	$ 112,397	$ 76,026
Liabilities				
Accounts and contracts payable	$ 26,062	$ 75,746	$ 71,683	$ 30,125
Payable to others	45,151	76,379	75,629	45,901
Total liabilities	$ 71,213	$ 152,125	$ 147,312	$ 76,026
Employee Benefits Committee				
Assets				
Cash and cash equivalents	$ 1,984	$ 71,737	$ 71,695	$ 2,026
Total assets	$ 1,984	$ 71,737	$ 71,695	$ 2,026
Liabilities				
Accounts and contracts payable	$ -	$ 11,686	$ 11,686	$ -
Payable to others	1,984	13,402	13,360	2,026
Total liabilities	$ 1,984	$ 25,088	$ 25,046	$ 2,026

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Fund
June 30, 2006

	Balance June 30, 2005	Additions	Deductions	Balance June 30, 2006
Veteran's Museum				
Assets				
Cash and cash equivalents	$ 153	$ 5	$ 8	$ 150
Total assets	$ 153	$ 5	$ 8	$ 150
Liabilities				
Payable to others	$ 153	$ 3	$ 6	$ 150
Total liabilities	$ 153	$ 3	$ 6	$ 150
Veteran's Memorial Wall				
Assets				
Cash and cash equivalents	$ 10,116	$ 22,617	$ 8,299	$ 24,434
Total assets	$ 10,116	$ 22,617	$ 8,299	$ 24,434
Liabilities				
Accounts and contracts payable	$ -	$ 8,187	$ 8,187	$ -
Payable to others	10,116	22,505	8,187	24,434
Total liabilities	$ 10,116	$ 30,692	$ 16,374	$ 24,434
RGNGA				
Assets				
Cash and cash equivalents	$ 4,295,749	$ 24,402,789	$ 25,086,247	$ 3,612,291
Total assets	$ 4,295,749	$ 24,402,789	$ 25,086,247	$ 3,612,291
Liabilities				
Payable to others	$ 4,295,749	$ 24,402,789	$ 25,086,247	$ 3,612,291
Total liabilities	$ 4,295,749	$ 24,402,789	$ 25,086,247	$ 3,612,291
Total – All Fiduciary Funds				
Assets				
Cash and cash equivalents	$ 7,852,707	$ 26,844,319	$ 27,119,742	$ 7,577,284
Accounts receivable	8,564	240,084	234,681	13,967
Receivable from other government agencies	119,562	2,206,386	2,129,768	196,180
Total assets	$ 7,980,833	$ 29,290,789	$ 29,484,191	$ 7,787,431
Liabilities				
Due to fiscal agent	$ (12,823)	$ 3,206,199	$ 3,061,144	$ 132,232
Accounts and contracts payable	51,777	1,765,586	1,785,050	32,313
Accrued wages payable	133,819	710,026	694,070	149,775
Amount held for others	7,808,060	28,552,722	28,887,671	7,473,111
Total liabilities	$ 7,980,833	$ 34,234,533	$ 34,427,935	$ 7,787,431

Budgetary Comparison
Schedules

City of Las Cruces

Budgetary Comparison Schedules

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

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

Debt Service Fund

- Debt Service Fund

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

Capital Projects Fund

- 2005 GRT City Hall

2005 Gross Receipts Tax City Hall Fund: To provide for the design and construction of a new City Hall facility. Funding is the 2005 Sales Tax Bond.

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Debt Service Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	Actual (As reclassified
	Original	Final	**Actual**	(Negative)	see footnote 20)
Revenues					
Investment income	$ 48,700	$ 68,183	**$ 83,981**	$ 15,798	$ 240,210
Operating grants and contributions	-	-	-	-	110,773
Other income	892,772	1,951,921	**1,968,599**	16,678	952,541
Total revenues	941,472	2,020,104	**2,052,580**	32,476	1,303,524
Expenditures					
Current					
General government	1,327	47,330	**46,397**	933	63,102
Debt service					
Principal	4,202,351	6,206,351	**6,206,351**	-	4,286,924
Interest	1,571,442	2,650,922	**2,651,263**	(341)	1,809,039
Bond issuance costs	-	-	-	-	185,926
Total expenditures	5,775,120	8,904,603	**8,904,011**	592	6,344,991
Revenues over (under) expenditures	(4,833,648)	(6,884,499)	**(6,851,431)**	33,068	(5,041,467)
Other Financing Sources (Uses)					
Proceeds from refunding bonds	-	-	-	-	7,980,000
Proceeds from loan	-	-	-	-	1,510,000
Transfer of proceeds to South Central Solid Waste Authority	-	-	-	-	(1,510,000)
Payment to refunded bond escrow agent	-	-	-	-	(7,570,000)
Operating transfers in	4,592,497	6,456,828	**6,518,792**	61,964	4,806,704
Total other financing sources (uses)	4,592,497	6,456,828	**6,518,792**	61,964	5,216,704
Net change in fund balances	(241,151)	(427,671)	**(332,639)**	95,032	175,237
Fund balance, beginning of year	3,450,270	-	**3,450,270**	3,450,270	3,275,033
Fund balance, end of year	$ 3,209,119	$ (427,671)	**$ 3,117,631**	$ 3,545,302	$ 3,450,270

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Capital Projects—2005 GRT City Hall

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ 700,000	**$ 766,592**	$ 66,592	$ -
Total revenues	-	700,000	**766,592**	66,592	-
Expenditures					
Current					
Public works	-	-	**425**	(425)	-
Capital outlay	-	23,280,908	**410,313**	22,870,595	-
Debt service					
Bond issuance costs	-	398,780	**344,599**	54,181	-
Total expenditures	-	23,679,688	**755,337**	22,924,351	-
Revenues over (under) expenditures	-	(22,979,688)	**11,255**	22,990,943	-
Other Financing Sources (Uses)					
Proceeds of bonds issued	-	-	**23,000,000**	23,000,000	-
Bond discount	-	-	**(92,312)**	(92,312)	-
Total other financing sources (uses)	-	-	**22,907,688**	22,907,688	-
Net change in fund balances	-	(22,979,688)	**22,918,943**	45,898,631	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$(22,979,688)	**$ 22,918,943**	$ 45,898,631	$ -

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

Special Revenue Funds

- Community Development Block Grant
- Court Awarded Funds
- MPO Urban Transportation
- Weed and Seed
- Fire
- Police Protection
- Emergency Medical Services
- Traffic Safety
- Court Automation
- Prisoner Care
- Juvenile Recreation
- Lodgers' Tax and LCCVB
- DWI Prevention
- Judicial Education
- Environmental Gross Receipts Tax
- Health Care Services from MMC Lease
- Legislative Equipment Grants
- Gas Tax Street Maintenance
- Public Safety Gross Receipts Tax
- Keep Las Cruces Beautiful
- Older Americans Act Programs
- Cash in Lieu of Commodities
- RSVP
- Children, Youth, and Families
- Senior Employment Program
- State Agency on Aging Program
- State Library Resources Grant
- Street Maintenance Operations
- Flood Control Operations
- Special Projects–Northrise/Morningstar
- Downtown Revitalization

Capital Projects Funds

- Public Parks Development
- Street Improvement
- Airport Improvement
- Sales Tax–Street Maintenance
- Flood Control
- Capital Improvement Reserve
- Legislative Capital Improvements
- State Capital Improvements
- Federal Legislative Capital Improvements 2004
- EDA West Mesa Industrial Park Fund
- 1999 Sales Tax Street Projects Series A
- 2000 Gasoline Tax Street Projects Series A
- 2002 MVRDA System Sales Tax
- 2003 Sales Tax Facilities and Parks
- 2003 Sales Tax Street Lights
- 2005 Gross Receipts Tax Public Improvements

Special Revenue Funds

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

Community Development Block Grant: To provide for the operation and installation of paving projects, sidewalks, park development, home rehabilitation, and social projects. Funding is from HUD, housing loan and interest repayment, and performance bond payments. PL 93-383 Title I, Housing and Community Development Act of 1974 requires that this grant be used for this purpose.

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

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

Weed and Seed: To provide for drug prevention and intervention through local programs. This program is supported under Title I of the Omnibus Crime Control and Safe Street Act of 1968.42 U.S.C. 3701, as amended. Funding is provided by the Department of Justice.

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

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

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

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

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

Special Revenue Funds
— continued —

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Children, Youth, and Families: To provide home care services to person 18 years of age or older who have been referred as a result of a report of adult abuse, neglect, or exploitation. Funding is from the State of New Mexico Children, Youth and Families Department, Protective Services Division.

Senior Employment Program: To provide training for low-income persons age 55 years and older for placement in non-governmental agencies. The program is funded by a state grant, administered by the Non-metro Area Agency on Aging.

State Agency on Aging Program: Directed for the purchase of meals and recreation equipment, for senior centers located in the City of Las Cruces, funded by the New Mexico Aging and Long-Term Services Department.

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

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

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

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

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

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Community Development Block Grant Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Charges for services	$ 7,000	$ -	**$ 3,094**	$ 3,094	$ 6,067
Investment income	20,400	19,400	**26,306**	6,906	22,594
Other	-	-	**1,813**	1,813	345,163
Operating grants and contributions	4,012,468	5,181,639	**2,585,406**	(2,596,233)	1,652,376
Total revenues	4,039,868	5,201,039	**2,616,619**	(2,584,420)	2,026,200
Expenditures					
Current					
Community development	3,915,768	4,215,633	**2,350,102**	1,865,531	1,846,403
Capital outlay	1,100	870,406	**524,025**	346,381	197,100
Total expenditures	3,916,868	5,086,039	**2,874,127**	2,211,912	2,043,503
Revenues over (under) expenditures	123,000	115,000	**(257,508)**	(372,508)	(17,303)
Net change in fund balances	123,000	115,000	**(257,508)**	(372,508)	(17,303)
Fund balance, beginning of year	2,014,243	2,014,243	**2,014,243**	-	2,031,546
Fund balance, end of year	$ 2,137,243	$ 2,129,243	**$ 1,756,735**	$ (372,508)	$ 2,014,243

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Court Awarded Funds

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ -	$ 30,342	**$ 30,342**	$ -	$ 16,957
Investment income	-	590	**570**	(20)	754
Total revenues	-	30,932	**30,912**	(20)	17,711
Expenditures					
Current					
Police	13,577	2,563	**3,819**	(1,256)	5,433
Capital outlay	-	32,066	**19,064**	13,002	6,403
Total expenditures	13,577	34,629	**22,883**	11,746	11,836
Net change in fund balances	(13,577)	(3,697)	**8,029**	11,726	5,875
Fund balance, beginning of year	5,923	5,923	**5,923**	-	48
Fund balance, end of year	$ (7,654)	$ 2,226	**$ 13,952**	$ 11,726	$ 5,923

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

MPO Urban Transportation Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ (677)**	$ (677)	$ 61
Operating grants and contributions	140,700	148,531	**141,493**	(7,038)	123,396
Total revenues	140,700	148,531	**140,816**	(7,715)	123,457
Expenditures					
Current					
Community development	266,378	266,378	**249,176**	17,202	217,359
Revenues over (under) expenditures	(125,678)	(117,847)	**(108,360)**	9,487	(93,902)
Other Financing Sources (Uses)					
Operating transfers in	125,100	125,100	**125,100**	-	144,000
Total other financing sources (uses)	125,100	125,100	**125,100**	-	144,000
Net change in fund balances	(578)	7,253	**16,740**	9,487	50,098
Fund balance, beginning of year	49,840	49,840	**49,840**	-	(258)
Fund balance, end of year	$ 49,262	$ 57,093	**$ 66,580**	$ 9,487	$ 49,840

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Weed and Seed Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ (96)**	$ (96)	$ -
Operating grants and contributions	-	10,860	**10,250**	(610)	208,171
Total revenues	-	10,860	**10,154**	(706)	208,171
Expenditures					
Current					
Police	-	10,860	**10,858**	2	208,170
Capital outlay	-	-	-	-	-
Total expenditures	-	10,860	**10,858**	2	208,170
Net change in fund balances	-	-	**(704)**	(704)	1
Fund balance, beginning of year	704	704	**704**	-	703
Fund balance, end of year	$ 704	$ 704	**$ -**	$ (704)	$ 704

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Fire Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 5,000	$ 5,000	**$ 10,160**	$ 5,160	$ 9,454
Rentals and other income	-	-	-	-	-
Operating grants and contributions	310,464	345,684	**319,431**	(26,253)	357,444
Total revenues	315,464	350,684	**329,591**	(21,093)	366,898
Expenditures					
Current					
Fire	299,871	331,491	**226,657**	104,834	165,846
Capital outlay	142,106	164,663	-	164,663	290,445
Total expenditures	441,977	496,154	**226,657**	269,497	456,291
Other Financing Sources (Uses)					
Operating transfers in	-	-	**3,653**	3,653	20,134
Total other financing sources (uses)	-	-	**3,653**	3,653	20,134
Net change in fund balances	(126,513)	(145,470)	**106,587**	252,057	(69,259)
Fund balance, beginning of year	145,470	145,470	**145,470**	-	214,729
Fund balance, end of year	$ 18,957	$ -	**$ 252,057**	$ 252,057	$ 145,470

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Police Protection Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 1,500	$ 1,900	**$ 2,502**	$ 602	$ 1,712
Rentals and other income	-	67,175	**68,778**	1,603	-
Operating grants and contributions	1,002,249	2,693,137	**986,332**	(1,706,805)	690,603
Total revenues	1,003,749	2,762,212	**1,057,612**	(1,704,600)	692,315
Expenditures					
Current					
Police	1,019,162	1,553,310	**1,015,996**	537,314	683,879
Capital outlay	-	1,406,591	**9,369**	1,397,222	7,924
Total expenditures	1,019,162	2,959,901	**1,025,365**	1,934,536	691,803
Revenues over (under) expenditures	(15,413)	(197,689)	**32,247**	229,936	512
Other Financing Sources (Uses)					
Operating transfers in	11,195	187,100	**186,069**	(1,031)	29,112
Total other financing sources (uses)	11,195	187,100	**186,069**	(1,031)	29,112
Net change in fund balances	(4,218)	(10,589)	**218,316**	228,905	29,624
Fund balance, beginning of year	36,180	36,180	**36,180**	-	6,556
Fund balance, end of year	$ 31,962	$ 25,591	**$ 254,496**	$ 228,905	$ 36,180

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Emergency Medical Services Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 250	$ 250	**$ 1,066**	$ 816	$ 627
Operating grants and contributions	20,000	20,000	**30,030**	10,030	20,000
Total revenues	20,250	20,250	**31,096**	10,846	20,627
Expenditures					
Current					
Fire	20,000	26,500	**12,020**	14,480	22,787
Net change in fund balances	250	(6,250)	**19,076**	25,326	(2,160)
Fund balance, beginning of year	15,514	15,514	**15,514**	-	17,674
Fund balance, end of year	$ 15,764	$ 9,264	**$ 34,590**	$ 25,326	$ 15,514

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Traffic Safety

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 44,000	$ 44,000	**$ 48,217**	$ 4,217	$ 47,779
Investment income	1,600	1,600	**1,183**	(417)	1,310
Total revenues	45,600	45,600	**49,400**	3,800	49,089
Expenditures					
Current					
Police	50,291	17,777	**16,816**	961	37,327
Capital outlay	-	35,014	**34,938**	76	3,931
Total expenditures	50,291	52,791	**51,754**	1,037	41,258
Net change in fund balances	(4,691)	(7,191)	**(2,354)**	4,837	7,831
Fund balance, beginning of year	53,596	53,596	**53,596**	-	45,765
Fund balance, end of year	$ 48,905	$ 46,405	**$ 51,242**	$ 4,837	$ 53,596

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Court Automation Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 150,000	$ 150,000	**$ 166,393**	$ 16,393	$ 159,879
Investment income	4,000	4,000	**6,911**	2,911	5,332
Other	40,000	40,000	**-**	(40,000)	41,699
Total revenues	194,000	194,000	**173,304**	(20,696)	206,910
Expenditures					
Current					
General government	303,270	303,270	**160,482**	142,788	162,237
Capital outlay	-	-	**-**	-	6,338
Total expenditures	303,270	303,270	**160,482**	142,788	168,575
Net change in fund balances	(109,270)	(109,270)	**12,822**	122,092	38,335
Fund balance, beginning of year	254,621	254,621	**254,621**	-	216,286
Fund balance, end of year	$ 145,351	$ 145,351	**$ 267,443**	$ 122,092	$ 254,621

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Prisoner Care Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 240,000	$ 270,000	**$ 325,967**	$ 55,967	$ 318,311
Investment income	3,000	10,000	**9,773**	(227)	14,002
Total revenues	243,000	280,000	**335,740**	55,740	332,313
Expenditures					
Current					
General government	1,220,000	1,620,000	**1,602,439**	17,561	1,486,397
Police	350,000	350,000	**174,577**	175,423	157,635
Total expenditures	1,570,000	1,970,000	**1,777,016**	192,984	1,644,032
Revenues over (under) expenditures	(1,327,000)	(1,690,000)	**(1,441,276)**	248,724	(1,311,719)
Other Financing Sources (Uses)					
Operating transfers in	1,250,000	1,700,000	**1,700,000**	-	1,250,000
Total other financing sources (uses)	1,250,000	1,700,000	**1,700,000**	-	1,250,000
Net change in fund balances	(77,000)	10,000	**258,724**	248,724	(61,719)
Fund balance, beginning of year	41,819	41,819	**41,819**	-	103,538
Fund balance, end of year	$ (35,181)	$ 51,819	**$ 300,543**	$ 248,724	$ 41,819

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Juvenile Recreation

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
State-shared taxes	$ 43,000	$ 38,000	**$ 38,752**	$ 752	$ 46,195
Investment income	-	980	**921**	(59)	699
Total revenues	43,000	38,980	**39,673**	693	46,894
Expenditures					
Current					
Public services	-	-	**14,422**	(14,422)	18,065
Capital outlay	38,200	42,265	**27,840**	14,425	20,582
Total expenditures	38,200	42,265	**42,262**	3	38,647
Net change in fund balances	4,800	(3,285)	**(2,589)**	696	8,247
Fund balance, beginning of year	25,910	25,910	**25,910**	-	17,663
Fund balance, end of year	$ 30,710	$ 22,625	**$ 23,321**	$ 696	$ 25,910

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Lodgers' Tax & LCCVB Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Lodgers' tax	$ 1,289,278	$ 1,352,844	**$ 1,426,424**	$ 73,580	$ 1,352,844
Total local taxes	1,289,278	1,352,844	**1,426,424**	73,580	1,352,844
Investment income	36,050	36,050	**72,540**	36,490	52,974
Licenses and permits	12,000	12,000	**15,707**	3,707	14,375
Other	3,000	49,160	**55,596**	6,436	3,022
Operating grants and contributions	20,000	20,000	**20,000**	-	23,000
Total revenues	1,360,328	1,470,054	**1,590,267**	120,213	1,446,215
Expenditures					
Current					
Public services	1,344,142	1,493,780	**1,037,541**	456,239	1,066,883
Capital outlay	-	112,380	**55,976**	56,404	14,546
Total expenditures	1,344,142	1,606,160	**1,093,517**	512,643	1,081,429
Revenues over (under) expenditures	16,186	(136,106)	**496,750**	632,856	364,786
Other Financing Sources (Uses)					
Operating transfers out	(48,732)	(50,321)	**(52,142)**	(1,821)	(49,247)
Total other financing sources (uses)	(48,732)	(50,321)	**(52,142)**	(1,821)	(49,247)
Net change in fund balances	(32,546)	(186,427)	**444,608**	631,035	315,539
Fund balance, beginning of year	2,368,350	-	**2,368,350**	2,368,350	2,052,811
Fund balance, end of year	$ 2,335,804	$ (186,427)	**$ 2,812,958**	$ 2,999,385	$ 2,368,350

City of Las Cruces
Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual
DWI Prevention Fund
For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 39,000	$ 45,900	**$ 53,555**	$ 7,655	$ 44,729
Investment income	1,000	1,788	**1,763**	(25)	1,547
Total revenues	40,000	47,688	**55,318**	7,630	46,276
Expenditures					
Current					
Police	39,000	50,000	**49,152**	848	28,235
Total expenditures	39,000	50,000	**49,152**	848	28,235
Net change in fund balances	1,000	(2,312)	**6,166**	8,478	18,041
Fund balance, beginning of year	2,325	2,325	**2,325**	-	(15,716)
Fund balance, end of year	$ 3,325	$ 13	**$ 8,491**	$ 8,478	$ 2,325

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Judicial Education

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 30,000	$ 30,000	**$ 24,728**	$ (5,272)	$ 28,795
Total revenues	30,000	30,000	**24,728**	(5,272)	28,795
Expenditures					
Current					
General government	30,000	30,000	**28,875**	1,125	28,300
Total expenditures	30,000	30,000	**28,875**	1,125	28,300
Net change in fund balances	-	-	**(4,147)**	(4,147)	495
Fund balance, beginning of year	495	495	**495**	-	-
Fund balance, end of year	$ 495	$ 495	**$ (3,652)**	$ (4,147)	$ 495

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Environmental Gross Receipts Tax Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 1,289,814	$ 1,419,081	**$ 1,444,746**	$ 25,665	$ 1,275,597
Total local taxes	1,289,814	1,419,081	**1,444,746**	25,665	1,275,597
Operating grants and contributions	618,000	718,880	**716,892**	(1,988)	626,378
Total revenues	1,907,814	2,137,961	**2,161,638**	23,677	1,901,975
Expenditures					
Current					
General government	718,000	756,816	**756,090**	726	669,002
Total expenditures	718,000	756,816	**756,090**	726	669,002
Other Financing Sources (Uses)					
Operating transfers out	(1,401,061)	(1,361,061)	**(1,361,061)**	-	(1,225,625)
Total other financing sources (uses)	(1,401,061)	(1,361,061)	**(1,361,061)**	-	(1,225,625)
Net change in fund balances	(211,247)	20,084	**44,487**	24,403	7,348
Fund balance, beginning of year	218,594	218,594	**218,594**	-	211,246
Fund balance, end of year	$ 7,347	$ 238,678	**$ 263,081**	$ 24,403	$ 218,594

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Health Care Services From MMC Lease Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 5,000	$ 5,000	**$ 12,741**	$ 7,741	$ 11,112
Total revenues	5,000	5,000	**12,741**	7,741	11,112
Expenditures					
Current					
General government	67,000	92,000	**92,000**	-	67,000
Total expenditures	67,000	92,000	**92,000**	-	67,000
Net change in fund balances	(62,000)	(87,000)	**(79,259)**	7,741	(55,888)
Fund balance, beginning of year	457,325	457,325	**457,325**	-	513,213
Fund balance, end of year	$ 395,325	$ 370,325	**$ 378,066**	$ 7,741	$ 457,325

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Legislative Equipment Grants

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Capital grants and contributions	$ -	$ 375,484	**$ 361,307**	$ (14,177)	$ -
Total revenues	-	375,484	**361,307**	(14,177)	-
Expenditures					
Current					
General government	-	87,031	**156,880**	(69,849)	-
Capital outlay	-	288,453	**204,427**	84,026	-
Total expenditures	-	375,484	**361,307**	14,177	-
Net change in fund balances	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Gas Tax Street Maintenance Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
State-shared taxes	$ 1,540,000	$ 1,440,000	**$ 1,494,409**	$ 54,409	$ 1,451,120
Investment income	1,500	1,500	**(3,342)**	(4,842)	(2,381)
Total revenues	1,541,500	1,441,500	**1,491,067**	49,567	1,448,739
Expenditures					
Current					
Public works	549,960	549,708	**538,614**	11,094	536,378
Capital outlay	-	5,250	**5,997**	(747)	-
Total expenditures	549,960	554,958	**544,611**	10,347	536,378
Revenues over (under) expenditures	991,540	886,542	**946,456**	59,914	912,361
Other Financing Sources (Uses)					
Operating transfers out	(940,000)	(840,000)	**(840,000)**	-	(940,000)
Total other financing sources (uses)	(940,000)	(840,000)	**(840,000)**	-	(940,000)
Net change in fund balances	51,540	46,542	**106,456**	59,914	(27,639)
Fund balance, beginning of year	127,401	127,401	**127,401**	-	155,040
Fund balance, end of year	$ 178,941	$ 173,943	**$ 233,857**	$ 59,914	$ 127,401

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Public Safety Gross Receipts Tax

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Gross receipts tax	$ 2,413,787	$ 2,828,582	**$ 2,883,005**	$ 54,423	$ 2,542,583
Total revenues	2,413,787	2,828,582	**2,883,005**	54,423	2,542,583
Expenditures					
Current					
Police	1,472,410	1,725,435	**1,899,651**	(174,216)	1,701,159
Fire	941,377	1,103,147	**908,407**	194,740	813,488
Total expenditures	2,413,787	2,828,582	**2,808,058**	20,524	2,514,647
Net change in fund balances	-	-	**74,947**	74,947	27,936
Fund balances, beginning of year	447,868	447,868	**447,868**	-	-
Prior-period adjustment	-	-	-	-	419,932
Fund balances, beginning of year, as restated	447,868	447,868	**447,868**	-	419,932
Fund balances, end of year	$ 447,868	$ 447,868	**$ 522,815**	$ 74,947	$ 447,868

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Keep Las Cruces Beautiful

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ -**	$ -	$ 1,158
Operating grants and contributions	22,000	22,000	**22,212**	212	21,706
Total revenues	22,000	22,000	**22,212**	212	22,864
Expenditures					
Current					
Police	78,423	70,559	**35,032**	35,527	-
Community development	-	-	-	-	59,130
Capital outlay	-	1,600	-	1,600	-
Total expenditures	78,423	72,159	**35,032**	37,127	59,130
Revenues over (under) expenditures	(56,423)	(50,159)	**(12,820)**	37,339	(36,266)
Other Financing Sources (Uses)					
Operating transfers in	35,000	30,925	**30,925**	-	55,500
Total other financing sources (uses)	35,000	30,925	**30,925**	-	55,500
Net change in fund balances	(21,423)	(19,234)	**18,105**	37,339	19,234
Fund balance, beginning of year	19,234	19,234	**19,234**	-	-
Fund balance, end of year	$ (2,189)	$ -	**$ 37,339**	$ 37,339	$ 19,234

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Older Americans Act Programs

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 431,997	$ 440,467	**$ 440,464**	$ (3)	$ 580,596
Charges for services	175,210	175,210	**182,021**	6,811	-
Total revenues	607,207	615,677	**622,485**	6,808	580,596
Expenditures					
Current					
Public services	1,583,276	1,606,957	**1,599,685**	7,272	1,452,065
Capital outlay	62,000	-	**-**	-	3,725
Total expenditures	1,645,276	1,606,957	**1,599,685**	7,272	1,455,790
Revenues over (under) expenditures	(1,038,069)	(991,280)	**(977,200)**	14,080	(875,194)
Other Financing Sources (Uses)					
Operating transfers in	1,038,069	983,259	**918,049**	(65,210)	875,469
Total other financing sources (uses)	1,038,069	983,259	**918,049**	(65,210)	875,469
Net change in fund balances	-	(8,021)	**(59,151)**	(51,130)	275
Fund balance, beginning of year	59,152	-	**59,152**	59,152	58,877
Fund balance, end of year	$ 59,152	$ (8,021)	**$ 1**	$ 8,022	$ 59,152

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Cash in Lieu of Commodities

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 67,325	$ 141,634	**$ 141,634**	$ -	$ 134,649
Total revenues	67,325	141,634	**141,634**	-	134,649
Expenditures					
Current					
Public services	67,325	141,634	**141,634**	-	134,649
Total expenditures	67,325	141,634	**141,634**	-	134,649
Revenues over (under) expenditures	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

RSVP

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 69,769	$ 71,615	**$ 72,456**	$ 841	$ 66,294
Total revenues	69,769	71,615	**72,456**	841	66,294
Expenditures					
Current					
Public services	139,708	139,671	**138,626**	1,045	123,545
Total expenditures	139,708	139,671	**138,626**	1,045	123,545
Revenues over (under) expenditures	(69,939)	(68,056)	**(66,170)**	1,886	(57,251)
Other Financing Sources (Uses)					
Operating transfers in	69,939	68,056	**68,056**	-	68,959
Total other financing sources (uses)	69,939	68,056	**68,056**	-	68,959
Net change in fund balances	-	-	**1,886**	1,886	11,708
Fund balance, beginning of year	21,997	21,997	**21,997**	-	10,289
Fund balance, end of year	$ 21,997	$ 21,997	**$ 23,883**	$ 1,886	$ 21,997

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Children, Youth, and Families

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 86,558	$ 126,158	**$ 122,490**	$ (3,668)	$ 86,041
Total revenues	86,558	126,158	**122,490**	(3,668)	86,041
Expenditures					
Current					
Public services	106,160	145,760	**103,904**	41,856	82,072
Total expenditures	106,160	145,760	**103,904**	41,856	82,072
Revenues over (under) expenditures	(19,602)	(19,602)	**18,586**	38,188	3,969
Other Financing Sources (Uses)					
Operating transfers in	19,602	19,602	**19,602**	-	16,227
Total other financing sources (uses)	19,602	19,602	**19,602**	-	16,227
Net change in fund balances	-	-	**38,188**	38,188	20,196
Fund balance, beginning of year	47,073	47,073	**47,073**	-	26,877
Fund balance, end of year	$ 47,073	$ 47,073	**$ 85,261**	$ 38,188	$ 47,073

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Senior Employment Program

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ -	$ 5,927	**$ 5,378**	$ (549)	$ -
Total revenues	-	5,927	**5,378**	(549)	-
Expenditures					
Current					
Public services	-	5,927	**5,378**	549	-
Total expenditures	-	5,927	**5,378**	549	-
Net change in fund balances	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

State Agency on Aging Program

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 8,000	$ -	**$ -**	$ -	$ 157,188
Investment income	-	-	**(268)**	(268)	-
Total revenues	8,000	-	**(268)**	(268)	157,188
Expenditures					
Current					
Public services	-	-	-	-	14,311
Capital outlay	8,000	-	-	-	142,877
Total expenditures	8,000	-	-	-	157,188
Net change in fund balances	-	-	**(268)**	(268)	-
Fund balance, beginning of year	268	268	**268**	-	268
Fund balance, end of year	$ 268	$ 268	**$ -**	$ (268)	$ 268

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

State Library Resources Grant

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ -	$ 395,917	**$ 280,178**	$ (115,739)	$ 134,408
Total revenues	-	395,917	**280,178**	(115,739)	134,408
Expenditures					
Current					
Public services	-	310,507	**247,674**	62,833	128,699
Capital outlay	-	85,410	**32,652**	52,758	5,561
Total expenditures	-	395,917	**280,326**	115,591	134,260
Net change in fund balances	-	-	**(148)**	(148)	148
Fund balance, beginning of year	148	148	**148**	-	-
Fund balance, end of year	$ 148	$ 148	**$ -**	$ (148)	$ 148

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Street Maintenance Operations

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 2,999**	$ 2,999	$ 1,508
Expenditures					
Current					
Public works	363,316	363,316	**293,467**	69,849	232,401
Revenues over (under) expenditures	(363,316)	(363,316)	**(290,468)**	72,848	(230,893)
Other Financing Sources (Uses)					
Operating transfers in	305,523	305,523	**305,523**	-	269,837
Total other financing sources (uses)	305,523	305,523	**305,523**	-	269,837
Net change in fund balances	(57,793)	(57,793)	**15,055**	72,848	38,944
Fund balance, beginning of year	68,059	68,059	**68,059**	-	29,115
Fund balance, end of year	$ 10,266	$ 10,266	**$ 83,114**	$ 72,848	$ 68,059

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Flood Control Operations

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 4,856**	$ 4,856	$ 2,608
Expenditures					
Current					
Public works	474,708	434,708	**346,825**	87,883	385,669
Revenues over (under) expenditures	(474,708)	(434,708)	**(341,969)**	92,739	(383,061)
Other Financing Sources (Uses)					
Operating transfers in	471,497	471,497	**471,497**	-	449,883
Net change in fund balances	(3,211)	36,789	**129,528**	92,739	66,822
Fund balance, beginning of year	73,504	73,504	**73,504**	-	6,682
Fund balance, end of year	$ 70,293	$ 110,293	**$ 203,032**	$ 92,739	$ 73,504

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Special Projects–Northrise/Morningstar

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 8,000	$ 8,000	**$ 45,385**	$ 37,385	$ 12,054
Operating grants and contributions	500,000	500,000	**267,345**	(232,655)	-
Total revenues	508,000	508,000	**312,730**	(195,270)	12,054
Other Financing Sources (Uses)					
Operating transfers out	(308,881)	(308,881)	**(308,881)**	-	(418,736)
Total other financing sources (uses)	(308,881)	(308,881)	**(308,881)**	-	(418,736)
Net change in fund balances	199,119	199,119	**3,849**	(195,270)	(406,682)
Fund balance, beginning of year	1,838	1,838	**1,838**	-	408,520
Fund balance, end of year	$ 200,957	$ 200,957	**$ 5,687**	$ (195,270)	$ 1,838

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Downtown Revitalization

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 1,708**	$ 1,708	$ -
Other	-	-	**425,000**	425,000	-
Total revenues	-	-	**426,708**	426,708	-
Net change in fund balances	-	-	**426,708**	426,708	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	**$ 426,708**	$ 426,708	$ -

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

Capital Projects Funds

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

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

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

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

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

Flood Control: To provide for extending or improving the storm sewer system. The financing source is a two-mill levy on property tax.

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

Legislative Capital Improvements 2006: To provide for the purchase of capital improvements approved by legislation.

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

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

1999 Sales Tax Street Projects Series A: To provide for the construction of various street projects.

2000 Gasoline Tax Street Projects Series A: To provide for the construction of various street projects.

Capital Projects Funds

— continued —

2002 MVRDA System Sales Tax: To acquire software for the City's emergency 911 communication system.

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

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

2005 Gross Receipts Tax Public Improvements: To account for various public improvements. Funding is the 2005 Sales Tax Bond.

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Public Parks Development Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 20,000	$ 20,000	**$ 49,257**	$ 29,257	$ 32,671
Licenses and permits	259,000	259,000	**485,517**	226,517	340,853
Total revenues	279,000	279,000	**534,774**	255,774	373,524
Expenditures					
Current					
General government	-	46,692	**34,447**	12,245	94,913
Capital outlay	509,000	534,000	**63,333**	470,667	1,489
Total expenditures	509,000	580,692	**97,780**	482,912	96,402
Net change in fund balances	(230,000)	(301,692)	**436,994**	738,686	277,122
Fund balance, beginning of year	1,489,896	1,489,896	**1,489,896**	-	1,212,774
Fund balance, end of year	$ 1,259,896	$ 1,188,204	**$ 1,926,890**	$ 738,686	$ 1,489,896

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Street Improvement Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 325**	$ 325	$ (3,855)
Other	-	18,965	**84,727**	65,762	154,816
Capital grants and contributions	547,520	1,745,931	**427,616**	(1,318,315)	568,713
Total revenues	547,520	1,764,896	**512,668**	(1,252,228)	719,674
Expenditures					
Capital outlay	551,164	1,749,575	**519,516**	1,230,059	780,227
Total expenditures	551,164	1,749,575	**519,516**	1,230,059	780,227
Revenues over (under) expenditures	(3,644)	15,321	**(6,848)**	(22,169)	(60,553)
Other Financing Sources (Uses)					
Operating transfers in	-	-	**-**	-	30,000
Total other financing sources (uses)	-	-	**-**	-	30,000
Net change in fund balances	(3,644)	15,321	**(6,848)**	(22,169)	(30,553)
Fund balance, beginning of year	60,516	60,516	**60,516**	-	91,069
Fund balance, end of year	$ 56,872	$ 75,837	**$ 53,668**	$ (22,169)	$ 60,516

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Airport Improvement Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 10,343**	$ 10,343	$ 543
Capital grants and contributions	1,225,500	1,838,231	**621,637**	(1,216,594)	176,957
Total revenues	1,225,500	1,838,231	**631,980**	(1,206,251)	177,500
Expenditures					
Capital outlay	1,375,000	2,287,605	**408,498**	1,879,107	192,400
Total expenditures	1,375,000	2,287,605	**408,498**	1,879,107	192,400
Revenues over (under) expenditures	(149,500)	(449,374)	**223,482**	672,856	(14,900)
Other Financing Sources (Uses)					
Operating transfers in	62,500	886,129	**814,277**	(71,852)	62,500
Total other financing sources (uses)	62,500	886,129	**814,277**	(71,852)	62,500
Net change in fund balances	(87,000)	436,755	**1,037,759**	601,004	47,600
Fund balance, beginning of year	88,027	88,027	**88,027**	-	40,427
Fund balance, end of year	$ 1,027	$ 524,782	**$ 1,125,786**	$ 601,004	$ 88,027

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Sales Tax–Street Maintenance Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 4,868,603	$ 5,677,271	**$ 5,781,291**	$ 104,020	$ 5,103,239
Property	10,000	10,000	**37,351**	27,351	3,275
Total local taxes	4,878,603	5,687,271	**5,818,642**	131,371	5,106,514
Investment income	45,045	45,045	**50,736**	5,691	47,842
Other	1,368,916	1,328,500	**186,331**	(1,142,169)	193,999
Total revenues	6,292,564	7,060,816	**6,055,709**	(1,005,107)	5,348,355
Expenditures					
Current					
Public works	130,000	130,300	**156,870**	(26,570)	145,287
Capital outlay	6,474,978	6,186,909	**3,026,633**	3,160,276	2,929,992
Total expenditures	6,604,978	6,317,209	**3,183,503**	3,133,706	3,075,279
Revenues over (under) expenditures	(312,414)	743,607	**2,872,206**	2,128,599	2,273,076
Other Financing Sources (Uses)					
Operating transfers in	-	-	-	-	20,000
Operating transfers out	(2,484,108)	(2,484,108)	**(2,484,108)**	-	(2,293,121)
Total other financing sources (uses)	(2,484,108)	(2,484,108)	**(2,484,108)**	-	(2,273,121)
Net change in fund balances	(2,796,522)	(1,740,501)	**388,098**	2,128,599	(45)
Fund balance, beginning of year	2,408,131	2,408,131	**2,408,131**	-	2,408,176
Fund balance, end of year	$ (388,391)	$ 667,630	**$ 2,796,229**	$ 2,128,599	$ 2,408,131

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Flood Control Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Property	$ 2,183,902	$ 2,205,802	**$ 2,420,416**	$ 214,614	$ 2,151,334
Total local taxes	2,183,902	2,205,802	**2,420,416**	214,614	2,151,334
Investment income	11,515	11,515	**30,197**	18,682	27,605
Other	8,223	1,213,413	**120,481**	(1,092,932)	18,849
Total revenues	2,203,640	3,430,730	**2,571,094**	(859,636)	2,197,788
Expenditures					
Current					
General government	-	21,900	**24,537**	(2,637)	6,450
Public works	-	-	**-**	-	24,075
Capital outlay	2,155,000	3,613,200	**787,795**	2,825,405	869,920
Total expenditures	2,155,000	3,635,100	**812,332**	2,822,768	900,445
Revenues over (under) expenditures	48,640	(204,370)	**1,758,762**	1,963,132	1,297,343
Other Financing Sources (Uses)					
Operating transfers in	-	282,000	**282,000**	-	-
Operating transfers out	(1,359,214)	(1,359,214)	**(1,359,214)**	-	(1,304,822)
Total other financing sources (uses)	(1,359,214)	(1,077,214)	**(1,077,214)**	-	(1,304,822)
Net change in fund balances	(1,310,574)	(1,281,584)	**681,548**	1,963,132	(7,479)
Fund balance, beginning of year	1,355,197	1,355,197	**1,355,197**	-	1,362,676
Fund balance, end of year	$ 44,623	$ 73,613	**$ 2,036,745**	$ 1,963,132	$ 1,355,197

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Capital Improvement Reserve Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ 10,000	$ 10,000	**$ 35,673**	$ 25,673	$ 15,098
Total revenues	10,000	10,000	**35,673**	25,673	15,098
Expenditures					
Capital outlay	1,100,000	1,118,000	**17,783**	1,100,217	-
Total expenditures	1,100,000	1,118,000	**17,783**	1,100,217	-
Revenues over (under) expenditures	(1,100,000)	(1,118,000)	**(17,783)**	1,100,217	-
Other Financing Sources (Uses)					
Operating transfers in	600,000	618,000	**618,000**	-	600,000
Total other financing sources (uses)	600,000	618,000	**618,000**	-	600,000
Net change in fund balances	(490,000)	(490,000)	**635,890**	1,125,890	615,098
Fund balance, beginning of year	913,313	913,313	**913,313**	-	298,215
Fund balance, end of year	$ 423,313	$ 423,313	**$ 1,549,203**	$ 1,125,890	$ 913,313

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Legislative Capital Improvements

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ -	$ -	$ -	$ -	$ 1,718,150
Capital grants and contributions	612,101	268,970	**203,834**	(65,136)	-
Total revenues	612,101	268,970	**203,834**	(65,136)	1,718,150
Expenditures					
Current					
Public works	-	-	-	-	2,740
Capital outlay	612,101	268,970	**203,834**	65,136	1,715,410
Total expenditures	612,101	268,970	**203,834**	65,136	1,718,150
Net change in fund balances	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

State Capital Improvements

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	$ -	$ -	$ (207)
Capital grants and contributions	9,839,607	14,231,296	**3,420,013**	(10,811,283)	2,465,804
Total revenues	9,839,607	14,231,296	**3,420,013**	(10,811,283)	2,465,597
Expenditures					
Current					
Public works	498,199	309,181	-	309,181	649,419
Capital outlay	10,391,754	14,278,779	**3,548,155**	10,730,624	1,721,715
Total expenditures	10,889,953	14,587,960	**3,548,155**	11,039,805	2,371,134
Revenues over (under) expenditures	(1,050,346)	(356,664)	**(128,142)**	228,522	94,463
Other Financing Sources (Uses)					
Operating transfers in	-	-	-	-	400,000
Operating transfers out	400,000	(410,605)	**(338,753)**	71,852	-
Total other financing sources (uses)	400,000	(410,605)	**(338,753)**	71,852	400,000
Net change in fund balances	(650,346)	(767,269)	**(466,895)**	300,374	494,463
Fund balance, beginning of year	478,459	478,459	**478,459**	-	(16,004)
Fund balance, end of year	$ (171,887)	$ (288,810)	$ **11,564**	$ 300,374	$ 478,459

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

EDA West Mesa Industrial Park Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Operating grants and contributions	$ 850,000	$ 850,000	**$ 850,000**	$ -	$ -
Investment income	10,000	10,000	**8,700**	(1,300)	14,935
Other	24,329	182,900	**337,116**	154,216	126,582
Total revenues	884,329	1,042,900	**1,195,816**	152,916	141,517
Expenditures					
Current					
Public works	40,000	40,000	**27,425**	12,575	52,192
Capital outlay	1,416,000	1,895,170	**1,732,063**	163,107	36,928
Total expenditures	1,456,000	1,935,170	**1,759,488**	175,682	89,120
Net change in fund balances	(571,671)	(892,270)	**(563,672)**	328,598	52,397
Fund balance, beginning of year	654,339	654,339	**654,339**	-	601,942
Fund balance, end of year	$ 82,668	$ (237,931)	**$ 90,667**	$ 328,598	$ 654,339

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

1999 Sales Tax Street Projects Series A Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 1,000	$ 9,000	**$ 9,244**	$ 244	$ 7,563
Total revenues	1,000	9,000	**9,244**	244	7,563
Expenditures					
Current					
Public works	7,000	7,000	-	7,000	-
Capital outlay	307,041	317,605	**30,117**	287,488	2,393
Total expenditures	314,041	324,605	**30,117**	294,488	2,393
Net change in fund balances	(313,041)	(315,605)	**(20,873)**	294,732	5,170
Fund balance, beginning of year	315,605	315,605	**315,605**	-	310,435
Fund balance, end of year	$ 2,564	$ -	**$ 294,732**	$ 294,732	$ 315,605

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

2000 Gasoline Tax Street Projects Series A Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Other Financing Sources (Uses)					
Operating transfers out	$ -	$ -	$ -	$ -	$ (1,477)
Total other financing sources (uses)	-	-	-	-	(1,477)
Net change in fund balances	-	-	-	-	(1,477)
Fund balance, beginning of year	-	-	-	-	1,477
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

2002 MVRDA System Sales Tax Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Other Financing Sources (Uses)					
Operating transfers out	$ -	$ -	$ -	$ -	$ (2,518)
Total other financing sources (uses)	-	-	-	-	(2,518)
Net change in fund balances	-	-	-	-	(2,518)
Fund balance, beginning of year	-	-	-	-	2,518
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

2005 Gross Receipts Tax Public Improvements

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 10,000	$ 10,000	**$ 344,630**	$ 334,630	$ -
Total revenues	10,000	10,000	**344,630**	334,630	-
Expenditures					
Current					
Public works	-	-	**38,390**	(38,390)	-
Capital outlay	2,203,568	2,203,568	**184,544**	2,019,024	-
Debt service					
Bond issuance costs	-	-	**134,252**	(134,252)	-
Total expenditures	2,203,568	2,203,568	**357,186**	1,846,382	-
Revenues over (under) expenditures	(2,193,568)	(2,193,568)	**(12,556)**	2,181,012	-
Other Financing Sources (Uses)					
Proceeds of bonds issued	-	-	**10,000,000**	10,000,000	-
Bond premium	-	-	**368,587**	368,587	-
Total other financing sources (uses)	-	-	**10,368,587**	10,368,587	-
Net change in fund balances	(2,193,568)	(2,193,568)	**10,356,031**	12,549,599	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ (2,193,568)	$ (2,193,568)	**$ 10,356,031**	$ 12,549,599	$ -

Schedule of Revenues, Expenses and Changes in Net Assets—Budget and Actual

Enterprise Funds

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

Internal Service Funds

- Support Services
- Vehicle Acquisition
- Self-Insurance

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Gas Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Sales	$ 30,639,178	$ 36,623,769	**$ 29,772,628**	$ (6,851,141)	$ 23.535,746
Utility extension	380,000	380,000	**564,103**	184,103	401,755
Other	141,736	141,736	**161,630**	19,894	81,332
Total revenues	31,160,914	37,145,505	**30,498,361**	(6,647,144)	24,018,833
Expenses					
Personnel	1,907,870	1,917,903	**1,616,394**	301,509	1,224,135
Cost of gas purchased	22,272,987	28,383,601	**22,282,618**	6,100,983	16,375,366
Supplies	168,990	245,492	**216,028**	29,464	150,850
Utilities	32,717	31,867	**20,484**	11,383	18,765
Professional services	550,008	550,008	**429,535**	120,473	380,221
Repairs and maintenance	555,863	610,449	**495,320**	115,129	402,383
Rent	32,446	27,446	**8,922**	18,524	5,564
Depreciation and amortization	1,655,328	1,655,328	**1,635,207**	20,121	1,518,135
Payment in lieu of taxes	700,662	820,354	**683,370**	136,984	558,593
Administrative charges from other funds	503,279	518,279	**518,279**	-	503,279
Customer service	2,103,802	2,453,968	**1,899,823**	554,145	1,572,039
Insurance	151,060	151,060	**151,060**	-	-
Provision for bad debts	12,000	12,000	**299,873**	(287,873)	12.000
Other	72,880	86,864	**66,737**	20,127	164,559
Total expenses	30,719,892	37,464,619	**30,323,650**	7,140,969	22,885,889
Revenues over (under) expenditures	441,022	(319,114)	**174,711**	493,825	1,132,944
Nonoperating Income (Expense)					
Grants and contributions	120,000	120,000	**45,688**	(74,312)	200,287
Gain (loss) on sale of property	-	-	-	-	27,845
Investment income	98,042	98,042	**231,998**	133,956	182,329
Interest expense	(22,007)	(22,007)	**(28,085)**	(6,078)	(30.862)
Total nonoperating income (expense)	196,035	196,035	**249,601**	53,566	379,599
Net income (loss) before transfers	637,057	(123,079)	**424,312**	547,391	1,512,543
Other Financing Uses					
Transfers out	-	(35,000)	**(1,000)**	34,000	-
Total other financing uses	-	(35,000)	**(1,000)**	34,000	-
Change in net assets	637,057	(158,079)	**423,312**	581,391	1,512,543
Net assets, beginning of year	34,718,490	34,718,490	**34,718,490**	-	33,205.947
Net assets, end of year	$ 35,355,547	$ 34,560,411	**$ 35,141,802**	$ 581,391	$ 34,718,490

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Water Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Sales	$ 13,664,704	$ 14,104,546	**$ 15,982,427**	$ 1,877,881	$ 13,082,408
Line extension	111,000	111,000	**126,969**	15,969	95,015
Rentals	11,900	11,900	**11,900**	-	4,900
Other	141,747	141,747	**113,906**	(27,841)	106,761
Total revenues	13,929,351	14,369,193	**16,235,202**	1,866,009	13,289,084
Expenses					
Personnel	1,843,532	1,892,004	**1,798,104**	93,900	1,726,552
Supplies	301,237	420,457	**358,641**	61,816	312,119
Utilities	1,878,078	1,773,578	**1,971,267**	(197,689)	1,309,897
Professional services	1,941,746	2,383,393	**1,944,393**	439,000	1,285,362
Repairs and maintenance	362,560	779,310	**614,510**	164,800	445,130
Rent	38,025	50,025	**23,327**	26,698	8,875
Depreciation and amortization	2,006,045	2,006,045	**1,497,150**	508,895	1,422,471
Payment in lieu of taxes	367,424	367,424	**368,573**	(1,149)	345,389
Administrative charges from other funds	508,672	508,672	**508,672**	-	508,672
Customer service	1,654,977	1,690,929	**1,313,344**	377,585	1,094,219
Provision for bad debts	6,120	6,120	**100,952**	(94,832)	6,120
Insurance	88,235	88,235	**88,235**	-	-
Other	10,750	9,941	**7,977**	1,964	105,174
Total expenses	11,007,401	11,976,133	**10,595,145**	1,380,988	8,569,980
Revenues over (under) expenditures	2,921,950	2,393,060	**5,640,057**	3,246,997	4,719,104
Nonoperating Income (Expense)					
Gain (loss) on sale of property	-	-	-	-	3,496
Investment income	622,445	665,077	**873,093**	208,016	396,364
Grants and contributions	2,000,000	2,025,000	**1,569,377**	(455,623)	891,496
Interest expense	(1,343,575)	(1,343,575)	**(1,328,270)**	15,305	(994,535)
Total nonoperating income (expense)	1,278,870	1,346,502	**1,114,200**	(232,302)	296,821
Net income (loss) before operating transfers	4,200,820	3,739,562	**6,754,257**	3,014,695	5,015,925
Other Financing Sources (Uses)					
Transfers in	83,930	83,930	-	(83,930)	-
Transfers out	(4,224)	(122,569)	**(10,971)**	111,598	(1,281,639)
Total other financing sources (uses)	79,706	(38,639)	**(10,971)**	27,668	(1,281,639)
Change in net assets	4,280,526	3,700,923	**6,743,286**	3,042,363	3,734,286
Net assets, beginning of year, as originally reported	54,292,501	54,292,501	**54,292,501**	-	49,591,080
Prior-period adjustment	-	-	-	-	967,135
Net assets, beginning of year, as restated	54,292,501	54,292,501	**54,292,501**	-	50,558,215
Net assets, end of year	$ 58,573,027	$ 57,993,424	**$ 61,035,787**	$ 3,042,363	$ 54,292,501

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Wastewater Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Sales	$ 9,878,305	$ 10,190,462	**$ 11,755,747**	$ 1,565,285	$ 9,803.588
Other	69,453	69,453	**73,424**	3,971	58,281
Total revenues	9,947,758	10,259,915	**11,829,171**	1,569,256	9,861,869
Expenses					
Personnel	2,010,953	2,052,821	**1,959,154**	93,667	1,856,401
Supplies	334,256	627,430	**448,178**	179,252	385,620
Utilities	712,603	794,338	**787,131**	7,207	576,385
Professional services	1,102,028	1,383,898	**1,160,804**	223,094	888.372
Repairs and maintenance	456,238	557,139	**509,489**	47,650	452,011
Rent	41,999	101,099	**66,648**	34,451	1,230
Depreciation and amortization	2,310,028	2,310,028	**1,562,872**	747,156	1.448,105
Payment in lieu of taxes	603,020	603,020	**600,138**	2,882	960,311
Administrative charges from other funds	482,988	492,988	**492,988**	-	470,894
Customer service	731,478	751,266	**584,461**	166,805	514,335
Provision for bad debts	5,376	5,376	**81,436**	(76,060)	5,376
Insurance	50,420	50,420	**50,420**	-	-
Other	13,201	(103,497)	**5,768**	(109,265)	91,812
Total expenses	8,854,588	9,626,326	**8,309,487**	1,316,839	7,650,852
Revenues over (under) expenditures	1,093,170	633,589	**3,519,684**	2,886,095	2,211,017
Nonoperating Income (Expense)					
Grants and contributions	2,145,400	2,145,400	**306,541**	(1,838,859)	938,102
Gain on sale of property	-	-	-	-	22,080
Investment income (loss)	231,049	238,171	**494,856**	256,685	347,178
Interest expense	(1,295,708)	(1,295,708)	**(597,287)**	698,421	(652,326)
Total nonoperating income (expense)	1,080,741	1,087,863	**204,110**	(883,753)	655,034
Net income (loss) before operating transfers	2,173,911	1,721,452	**3,723,794**	2,002,342	2,866,051
Other Financing Sources (Uses)					
Transfers in	1,321,355	2,288,102	**2,372,032**	83,930	2,507,264
Transfers out	-	-	-	-	-
Total other financing sources (uses)	1,321,355	2,288,102	**2,372,032**	83,930	2,507,264
Change in net assets	3,495,266	4,009,554	**6,095,826**	2,086,272	5,373,315
Net assets, beginning of year, as originally reported	54,553,415	54,553,415	**54,553,415**	-	50,147,235
Prior-period adjustment	-	-	-	-	(967,135)
Net assets, beginning of year, as restated	54,553,415	54,553,415	**54,553,415**	-	49,180,100
Net assets, end of year	$ 58,048,681	$ 58,562,969	**$ 60,649,241**	$ 2,086,272	$ 54,553,415

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Solid Waste Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Sales	$ 9,417,687	$ 9,417,687	**$ 9,636,369**	$ 218,682	$ 8,364,780
Rentals	31,992	31,992	**183,306**	151,314	147,236
Other	10,100	10,100	**34,297**	24,197	19,629
Total revenues	9,459,779	9,459,779	**9,853,972**	394,193	8,531,645
Expenses					
Personnel	2,038,086	2,072,578	**2,083,356**	(10,778)	1,833,319
Supplies	349,526	492,796	**389,520**	103,276	291,668
Utilities	71,596	68,346	**24,219**	44,127	18,362
Professional services	2,912,913	2,866,883	**2,724,318**	142,565	2,929,682
Repairs and maintenance	685,776	697,776	**1,104,116**	(406,340)	1,026,057
Rent	188,829	258,829	**65,845**	192,984	65,845
Depreciation and amortization	848,023	848,023	**452,685**	395,338	397,332
Payment in lieu of taxes	167,879	167,879	**194,764**	(26,885)	169,306
Administrative charges from other funds	210,695	225,695	**225,695**	-	210,695
Customer service	1,426,283	1,443,786	**1,117,108**	326,678	1,068,411
Provision for bad debts	4,128	4,128	**86,896**	(82,768)	4,128
Accrued post closure costs	-	-	**724,879**	(724,879)	-
Insurance	103,605	103,605	**103,605**	-	-
Other	12,300	12,300	**2,892**	9,408	93,763
Total expenses	9,019,639	9,262,624	**9,299,898**	(37,274)	8,108,568
Revenues over (under) expenditures	440,140	197,155	**554,074**	356,919	423,077
Nonoperating Income (Expense)					
Gain (loss) on sale of property	-	-	-	-	-
Investment income	91,128	91,128	**89,498**	(1,630)	91,395
Interest expense	(5,088)	(5,088)	**(10,262)**	(5,174)	(19,851)
Total nonoperating income (expense)	86,040	86,040	**79,236**	(6,804)	71,544
Net income before transfers	526,180	283,195	**633,310**	350,115	494,621
Other Financing Sources (Uses)					
Transfers out	-	(1,000,000)	**(1,000,000)**	-	-
Total other financing sources (uses)	-	(1,000,000)	**(1,000,000)**	-	-
Change in net assets	526,180	(716,805)	**(366,690)**	350,115	494,621
Net assets, beginning of year	5,809,663	5,809,663	**5,809,663**	-	5,315,042
Net assets, end of year	$ 6,335,843	$ 5,092,858	**$ 5,442,973**	$ 350,115	$ 5,809,663

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Bus Transit Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Sales	$ 198,150	$ 216,406	**$ 231,442**	$ 15,036	$ 225,288
Other	1,000	1,000	**1,060**	60	199
Total revenues	199,150	217,406	**232,502**	15,096	225,487
Expenses					
Personnel	1,942,020	1,976,017	**2,080,544**	(104,527)	1.706,285
Supplies	98,027	112,431	**93,169**	19,262	218,171
Utilities	30,650	29,813	**24,578**	5,235	22,365
Professional services	125,074	78,694	**34,467**	44,227	256,550
Motor pool charges	141,000	295,500	**304,914**	(9,414)	-
Repairs and maintenance	212,400	275,300	**287,964**	(12,664)	326,649
Depreciation and amortization	317,826	317,826	**381,738**	(63,912)	354,763
Administrative charges from other funds	15,500	15,500	**15,500**	-	-
Insurance	27,720	27,720	**27,720**	-	-
Other	694,807	744,794	**667**	744,127	37,467
Total expenses	3,605,024	3,873,595	**3,251,261**	622,334	2,922,250
Revenues over (under) expenditures	(3,405,874)	(3,656,189)	**(3,018,759)**	637,430	(2,696,763)
Nonoperating Income (Expense)					
Investment income (loss)	-	-	**89**	89	-
Gain (loss) on sale of property	-	-	**(33,460)**	(33,460)	(66,815)
Operating grants and contributions	1,680,960	1,727,951	**1,289,363**	(438,588)	2.954,793
Total nonoperating income (expense)	1,680,960	1,727,951	**1,255,992**	(471,959)	2,887,978
Net income (loss) before operating transfers	(1,724,914)	(1,928,238)	**(1,762,767)**	165,471	191,215
Other Financing Sources (Uses)					
Transfers in	1,390,000	1,388,466	**1,390,000**	1,534	1,558,154
Transfers out	-	-	-	-	(15,500)
Total other financing sources (uses)	1,390,000	1,388,466	**1,390,000**	1,534	1,542,654
Change in net assets	(334,914)	(539,772)	**(372,767)**	167,005	1,733,869
Net assets, beginning of year,	3,277,092	3,277,092	**3,277,092**	-	1,543,223
Net assets, end of year	$ 2,942,178	$ 2,737,320	**$ 2,904,325**	$ 167,005	$ 3,277,092

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Alternative Fuel Station Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Expenses					
Depreciation and amortization	$ -	$ 25,930	**$ 25,929**	$ 1	$ 25,929
Total expenses	-	25,930	**25,929**	1	25,929
Revenues over (under) expenditures	-	(25,930)	**(25,929)**	1	(25,929)
Nonoperating Income					
Investment income (loss)	-	-	-	-	18
Total nonoperating income (expense)	-	-	-	-	18
Change in net assets	-	(25,930)	**(25,929)**	1	(25,911)
Net assets, beginning of year	147,577	147,577	**147,577**	-	173,488
Net assets, end of year	$ 147,577	$ 121,647	**$ 121,648**	$ 1	$ 147,577

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Clean Community Commission Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Expenses					
Supplies	$ -	$ 13,000	**$ 3,000**	$ 10,000	$ -
Special professional services	-	83,000	**25,600**	57,400	-
Depreciation and amortization	-	12,032	**11,148**	884	188
Total expenses	-	108,032	**39,748**	68,284	188
Revenues over (under) expenditures	-	(108,032)	**(39,748)**	68,284	(188)
Nonoperating Income					
Operating grants and contributions	-	382,000	**161,848**	(220,152)	29,000
Total nonoperating income	-	382,000	**161,848**	(220,152)	29,000
Net income (loss) before operating transfers	-	273,968	**122,100**	(151,868)	28,812
Other Financing Sources (Uses)					
Transfers in	-	60,278	**1,000**	(59,278)	-
Total other financing sources (uses)	-	60,278	**1,000**	(59,278)	-
Change in net assets	-	334,246	**123,100**	(211,146)	28,812
Net assets, beginning of year	151,912	28,812	**28,812**	-	-
Net assets, end of year	$ 151,912	$ 363,058	**$ 151,912**	$ (211,146)	$ 28,812

Proprietary Funds
Internal Service Funds

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Support Services Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	Actual
	Original	Final	Actual	(Negative)	(As restated, see footnote #20)
Revenues					
Motor pool charges	$ 3,903,541	$ 4,903,541	$ **4,540,691**	$ (362,850)	$ 3,501,579
Maintenance charges	97,500	97,500	-	(97,500)	138,448
Management information service fees	2,070,969	2,070,969	**2,072,814**	1,845	2,069,571
Communication service fees	1,041,601	1,041,601	**1,657,578**	615,977	1,454,241
Rental charges and other	546,579	618,485	**785,971**	167,486	922,034
Total revenues	7,660,190	8,732,096	**9,057,054**	324,958	8,085,873
Operating Expenses					
Personnel	3,204,910	3,069,827	**2,823,215**	246,612	2,993,967
Cost of goods sold	2,339,500	3,330,000	**3,744,647**	(414,647)	1,019,434
Supplies	452,038	549,530	**488,270**	61,260	2,183,581
Utilities	303,053	336,028	**257,890**	78,138	263,473
Professional services	304,687	326,917	**176,210**	150,707	116,774
Repairs and maintenance	771,697	764,532	**495,905**	268,627	458,097
Rent	232,110	238,305	**221,283**	17,022	152,813
Insurance	142,375	142,375	**142,375**	-	-
Depreciation	771,184	683,969	**770,797**	(86,828)	744,403
Other	-	-	-	-	82,000
Total operating expenses	8,521,554	9,441,483	**9,120,592**	320,891	8,014,542
Revenues over (under) expenditures	(861,364)	(709,387)	**(63,538)**	645,849	71,331
Nonoperating Revenue (Expense)					
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	-	6,480	**48,038**	41,558	-
Gain/(loss) on sale of property	-	-	**15,950**	15,950	-
Investment income (loss)	14,500	14,923	**42,946**	28,023	21,475
Interest expense	(367,665)	(364,444)	**(3,222)**	361,222	(22,378)
Total nonoperating income (expense)	(353,165)	(343,041)	**103,712**	446,753	(903)
Other Financing Sources (Uses)					
Transfers in	352,190	353,724	**352,190**	(1,534)	145,000
Transfers out	(70,500)	(80,500)	**(80,500)**	-	(70,500)
Total other financing sources (uses)	281,690	273,224	**271,690**	(1,534)	74,500
Change in net assets	(932,839)	(779,204)	**311,864**	1,091,068	144,928
Net assets, beginning of year, as restated	3,491,209	3,491,209	**3,491,209**	-	3,346,281
Net assets, end of year	$ 2,558,370	$ 2,712,005	$ **3,803,073**	$ 1,091,068	$ 3,491,209

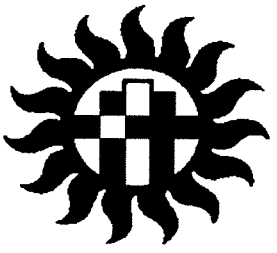
City of Las Cruces

Schedule of Revenues, Expenses and Changes in Net Assets Budget and Actual

Self-Insurance Fund

For the Year Ended June 30, 2006

	2006				2005
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Rental charges and other	$ 646,415	$ 716,415	**$ 754,319**	$ 37,904	$ 992,898
Charges for insurance	834,711	1,122,994	**1,090,973**	(32,021)	500,862
Total revenues	1,481,126	1,839,409	**1,845,292**	5,883	1,493,760
Operating Expenses					
Personnel	45,424	6,660	**24,670**	(18,010)	45,144
Supplies	-	-	**-**	-	4,352
Utilities	-	-	**-**	-	740
Professional services	811,200	658,221	**908,053**	(249,832)	444,171
Customer service	-	72,520	**72,520**	-	-
Depreciation	-	-	**2,113**	(2,113)	1,662
Other	-	-	**-**	-	4,695
Claims and judgments	4,343,713	3,085,000	**1,656,867**	1,428,133	2,332,451
Total operating expenses	5,200,337	3,822,401	**2,664,223**	1,158,178	2,833,215
Nonoperating Revenue (Expense)					
Investment income (expense)	461,500	467,827	**567,098**	99,271	260,403
Total nonoperating income (expense)	461,500	467,827	**567,098**	99,271	260,403
Other Financing Sources (Uses)					
Transfers in	929,485	1,064,485	**1,064,485**	-	115,000
Change in net assets	(2,328,226)	(450,680)	**812,652**	1,263,332	(964,052)
Net assets, beginning of year	470,358	470,358	**470,358**	-	1,434,410
Net assets, end of year	$ (1,857,868)	$ 19,678	**$ 1,283,010**	$ 1,263,332	$ 470,358



City of Las Cruces

City of Las Cruces

City of Las Cruces
Schedule of Insurance in Force
June 30, 2006

Insurer	Cost	Amount of Policy	Risks Covered
ACE	$ 2,047	$1,000,000 max any one loss	Fine Arts Policy, museum, collections and temporary loans
Chubb	119,876	$50,000,000 per occurrence	Commercial property, contractor's equipment, differences in conditions
CNA	11,045	$25,000,000 per occurrence	Boiler and machinery
Insurance Co. of PA/ C.V. Starr	145,530	$5,000,000 aggregate other	Excess liability
Great American	20,038	$3,050,000	Replacement cost of seven fire trucks
ZURICH	3,251	$1,000,000	Pollution liability, environmental impairment, underground storage tank
ACE USA	16,175	$5,000,000	Airport liability
Safety National	61,243	$350,001-$1,000,000 Statutory liability in excess-per occurrence	Excess workers' compensation liability
City of Las Cruces		Actual expense up to maximum allowable under State Tort Claims Act	Comprehensive automobile liability, general liability, defense of civil rights litigation, fore jurisdiction coverage, law enforcement liabilit
National Union	21,748	$3,000,000	Employee dishonesty, forgery, theft, robbery
Quanta	10,000	$2,000,000	Excess crime

This covers all City of Las Cruces employees, boards, council members and mayor.

Ordinance No. 479 Section 24, requires inclusion of this schedule in the financial statements.

City of Las Cruces
Schedule of Pledged Collateral
June 30, 2006

DEPOSITS

Institution/Security	Safe Keeping Location	Market Value
Wells Fargo Bank, NA	Wells Fargo Bank Northwest	
GNSF 781210, 6.50%, 09/15/29, 36225BKX5		$ 95,852
GNSF 781246, 6.00%, 02/15/31, 36225BL30		112,446
GNSF 781259, 6.00%, 03/15/31, 36225BMG0		877,378
GNSF 781278, 6.00%, 04/15/31, 36225BM39		1,292,846
		$ 2,378,522

Summary of Collateralization

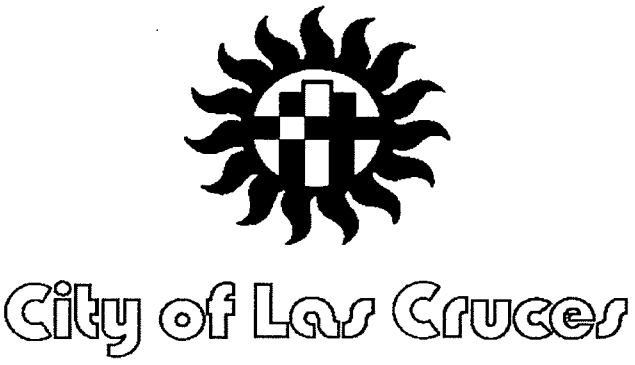
Wells Fargo Bank	
Ending bank balance	$ 1,251,793
Less: FDIC insurance	(100,000)
Total uninsured public funds	$ 1,151,793
Pledged collateral held by the pledging bank's trust department in the City's name	$ 2,378,522
50% collateral requirement	575,897
Pledged collateral in excess of requirement	$ 1,802,625
Uninsured and uncollateralized	$ -

REPURCHASE AGREEMENTS

Institution/Security	Safe Keeping Location	Market Value	Margin	Margin Amount
J.P. Morgan Chase Bank, N.A.	Wells Fargo Bank, N.A.			
FHLMC 5.50% 06/13/2008 3128X5CQ9		$ 10,705,118	105%	$ 10,195,350
FHLMC 4.75% 11/17/2015 3134A4VG6		949,951	105%	904,715
				11,100,065
Investment Balance in repurchase agreement + accrued interest				10,502,862
Pledged collateral in excess of requirement				$ 597,203
MBIA, Inc.	Wells Fargo Bank, N.A.			
FNMA REMIC 4.00% 04/25/2013 31393EMY2		$ 815,027	105%	$ 776,216
FNMA REMIC 5.00% 01/25/2025 31394BUN2		18,893,389	105%	17,993,704
FNMA REMIC 5.50% 05/25/2007 31394EPS1		1,250,809	105%	1,191,247
FHLMC 4.50% 01/15/2018 31395KNR0		2,805,497	105%	2,671,902
US TREAS NOTE 3.125% 10/15/2008 912828BM1		1,782,494	104%	1,713,937
US TREAS NOTE 3.000% 12/31/2006 912828DF4		1,780,409	104%	1,711,932
US TREAS NOTE 3.750% 03/31/2007 912828DQ0		2,196,772	104%	2,112,281
US TREAS NOTE 3.750% 05/15/2008 912828DT4		1,224,531	104%	1,177,434
US TREAS NOTE 3.625% 06/30/2007 912828DY3		2,067,185	104%	1,987,678
US TREAS NOTE 4.000% 09/30/2007 912828EH9		2,149,680	104%	2,067,000
US TREAS NOTE 4.250% 11/30/2007 912828EP1		247,657	104%	238,132
				33,641,463
Investment Balance in repurchase agreement + accrued interest				33,193,679
Pledged collateral in excess of requirement				$ 447,784

City of Las Cruces
Schedule of Deposit Accounts and Investments
June 30, 2006

Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Reconciled Balance	On Deposit 6/30/2006
Deposit accounts					
Wells Fargo Bank					
Treasury Fund - Operating	Checking	$ (1,892,768)	$ -	$ (1,892,768)	$ 914,851
Payroll Direct Deposit Account	Checking	(1,279,536)	-	(1,279,536)	-
On Demand	Checking	54,814	-	54,814	60,949
Rio Grande Natural Gas Assoc Revenue	Checking	(99,375)	-	(99,375)	-
Community Development	Checking	-	131,146	131,146	170,798
Community Development Home Rehab	Checking	-	7,048	7,048	7,048
Community Development Home Program	Checking	-	3,877	3,877	3,877
Metro Narcotics Agency	Savings	-	94,270	94,270	94,270
Total deposit accounts		(3,216,865)	236,341	(2,980,524)	$ 1,251,793
Investments					
Wells Fargo Bank					
WF Treas Plus MM Fund - Sweep Acct	Mutual fund	4,501,721	-	4,501,721	
Investment Custody Account	Investment	49,657,831	4,093,012	53,750,843	
Wells Capital Management					
CLC Liquidity Management Agency	Investment	52,131,842	-	52,131,842	
CLC Health Liquidity Management	Investment	-	27,301,549	27,301,549	
Dreyfus Government Cash Management					
City of Las Cruces	Mutual fund	-	1,203,699	1,203,699	
City of Las Cruces Street Light Account	Mutual fund	-	997,179	997,179	
MBIA Inc.					
GRT Rev Bonds 2005 New City Hall	Repo Agrmt	-	22,761,956	22,761,956	
GRT Rev Bonds 2005 Other Projects	Repo Agrmt	-	10,306,420	10,306,420	
JP Morgan Chase					
City of Las Cruces Construction	Repo Agrmt	-	9,586,723	9,586,723	
City of Las Cruces Debt Svc Reserve	Repo Agrmt	-	878,450	878,450	
Total investments		106,291,394	77,128,988	183,420,382	
Total deposits and investment		103,074,529	77,365,329	180,439,858	
Other cash					
Petty cash and change funds	Cash	-	6,235	6,235	
New Mexico Finance Authority					
2002 GRT MVRDA System	Fiscal agent	-	5,621	5,621	
2002 GRT MVRDA Reserve	Fiscal agent	-	49,486	49,486	
Water Well 46 Debt Service	Fiscal agent	-	28,853	28,853	
WW Rebuilding Manholes	Fiscal agent	-	270,905	270,905	
WW JHWWTP R/Filters Debt Service	Fiscal agent	-	37,314	37,314	
WW Rebuilding Manholes Debt Svc	Fiscal agent	-	24,252	24,252	
Accrued interest receivable					
WCM CLC liquidity management	Accrued int	194,466	-	194,466	
Other pooled investments	Accrued int	341,318	-	341,318	
Total cash and investments		$ 103,610,313	$ 77,787,995	$ 181,398,308	


City of Las Cruces

City of Las Cruces

City of Las Cruces
Net Assets by Category (in 000's)
Last Five Years
(Unaudited)

	Fiscal Year				
	2002	2003	2004	2005	2006
Governmental activities					
Invested in capital assets, net of related debt	$ 128,924	$ 133,022	$ 139,710	$ 149,395	$ 131,645
Restricted	21,629	22,263	20,820	19,752	17,301
Unrestricted	26,910	31,278	50,714	63,166	103,080
Subtotal governmental activities net assets	177,463	186,563	211,244	232,313	252,026
Business-type activities					
Invested in capital assets, net of related debt	104,070	99,468	99,149	104,896	106,342
Restricted	5,333	4,814	-	13,879	20,976
Unrestricted	22,201	31,764	42,854	35,901	40,324
Subtotal business-type activities net assets	131,604	136,046	142,003	154,676	167,642
Primary government					
Invested in capital assets, net of related debt	232,994	232,490	238,859	254,291	237,987
Restricted	26,962	27,077	20,820	33,631	38,277
Unrestricted	49,111	63,042	93,568	99,067	307,357
Total primary government net assets	$ 309,067	$ 322,609	$ 353,247	$ 386,989	$ 583,621

City of Las Cruces
Changes in Net Assets (in 000's)
Last Five Years
(Unaudited)

	Fiscal Year				
	2002	2003	2004	2005	2006
Expenses					
Governmental activities					
General government	$ 12,242	$ 12,948	$ 14,953	$ 17,433	$ 16,800
Facilities	6,418	6,953	7,107	7,948	9,018
Police	16,093	16,745	17,666	19,474	21,822
Fire	7,646	7,810	7,653	8,464	9,288
Community development	1,744	3,903	4,728	4,653	5,123
Public services	8,597	8,862	9,201	9,741	10,889
Public works	12,900	13,017	13,888	14,334	15,604
Interest on long-term debt	1,755	2,015	2,166	1,919	2,726
Subtotal governmental activities expenses	67,395	72,253	77,362	83,966	91,270
Business-type activities					
Gas	12,782	17,986	22,414	22,934	30,367
Water	8,522	6,398	9,549	8,621	10,655
Waste water	6,706	6,260	7,506	7,697	8,362
Solid waste	6,887	9,124	8,403	8,163	9,335
Other	2,361	2,435	2,492	3,059	3,419
Interest on long-term debt	1,853	1,920	1,665	1,709	1,965
Subtotal business-type activities expenses	39,111	44,123	52,029	52,183	64,103
Total primary government expenses	106,506	116,376	129,391	136,149	155,373
Program Revenues					
Governmental activities					
Program revenues					
Charges for services	1,128	1,042	931	920	13,402
Operating grants and contributions	3,786	6,058	6,545	5,646	6,598
Capital grants and contributions	4,014	4,074	1,650	5,586	5,909
General revenue					
Taxes	50,724	54,873	61,546	68,820	77,710
Franchise fees	2,230	2,459	2,114	2,164	-
Investment income	1,264	1,448	794	1,857	3,880
Hospital net assets received		-	18,025	-	3,307
Gain (loss) on disposal of fixed assets	(2)				
Miscellaneous	9,970	13,789	12,945	22,876	3,334
Subtotal governmental activities revenues	73,114	83,743	104,550	107,869	114,140

City of Las Cruces
Changes in Net Assets (in 000's) — continued
Last Five Years
(Unaudited)

	Fiscal Year				
	2002	2003	2004	2005	2006
Program Revenues - continued					
Business-type activities					
Program revenues					
Charges for services	35,496	42,449	52,897	55,927	68,649
Operating grants and contributions	1,899	1,953	2,489	5,014	1,048
Capital grants and contributions	-	-	-	-	2,349
General revenue					
Investment income	1,415	1,295	35	1,095	1,857
Gain (loss) on disposal of fixed assets	67	-	-	-	-
Miscellaneous	-	479	57	(13)	8
Subtotal business-type activities revenues	38,877	46,176	55,478	62,023	73,911
Total primary government revenues	111,991	129,919	160,028	169,892	188,051
Net (Expense)/Revenue					
Governmental activities	5,719	11,490	27,188	23,903	22,870
Business-type activities	(234)	2,053	3,449	9,840	9,808
Total primary government net expense	5,485	13,543	30,637	33,743	32,678
General Revenues and Other Changes in Net Assets					
Governmental activities					
Transfers	3,201	(2,389)	(2,507)	(2,834)	(3,158)
Subtotal governmental activities	3,201	(2,389)	(2,507)	(2,834)	(3,158)
Business-type activities					
Transfers	(3,201)	2,389	2,507	2,834	3,158
Subtotal business-type activities	(3,201)	2,389	2,507	2,834	3,158
Total primary government	-	-	-	-	-
Change in Net Assets					
Governmental activities	8,920	9,101	24,681	21,069	19,712
Business-type activities	(3,435)	4,442	5,956	12,674	12,966
Total primary government	$ 5,485	$ 13,543	$ 30,637	$ 33,743	$ 32,678

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

	Fiscal Year						
	2000	2001	2002	2003	2004	2005	2006
General Fund							
Reserved	$ -	$ 451,875	$ 809,105	$ 733,540	$ 657,464	$ 629,171	$ 717,666
Unreserved	240,886	4,320,309	12,919,940	17,719,578	17,836,642	22,035,220	29,433,947
General fund total	240,886	4,772,184	13,729,045	18,453,118	18,494,106	22,664,391	30,151,613
All Other Governmental Funds							
Reserved	-	3,771,793	-	-	12,100,000	7,903,853	25,493,110
Unreserved, reported in							
Special revenue funds	3,469,384	4,496,396	5,012,957	5,083,027	24,136,265	26,338,605	8,101,600
Capital projects fund	12,427,687	10,406,393	9,242,485	16,783,526	15,512,939	14,289,268	45,701,136
Debt service funds	7,269,220	7,353,325	6,896,116	3,025,527	3,275,033	3,450,270	3,117,631
Other governmental funds total	23,166,291	26,027,907	21,151,558	24,892,080	55,024,237	51,981,996	82,413,477
	$ 23,407,177	$ 30,800,091	$ 34,880,603	$ 43,345,198	$ 73,518,343	$ 74,646,387	$ 112,565,090

Notes:

* The substantial increase in governmental fund balances from FY03 to FY04 was primarily due to the 40 year lease of the Telshor Facility. The net hospital assets recognized by the City in FY04 was $30,124,793.

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

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

	Fiscal Year						
	2000	2001	2002	2003	2004	2005	2006
Revenues							
Taxes	$ 48,167,407	$ 49,371,659	$ 52,953,900	$ 57,331,966	$ 63,660,076	$ 68,819,813	$ 77,710,596
Charges for services	2,171,328	2,400,632	1,127,933	1,042,261	930,507	919,973	1,224,934
Fees and fines	743,296	976,889	1,635,321	1,773,983	1,814,857	2,198,654	2,498,111
Franchise fees	1,590,117	1,735,414	1,964,238	2,045,459	2,176,607	2,164,259	2,389,962
Investment income	4,252,745	1,703,752	1,263,509	1,241,166	739,313	1,571,350	3,438,111
Licenses and permits	730,262	944,921	1,026,617	1,633,918	2,007,529	3,194,133	4,307,748
Intergovernmental	5,626,188	7,215,335	7,799,610	10,131,917	8,105,548	11,232,583	12,481,851
Other	5,562,426	3,429,786	7,033,198	4,580,702	5,111,599	5,998,934	7,011,904
Contributions from other government agencies	943,113	928,924	-	-	-	-	-
Total revenues	69,786,882	68,707,312	74,804,326	79,781,372	84,546,036	96,099,699	111,063,217
Expenditures							
Current							
General government	10,548,286	10,790,771	10,854,550	12,036,419	13,775,498	16,753,705	16,378,155
Facilities	-	-	5,709,543	6,519,077	6,842,730	7,227,918	8,089,108
Development services	7,288,858	7,604,563	-	-	-	-	-
Police	-	-	14,044,075	16,099,748	17,439,027	18,626,802	20,994,073
Fire	-	-	6,601,426	7,426,258	7,398,016	7,909,612	8,663,400
Public safety	18,995,932	18,868,056	-	-	-	-	-
Community development	-	-	2,217,087	3,901,257	4,766,996	4,545,151	5,028,537
Community facilities	11,463,773	11,374,566	-	-	-	-	-
Public services	-	-	7,415,761	8,357,357	8,835,194	9,108,361	10,164,743
Public works	-	-	6,194,174	6,576,259	7,276,334	7,213,101	8,003,143
Capital outlay	13,739,535	17,088,512	11,763,159	9,555,113	7,763,925	13,723,810	18,572,968

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

	Fiscal Year						
	2000	2001	2002	2003	2004	2005	2006
Expenditures - continued							
Debt service							
Principal	75,745,000	3,520,000	3,028,443	6,350,612	3,894,959	11,920,744	6,421,767
Interest and other charges	5,587,596	2,142,754	1,754,671	1,917,452	2,046,928	1,811,112	2,724,004
Bond issuance costs	-	-	-	-	-	185,926	498,780
Total expenditures	143,368,980	71,389,222	69,582,889	78,739,552	80,039,607	99,026,242	105,538,678
Excess of revenues over (under) expenditures	(73,582,098)	(2,681,910)	5,221,437	1,041,820	4,506,429	(2,926,543)	5,524,539
Other Financing Sources (Uses)							
Bond proceeds	13,371,552	5,020,317	-	10,023,555	-	7,980,000	33,000,000
Bond premium (discount)	-	-	-	-	-	-	276,275
Hospital net assets received	-	-	-	-	30,124,793	-	-
Capital leases	-	-	-	-	112,000	-	-
Proceeds of notes payable	-	-	564,220	-	-	-	-
Gain on sales of investments	-	-	-	-	-	40,213	-
Transfers in	89,532,975	25,087,720	5,271,700	6,283,603	9,020,123	9,870,984	12,951,247
Transfers out	(85,712,263)	(26,652,865)	(7,410,125)	(8,884,383)	(13,590,200)	(13,836,610)	(17,038,483)
Total other financing sources (uses)	17,192,264	3,455,172	(1,574,205)	7,422,775	25,666,716	4,054,587	29,189,039
Net change in fund balances	$(56,389,834)	$ 773,262	$ 3,647,232	$ 8,464,595	$ 30,173,145	$ 1,128,044	$ 34,713,578
Debt service as a percentage of noncapital expenditures	62.74%	10.43%	8.27%	11.95%	8.22%	16.32%	11.09%

Notes:

* The substantial increase in governmental fund balances from FY03 to FY04 was primarily due to the 40 year lease of the Telshor Facility. The net hospital assets recognized by the City in FY04 was $30,124,793.

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

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

Fiscal Year	Real Property		Personal Property		Exemptions	Total		Ratio of Total Taxable Value To Total Assessed Value
	Taxable Value	Assessed Value	Taxable Value	Assessed Value	Real/Personal Property	Taxable Value	Assessed Value	
2002	1,022,737,173	3,068,211,519	65,787,419	197,362,257	110,673,980	977,850,612	2,933,551,836	33%
2003	1,069,314,271	3,207,942,813	64,125,478	192,376,434	112,208,406	1,021,231,343	3,063,694,029	33%
2004	1,145,299,951	3,435,899,853	71,335,260	214,005,780	118,976,695	1,097,658,516	3,292,975,548	33%
2005	1,201,648,115	3,604,944,345	72,472,540	217,417,620	125,099,497	1,149,021,158	3,447,063,474	33%
2006	1,380,287,657	4,140,862,971	75,179,023	225,537,069	145,116,822	1,310,349,858	3,931,049,574	33%

Source: Dona Ana County Property Abstract

City of Las Cruces

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

Residential

Fiscal Year	City	State	County	School District	Other	Total Residential
1997	7.072	1.556	8.832	10.019	1.971	29.450
1998	6.709	1.347	8.312	10.089	1.920	28.377
1999	6.862	1.438	8.374	10.033	1.929	28.636
2000	6.582	1.482	7.858	9.874	1.872	27.668
2001	6.055	1.529	7.924	9.986	1.882	27.376
2002	5.748	1.765	8.066	10.053	1.899	27.531
2003	5.813	1.123	8.134	9.838	1.907	26.815
2004	5.841	1.520	7.896	9.835	1.895	26.987
2005	5.985	1.028	8.120	9.832	1.899	26.864
2006	5.781	1.234	7.852	9.722	1.904	26.493

Non-Residential

Fiscal Year	City	State	County	School District	Other	Total Non-Residential
1997	7.647	1.556	12.335	10.199	2.000	33.737
1998	7.716	1.347	12.274	10.200	2.000	33.537
1999	7.757	1.438	12.252	10.147	2.000	33.594
2000	7.427	1.482	12.207	10.080	2.000	33.196
2001	6.946	1.529	12.184	10.120	2.000	32.779
2002	6.480	1.765	12.184	10.164	2.000	32.593
2003	6.617	1.123	12.184	9.976	2.000	31.900
2004	6.551	1.520	11.700	9.970	1.971	31.712
2005	6.794	1.028	12.079	9.982	2.000	31.883
2006	6.831	1.234	12.082	9.954	2.000	32.101

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

City of Las Cruces
Principal Taxpayers
June 30, 2006
Last Six Years
(Unaudited)

		FY 2006			FY 2005			FY 2004			FY 2003			FY 2002			FY 2001		
Taxpayer	Type of Business	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank
Cruces Medical Center LLC	Medical Center	$ 18,392,667	1.40	4	$23,386,967	2.04%	1	$17,285,900	1.57%	1	$17,651,467	1.73%	1						
El Paso Electric Company	Electricity	58,026,006	4.43	1	15,985,973	1.39%	2	14,790,872	1.35%	2	13,351,410	1.31%	2	12,873,898	1.32%	1	11,651,378	1.28%	2
Memorial Medical Center	Medical Center	13,754,267	1.05	5	13,754,267	1.20%	3												
Public Service Co of NM		34,927,202	2.67	2															
Qwest Corporation	Communications	24,027,370	1.83	3	12,711,340	1.11%	4	12,965,357	1.18%	3	12,571,205	1.23%	3	11,639,054	1.19%	2			
Union Pacific Rail Road Company	Railroad	13,267,394	1.01	6															
El Paso Natural Gas Co	Gasoline	11,923,259	0.91	7															
Burlington Northern & Santa Fe Railroad	Railroad	9,824,600	0.75	8															
New Mexico Mall Partners LP	Shopping Centers	8,249,767	0.63	9	8,187,367	0.71%	5												
My Way of Holdings LLC	Casino	6,329,967	0.48	10															
Casa Bandera Tic LLC	Real Estate				5,748,767	0.50%	6												
Comcast Cablevision of Nm/Pa Inc	Television Services				4,779,585	0.42%	7												
Sonoma Springs Partners LP	Real Estate				4,727,467	0.41%	8												
Park Place Peridot LLC	Business Complex				4,132,329	0.36%	9	3,102,667	0.28%	8									
Fs Laguna Seca I LLC	Shopping Centers				3,608,233	0.31%	10												
Southwest Malls Real Estate	Shopping Centers							7,604,067	0.69%	4	7,411,833	0.73%	4	7,551,300	0.77%	3			
Las Cruces Apartment Co. LLC	Property Development							3,524,333	0.32%	5	3,524,333	0.35%	5						
Wal-Mart Stores, Inc.	Discount Stores							3,493,133	0.32%	6	3,096,833	0.30%	8	3,158,200	0.32%	6	3,158,200	0.35%	6
Las Cruces Laguna Seca Ltd	Shopping Centers							3,115,167	0.28%	7	3,115,167	0.31%	6						
CMAT 1999-Ci Town Center LLC	Business Complex							2,782,267	0.25%	9	2,836,200	0.28%	9						
Sam's East, Inc.	Discount Stores							2,592,833	0.24%	10	2,592,833	0.25%	10						
Anthem Park Place LP	Business Complex										3,102,667	0.30%	7						
Alameda Land & Development	Property Development													4,413,333	0.45%	4			
Voicestream Pcs II Corp.	Cellular Telephone													3,595,272	0.37%	5	3,771,167	0.41%	5
Property Trust of America	Business Complex													3,102,667	0.32%	7	3,102,667	0.34%	7
Raley's of New Mexico, Inc.	Grocery Stores													2,878,533	0.29%	8	3,929,510	0.43%	4
Campo Loretto Operating Assoc. LP	Business Complex													2,825,500	0.29%	9	2,825,500	0.31%	8
Wells Fargo Bank New Mexico	Bank													2,484,100	0.25%	10	2,602,633	0.28%	10
U.S. West Communications, Inc.	Communications																12,568,052	1.38%	1
Southwest Shopping Centers	Shopping Centers																7,744,433	0.85%	3
Level 3 Communications LLC	Communications																2,648,076	0.29%	9
			15.17%			8.45%			6.48%			6.79%			5.57%			5.91%	

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

Fiscal Year	Total City Tax Levy	Current and Delinquent Tax Collections	% of Levy Collected
1997	$ 5,021,437	$ 4,872,808	97.04%
1998	5,297,561	5,298,506	100.02%
1999	5,652,797	5,743,818	101.61%
2000	5,972,864	5,891,362	98.64%
2001	5,811,869	5,771,703	99.31%
2002	5,876,610	5,798,415	98.67%
2003	6,232,578	6,160,562	98.84%
2004	6,708,029	6,653,604	99.19%
2005	7,225,464	7,140,562	98.82%
2006	8,089,660	8,054,750	99.57%

Source: Doña Ana County Property Abstract

City of Las Cruces
Ratio of Outstanding Debt by Type
Last Five Years

	Governmental Activities					
Fiscal Year	Sales Tax Revenue Bonds	Unamortized Discount on Sales Tax Revenue Bonds	Notes Payable	Capital Lease	Claims & Judgments	Compensated Absences
2002	$ 39,420,000	$ -	$ 949,003	$ 364,169	$ 3,469,096	$ 2,211,189
2003	43,370,000	-	724,897	906,347	3,891,451	2,294,330
2004	39,685,000	-	667,497	1,417,616	4,569,470	2,651,415
2005	37,409,000	-	319,931	1,214,376	4,269,350	2,524,205
2006	64,340,000	276,275	-	998,963	3,934,709	2,623,852

	Business-Type Activities									
Fiscal Year	Utility Revenue Bonds	Unamortized Discount on Utility Revenue Bonds	Capital Leases	Claims & Judgments	Notes Payable	Accrued Landfill Closure Costs	Compensated Absences	Total Primary Government	Percentage of Personal Income *	Per Capita *
2002	$ 32,095,000	$ (350,859)	$ 845,540	$ 1,205,620	$ 1,065,351	$ -	$ 767,054	$ 82,041,163	6.51%	1,107
2003	30,610,000	(322,275)	1,176,991	1,352,385	1,041,291	-	781,355	85,826,772	6.57%	1,138
2004	29,050,000	(293,624)	367,064	1,588,015	549,668	-	843,635	81,095,756	5.84%	1,050
2005	27,420,000	(264,972)	237,373	1,483,715	1,057,708	1,457,040	884,125	78,011,851	4.74%	974
2006	36,755,000	(173,805)	93,439	1,367,418	810,044	2,028,000	886,617	113,940,512	6.70%	1,379

Source: City of Las Cruces CAFR, Statement of Revenues, Expenses and Changes in Fund Net Assets - Governmental Funds

City of Las Cruces

Ratio of Net General Obligation Debt to Taxable Value and Net General Obligation Bonded Debt Per Capita

Last Ten Years

(Unaudited)

Fiscal Year	Population	Taxable Value	General Obligation Bonded Debt Outstanding	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt To Taxable Value	Net Bonded Debt Per Capita
1997	75,157	$ 691,590,093	$ 3,260,000	$ 684,739	$ 2,575,261	0.37%	34.27
1998	75,545	754,120,938	2,665,000	747,231	1,917,769	0.25%	25.39
1999	75,786	790,003,231	2,045,000	896,062	1,148,938	0.15%	15.16
2000	74,267	869,981,246	1,395,000	1,081,945	313,055	0.04%	4.22
2001	74,267	913,740,857	715,000	715,000	-	0.00%	0.00
2002	74,267	977,850,612	-	-	-	N/A	N/A
2003	77,237	1,021,231,343	-	-	-	N/A	N/A
2004	80,054	1,097,658,516	-	-	-	N/A	N/A
2005	82,611	1,149,021,158	-	-	-	N/A	N/A
2006	86,607	1,310,349,858	-	-	-	N/A	N/A

Source: Doña Ana County Property Abstract

City of Las Cruces
Computation of Direct and Overlapping Debt
June 30, 2006
(Unaudited)

Jurisdiction	General Obligation as of June 30, 2006	Percentage Applicable to City of Las Cruces	City of Las Cruces Share of Debt
Direct			
City of Las Cruces	$ -	100.00%	$ -
Overlapping			
State of New Mexico	273,280,000	3.30%	9,018,240
Dona Ana County	3,960,000	50.78%	2,010,888
Las Cruces School District	20,950,856	68.52%	14,355,527
Dona Ana Branch Community College	7,450,000	50.78%	3,783,110
Total overlapping	305,640,856		29,167,765
Total direct and overlapping general obligation bonded debt	$ 305,640,856		$ 29,167,765

Source: City of Las Cruces; State of New Mexico; Dona Ana County; Las Cruces School District; Dona Ana Branch Community College.

City of Las Cruces
Computation of Legal Debt Margin
June 30, 2006
(Unaudited)

	2006
Taxable valuation	$1,310,349,858
Legal debt limit- 4% of assessed calculation	52,413,994
Amount of long-term debt subject to legal debt limit: general obligation debt outstanding	-
Legal debt margin	$ 52,413,994

	Fiscal Year					
	2000	2001	2002	2003	2004	2005
Debt limit	$ 34,799,250	$ 36,549,634	$ 39,114,024	$ 40,849,254	$ 43,906,341	$ 45,906,846
Total net debt applicable to limit	1,395,000	715,000	-	-	-	-
Total debt margin	$ 33,404,250	$ 35,834,634	$ 39,114,024	$ 40,849,254	$ 43,906,341	$ 45,906,846
Total debt applicable to the limit as a percentage of debt limit	4.01%	1.96%	N/A	N/A	N/A	N/A

Source: Doña Ana County Property Abstract

City of Las Cruces
Pledged-Revenue Bond Coverage
Last Ten Fiscal Years
(Unaudited)
June 30, 2006

Fiscal Year	Sales Tax Revnue Bonds/Notes				Gas Tax Bonds			
		Debt Service				Debt Service		
	Tax Revenues	Principal	Interest	Coverage	Tax Revenues	Principal	Interest	Coverage
2002	$ 27,766,154	$ 1,793,168	$ 1,637,898	8.09	$ 1,539,143	$ -	$ 260,853	5.90
2003	29,598,948	1,521,087	927,515	12.09	1,512,281	265,000	260,853	2.88
2004	33,236,280	3,089,418	1,213,189	7.72	1,544,437	275,000	248,663	2.95
2005	36,245,275	3,203,196	1,209,419	8.21	1,451,120	290,000	235,875	2.76
2006	40,686,980	3,992,351	1,096,173	8.00	1,532,985	300,000	222,245	2.94

Fiscal Year	Environmental Gross Receipts Tax Bonds				Utility Revenue Bonds/Notes					
		Debt Service			Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		
	Tax Revenues	Principal	Interest	Coverage				Principal	Interest	Coverage
2002	$ 968,127	$ 405,000	$ 522,775	1.04	$ 29,079,551	$(22,978,421)	$ 6,101,130	$ 1,325,000	$ 1,668,811	2.04
2003	1,011,472	425,000	498,981	1.09	35,803,200	(27,376,457)	8,426,743	1,550,000	1,607,861	2.67
2004	1,134,753	450,000	477,200	1.22	43,902,605	(34,970,027)	8,932,578	1,643,043	1,542,500	2.80
2005	1,237,329	410,000	189,656	2.06	46,421,742	(34,718,010)	11,703,732	1,739,857	1,473,776	3.64
2006	1,401,404	590,000	253,366	1.66	57,510,802	(44,533,053)	12,977,749	1,838,047	1,781,858	3.59

Notes
- Details regarding the City's outstanding debt can be found in Note 7 of the financial statements.
- Operating expenses do not include interest, depreciation, or amortization expenses.

City of Las Cruces
Demographic Data
Last Ten Fiscal Years
June 30, 2006
(Unaudited)

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Income	Median Age	School Enrollment
1997	73,493	$ 1,130,542	$ 15,383	30.1	$ 22,169
1998	73,493	1,163,541	15,832	30.1	22,381
1999	76,102	1,263,217	16,599	30.1	22,395
2000	73,539	1,220,674	16,599	30.1	22,253
2001	74,091	1,259,769	17,003	31.2	21,779
2002	75,409	1,306,159	17,321	30.2	22,706
2003	77,237	1,389,030	17,984	31.2	22,633
2004	80,054	1,646,951	20,573	31.2	22,880
2005	82,611	1,699,556	20,573	31.2	23,400
2006	86,607	1,477,429	17,059	30.1	23,100

Sources

U.S. Census Bureau
Las Cruces Public Schools
New Mexico Department of Labor
Community Dev. Dept Population Est.

City of Las Cruces

Principal Employers
Last One Fiscal Year
June 30, 2006
(Unaudited)

FY 2006
Alliance Hospital
Coordinated Care Corp.
Dona Ana Branch Community College
Dona Ana County Administration
Memorial Medical Center
Mountain View Regional Medical Center
National Aeronautics & Space
New Mexico State University
Peak Hospital of Santa Teresa
Sunland Park Race Track
Tresco Tots

Note: By law, the NM Dept. of Labor may not release the number of employees. For further information, contact Susan Reagan at the NM Dept. of Labor at (505) 222-4685.

Source: New Mexico Department of Labor, Bureau of Labor & Statistics

City of Las Cruces

City Government Employees by Function/Program
Last Five Fiscal Years
June 30, 2006
(Unaudited)

Function/Program	2002	2003	2004	2005	2006
General Government					
City Administration	16	15	11	18	17
Human Resources	10	9	11	9	12
Financial Services	45	49	52	48	49
Legal	29	34	36	35	31
Risk Management	6	6	6	6	6
Community Development					
Administration	16	16	20	29	22
Permits and Inspections	13	17	16	17	19
Neighborhood Development	4	5	5	10	6
Facilities					
Administration	5	6	7	6	7
Airport Operations	6	5	4	3	4
Building Services	33	29	39	33	31
Fleet Services	16	16	22	21	19
Parks	48	53	56	51	56
Fire					
Administration	12	12	8	9	10
Firefighters and Officers	93	100	97	103	115
Police					
Administration	45	50	69	41	58
Officers	174	183	189	189	194
Public Services					
Convention & Visitors' Bureau	7	7	7	8	7
Library	30	32	34	38	39
Museum Systems	14	13	14	13	16
Public Information	6	6	6	5	6
Parks & Recreation	33	34	35	42	39
Senior Programs	37	37	37	40	41
Transit	42	43	36	37	50
Public Works					
Administration	1	1	2	3	2
Engineering	39	38	41	40	41
Street Systems	47	48	44	44	49
Utilities					
Gas	62	63	68	62	66
Water	51	50	48	45	48
Wastewater	51	51	53	53	53
Solid Waste	55	58	57	57	61
Support Services					
Information Tech. & Communications	28	30	31	29	26
Document Services	3	3	3	3	2
Total employees	1077	1119	1164	1147	1202

City of Las Cruces
Operating Indicators by Function/Program
Last Two Fiscal Years
June 30, 2006
(Unaudited)

Function/Program	2005	2006
General Government		
Number of newsletters printed and mailed	108,000	216,000
Cost per newsletter	$ 0.26	$ 0.26
Number of days from position postings to position hires	43	44
Operating and maintenance cost per work station	<$3500	<$3500
Facilities		
Dollar amount of projects managed per employee	N/A	$7.13 M
Number of project work orders (over $10,000) requested	N/A	86
Conduct park safety and maintenance inspections	120/qtr	126/qtr
Total number of facilities operated and maintained	88	90
Police		
Number of citations issued	28,251	32,000
Number of clean up events	N/A	25
Number of codes violations addressed	37,073	31,719
Fire		
Number of building inspections	3,586	3,410
Number of citizens who receive safety education	3,653	2,584
Community Development		
Number of affordable rental and owner occupied housing using CDBG and HOME funds	50	100
Miles of bicycle facility lane installed	6	10
Number of special events hosted in downtown area	22	23
Number of vendors participating in the Farmer's and Crafts Market	135	121
Number of residential building permits issued	2,044	1,756
Amount collected for residential permits	$ 5,072,857	$ 4,883,106
Number of commercial building permits issued	177	131
Amount collected for commercial permits	$ 342,056	$ 551,029

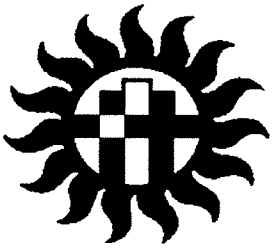
City of Las Cruces
Operating Indicators by Function/Program — continued
Last Two Fiscal Years
June 30, 2006
(Unaudited)

Function/Program - continued	2005	2006
Public Services		
Request for visitor information at Convention & Visitor's Bureau (CVB)	$ 24,920	$ 33,889
Walk-in visitors to CVB office	5,544	5,674
Number of congregate meals served to seniors	78,877	73,138
Number of home-delivered meals served to seniors	172,141	173,048
Number of homemaker units	7,135	8,200
Museum visitors	159,630	172,245
Museum exhibit openings attendance	10,271	11,409
Museum program participants	13,248	32,755
Fixed route ridership	622,560	690,000
Cost per trip on fixed route	$ 2.90	$ 2.90
Total library circulations	423,340	475,156
Total number of library sponsored programs	304	445
Computer sessions at library	54,654	97,932
Public Works		
Number of potholes patched within 24 hours of report	95.7%	90.0%
Maintain major arterials and intersections through routine striping program	1/yr	2/yr
Utilities		
Meter reading complaints	<1%	<1%
Metering operating cost per customer	$ 0.58	$ 0.60
Operating and maintenance cost per dekatherm (Gas)	$ 1.03	$ 1.48
Operating and maintenance cost per 1,000 gallons produced (Water)	$ 1.05	$ 1.10
Operating and maintenance cost per 1,000 gallons treated (Wastewater)	$ 2.03	$ 2.02
Total operating cost per ton collected (Solid Waste)	$ 43.04	$ 44.42

City of Las Cruces

Capital Assets and Infrastructure Statistics by Function/Program
Last Three Fiscal Years
June 30, 2006
(Unaudited)

	Fiscal Year		
	2004	2005	2006
Function/Program			
Area in square miles	51.5	52.25	56.07
Government facilities and services			
Miles of streets	438	992	524
Number of street lights	5,019	5,488	4,889
Culture and Recreation			
Community centers	6	6	5
Lakes	1	1	1
Pond	1	1	1
Parks	51	75	78
Park acreage	308	308	373
Sports complex	13	13	13
Swimming pools	3	3	3
Shooting range	1	1	1
Tennis courts	18	18	18
Bike path	2	2	2
Miles of bike paths			10
Fire Protection			
Number of stations	7	7	7
Police Protection			
Number of stations	1	1	1
Sewerage Systems			
Miles of sanitary sewers (est.)	373	393	435
Miles of storm sewers (mains)	111	18	17
Number of treatment plants	2	2	2
Number of service connections	23,955	25,180	33,806
Water System			
Miles of water mains (est.)	412	462	476
Number of service connections	25,616	27,040	28,835
Transit Sytem			
Miles of Bus Routes	81.7	81.7	86
Number of Bus Stops	358	358	358
Number of Buses	17	17	16
Number of Dial-a-Ride Vehicles	11	11	17



City of Las Cruces

City of Las Cruces

Single Audit Section

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report on Schedule of Expenditures of State and Federal Awards

Domingo P. Martinez, CGFM, State Auditor
and the Mayor and City Council
of the City of Las Cruces

We have audited the City's basic financial statements as of and for the year ended June 30, 2006, and have issued our report thereon dated October 19, 2006. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of state and federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is 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 basic financial statements taken as a whole.

REDW LLC

October 19, 2006

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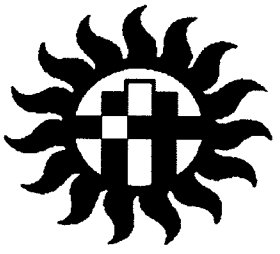
505.998.3200 MAIN 800.599.0113 TOLL FREE 505.998.3333 FAX WWW.REDW.COM



City of Las Cruces

City of Las Cruces
Schedule of Expenditures of State and Federal Awards
June 30, 2006

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Aging & Long-Term Services Department					
Renovations to Mesilla Park Community Center		2004-222	8/04 thru 6/08	$ 25,000	$ 25,000
Renovations to Munson Center		2004-287	1/04 thru 6/08	25,000	25,000
Retired and Senior Volunteer Program		05-SRWNM009	7/05 thru 6/06	10,226	8,464
Senior Employment Program		2001-067	7/05 thru 6/06	5,927	5,378
Meals Transportation -Title III		2001-067	7/05 thru 6/06	274,728	274,728
Vehicle Grant for Senior Centers		2005-145	1/05 thru 6/05	34,000	12,744
Vehicle Grant for Senior Centers		2006-327	11/05 thru 6/07	90,000	89,192
Meals Equipment Grant for Senior Centers		2006-328	11/05 thru 6/07	45,000	2,454
Total New Mexico Aging & Long-Term Services				509,881	442,960
New Mexico State Department of Transportation					
Del Rey Blvd.		ST-5557(201)	10/05 to 6/10	200,000	200,000
East Mesa - Morningside/Davis/Jefferson/Reynolds		SP-GA-ST-7613 (229)	7/04 TO 6/09	550,000	344,360
East Mesa - Reynolds Drive		SP-GA-7613(229)	10/05 to 6/10	400,000	143,473
Elks Drive		ST-4504(202)	10/05 to 6/10	125,000	49,500
Elks Drive - Widening and drain improvements		MAP-4504(900)	10/04 TO 6/06	354,750	354,750
Oak, Manso, Bell Streets		SP-GA-ST-7613(228)	7/04 to 6/09	150,000	6,301
Oak, Manso, Bell Streets		SP-GA-7613(231)	10/05 to 6/10	90,000	90,000
Oak, Manso, Bell Streets		ST-7613(228)	10/05 to 6/10	50,000	50,000
Triviz Landscaping		TPE-4539(3)02	5/05 to 6/09	243,000	67,057
Airport Pavement Maintenance		NMAD854	4/01 to Comp	80,000	3,790
Airport East End Taxi Lane		NMAD985	7/04 to Comp	48,333	8,976
Airport Air Service Assistance		NMAD1046	7/04 thru 6/06	200,000	12,976
Highway 70 Landscaping		TPE-070-2-(38)150	5/02 to Comp	1,170,667	5,809
Section 134 PL		FY04 PL-92A1(36)	7/03 thru 12/04	179,116	95,064
Section 5303		FY04 NM80X01002	7/03 thru 12/04	76,368	29,701
Traffic Count Program			7/03 thru 6/04	26,549	16,728
S.T.E.P.		05-PT-63-049	10/05 thru 09/06	34,375	6,762
Traffic Safety Bureau		06-AL-64-049	1/3/06 thru 9/30/06	76,508	35,901
Traffic Safety Bureau		06-RF-01-049	1/3/06 thru 9/30/06	25,000	24,080
Traffic Safety Bureau		05/AL-64-049	1/3/06 thru 9/30/06	56,080	21,977
Community DWI Program		06-CD-05-049	7/01/05 thru 6/06	76,379	75,629
Total New Mexico State Dept of Transportation				4,212,125	1,642,834
New Mexico Economic Development Department					
Downtown Revitalization		04-L-NR-I-3-G-0183	5/06 to 6/06	200,000	138,570
New Mexico Energy, Minerals and Natural Resources Department					
Forest Re-Leaf - NMEMNR		06-521-0422-0161	1/01 thru 6/06	8,000	8,000
Rideshare NMEMNR		03-521-03-005	7/05 thru 6/06	25,000	29,781
N. Triviz Bike Path Phase I		03-521.05-013	7/02 thru 12/05	229,000	12,864
Total Energy, Minerals and Natural Resources				262,000	50,645

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2006

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Children, Youth and Families Department					
Title XX		04-690-5000-5055	7/05 thru 06/06	$ 126,158	$ 122,490
Juvenile Citation Program		06-690-7000-7036	7/1/05 thru 6/30/06	201,770	188,438
Juvenile Citation Program Spanish		05-690-7000-7148	3/1/05 thru 3/31/06	31,000	27,200
Total Children, Youth and Families Department				358,928	338,128
New Mexico Crime Victim Reparation					
Victim Assistance Unit		2005-VA-GX-0033	07/05 thru 06/06	30,350	28,088
Total New Mexico Crime Victim Reparation				30,350	28,088
State Department of Public Safety					
Project Safe Neighborhoods		03/04-PSN-LCPD-FY 05	10/05 thru 09/06	41,173	41,112
New Mexico Gang & Terrorism Task		05-JAG-PPA 24-NMGTTF-FY06	)2/06/06 thru 9/30/0	2,910	2,824
Total State Department of Public Safety				44,083	43,936
New Mexico Mortgage Finance Authority					
Emergency Shelter		05-02-CLC-SHO-001	11/01/05 to 06/30/0(	48,400	23,343
Total New Mexico Mortgage Finance Authority				48,400	23,343
New Mexico Department of Health					
Walk Dona Ana Program			7/1/05 thru 6/30/06	27,250	16,311
Total New Mexico Department of Health				27,250	16,311
University of New Mexico					
UNM Safety			7/1/05 thru 6/30/06	12,992	2,533
Total University of New Mexico				12,992	2,533
New Mexico Department of Finance and Administration					
Bus Shelters		05-L-NR-I-3-G-0443	08/05 to 06/10	50,000	42,044
Civil Air Patrol Hangar		03-L-NR-I-3-G-87	6/04 to 6/08	50,000	974
Club Fusion		05-L-NR-I-3-G-1725	08/05 to 06/10	25,000	24,999
Comm of Hope		02-L-NR-I-3-G-0791	to 6/07	25,000	13,190
Comm of Hope		03-L-NR-I-3-G-0804	10/03 to 6/08	97,000	38,612
Comm of Hope		03-L-NR-I-3-G-0806	10/03 to 6/08	25,000	25,000
Comm of Hope		03-L-NR-I-3-G-1100	10/03 to 6/08	100,000	100,000
Comm of Hope		03-L-NR-I-3-G-1225	10/03 to 6/08	25,000	25,000
Comm of Hope		04-L-NR-I-3-G-272	10/04 to 6/09	90,000	90,000
Comm of Hope		04-L-NR-I-3-G-862	10/04 to 6/09	25,000	25,000
Comm of Hope		04-L-NR-I-3-G-870	10/04 to 6/09	50,000	50,000

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2006

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Department of Finance and Administration - continued					
Comm of Hope-Building		04-L-NR-I-3-G-879	10/04 to 6/09	$ 100,000	$ 100,000
Comm of Hope		04-L-NR-I-3-G-885	10/04 to 6/09	20,000	20,000
Comm of Hope-Peregrinos Food Bank		04-L-NR-I-3-G-1669	10/04 to 6/09	100,000	10,795
Comm of Hope		04-L-NR-I-3-G-1787	10/04 to 6/09	25,000	25,000
Comm of Hope-Phase 3 Food Bank Job Ctr.		03-L-NR-I-3-G-820	10/03 to 6/08	40,000	25,443
Community of Hope		05-L-NR-I-3-G-451	08/05 to 06/10	50,000	50,000
Community of Hope		05-L-NR-I-3-G-1455	08/05 to 06/10	50,000	37,453
Court Youth Center		02-L-NR-I-3-G-498	to 6/07	10,000	6,997
Court Youth Center		04-L-NR-I-3-G-882	to 6/09	10,000	10,000
Fine Arts Museum / Cultural Center		02-L-NR-I-3-G-523	2/03 to 6/07	50,000	-
First Step Center		03-L-NR-I-3-G-811	to 6/06	35,000	25,169
First Step Center		03-L-NR-I-3-G-819	to 6/06	50,000	39,972
Football and Basketball Equip		05-L-NR-I-3-G-1449	8/05 to 6/06	25,000	24,365
High Noon Soccer Complex		05-L-NR-I-3-G-0294	08/05 to 06/10	55,000	55,000
High Noon Soccer Complex		05-L-NR-I-3-G-1432	08/05 to 06/10	65,000	65,000
Housing for Handicapped		04-L-NR-I-3-G-1782	10/04 to 6/09	50,000	46,779
Housing for Handicapped		04-L-NR-I-3-G-2356	10/04 to 6/09	25,000	25,000
Housing for Handicapped		04-L-NR-I-3-G-2367	10/04 to 6/09	50,000	50,000
Las Cruces Convention Center		02-L-NR-I-3-G-803	8/02 to 6/07	50,000	17,322
LC Downtown Plaza		03-L-NR-I-3-G-805	10/03 to 6/08	317,000	219,113
LC Downtown Revitalization		04-L-NR-I-3-G-275	10/04 to 6/09	420,750	93,869
LC Downtown Revitalization		04-L-NR-I-3-G-1477	to 6/07	103,000	18,820
LC Downtown Revitalization		04-L-NR-I-3-G-1779	10/04 to 6/09	210,870	104,409
Mesilla Park Community Center Renov		03-L-NR-I-3-G-80	10/03 to 6/08	25,000	17,670
Mesilla Park Community Center Renov		04-L-NR-I-3-G-1780	10/04 to 6/09	50,000	50,000
Mesilla Park Community Center Renov		04-L-NR-I-3-G-2353	10/04 to 6/09	25,000	25,000
Mesilla Park Community Center Renov		06-L-NR-I-3-G-1612	5/06 to 6/10	50,000	29,338
Mesilla Park Recreation Center Aud.		02-L-NR-I-3-G-785	6/02 to 6/07	25,000	25,000
Mesquite Historic District		03-L-NR-I-3-G-1104	to 6/08	50,000	1,126
Mesquite Historic District		04-L-NR-I-3-G-276	10/04 to 6/09	346,500	99,660
Mesquite Historic District		04-L-NR-I-3-G-877	10/04 to 6/09	20,000	11,054
Mesquite Historic District		04-L-NR-I-3-G-1668	10/04 to 6/09	100,000	100,000
Neighborhood Police Station		02-L-NR-I-3-G-519	6/02 to 6/07	50,000	-
Rio Grande Theatre		04-L-NR-I-3-G-279	10/04 to 6/09	693,000	384,913
Thomas Branigan Memorial Library GO Bond		04-082-6000498	7/05 to 6/06	395,917	280,178
Veteran's Wall		04-L-NR-I-3-G-273	to 6/09	100,000	83,869
Veteran's Wall		05-L-NR-I-3-G-290	08/05 to 06/10	25,000	25,000
Veteran's Wall		05-L-NR-I-3-G-295	08/05 to 06/10	125,000	125,000
Veteran's Wall		05-L-NR-I-3-G-1423	08/05 to 06/10	35,000	35,000
Veteran's Wall		05-L-NR-I-3-G-1433	08/05 to 06/10	75,000	75,000
Veteran's Museum		04-L-NR-I-3-G-267	10/04 to 6/09	60,000	22,647
Enhanced 9-1-1		03-T-018	03 to 6/30/07	24,700	19,618
L-C Drilling and Devlpg Water Well 46, 67, and 68		03-T-012	10/03 to 09/06	1,400,000	1,396,850
Total Department of Finance and Administration				6,148,737	4,312,248
Total State Assistance				11,854,746	7,039,596

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2006

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U. S. Department of Housing and Urban Development					
Community Development Block Grant Metro Entitlement Grants					
B-02-MC-35-0002	14.228		10/02 to Comp	$ 1,370,528	$ 7,744
B-03-MC-35-0002	14.228		10/03 to Comp	1,373,757	47,376
B-04-MC-35-0002	14.228		10/04 to Comp	1,277,435	453,294
B-05-MC-35-0002	14.228		10/05 to Comp	1,492,828	864,992
Total Community Development Block Grant				5,514,548	1,373,406
Home Program Grant					
M-01-MC-35-0222	14.239		10/01 to Comp	933,516	79,579
M-02-MC-35-0222	14.239		10/02 to Comp	539,830	-
M-03-MC-35-0222	14.239		10/03 to Comp	808,532	427,674
M-04-MC-35-0222	14.239		10/04 to Comp	587,587	230,637
M-05-MC-35-0223	14.239		10/05 to Comp	493,332	436,841
Total Home Program Grant				3,362,797	1,174,731
Economic Development Initiative					
NMSU Model Extension Program	14.246	B-02-SP-NM-0442	8/02 thru 8/07	1,000,000	155,112
Sammy Burke Youth Boxing	14.246	B-03-SP-NM-0490	11/04-5/05	89,415	5,014
EDI - Passed Through Dona Ana County					
Veterans Wall	14.246	B-04-SP-NM-0479	3/05 to Comp	198,200	198,820
Total Economic Development Initiative				1,287,615	358,946
Other HUD					
Shelter Plus Care	14.238	NM02C3-01-006	9/1/04 to 8/31/09	327,060	54,705
Supportive Housing	14.235	NM02B2-01-006	6/06 to 7/06	129,171	92,330
Total Other HUD				456,231	147,035
Total U. S. Department of Housing and Urban Development				10,621,191	3,054,118
U.S. Department of Transportation					
Airport Improvement Programs					
Airport Air Traffic Control Tower	20.106	OTA City of Las Cruces	7/04 to Completion	1,100,000	5,117
Federal Transportation Administration					
Section 5309	20.500	NM 03-0038	7/03 to Completion	990,172	-
Section 5309	20.500	NM 03-0028	7/03 to Completion	735,821	21,104
Section 5309	20.500	NM 03-0044	2/05 to Completion	112,008	39,425
Section 5307	20.507	NM 90-0062	7/99 to Completion	103,400	22,293
Section 5308	20.507	NM 90-4062	7/99 to Completion	602,134	-
Section 5307	20.507	NM 90-0064	7/02 to Completion	150,000	34,339
Section 5308	20.507	NM 90-4064	7/02 to Completion	623,480	-

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2006

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U.S. Department of Transportation - continued					
Section 5307	20.507	NM 90-0068	7/03 to Completion	$ 21,600	$ 7,487
Section 5308	20.507	NM 90-4068	7/03 to Completion	983,710	-
Section 5307	20.507	NM 90-0071	7/04 to Completion	34,500	12,454
Section 5308	20.507	NM 90-4071	7/04 to Completion	970,697	-
Section 5309	20.507	NM 90-0074	7/05 to Completion	107,000	103,021
Section 5310	20.507	NM 90-4074	7/05 to Completion	946,434	946,434
Total Federal Transportation Administration				6,380,956	1,186,557
Federal Highway Administration					
Santa Fe Depot	20.205	TCSE-013-Q69/92D	7/01 to Completion	187,900	623
Pass-through State Highway Department					
Federal Highway Administration					
Rideshare NMSHTD	20.205	M00173	7/05 thru 6/06	31,000	26,783
New Mexico Beautification	20.205	06-418-6001-0038	7/05 thru 6/06	22,000	21,918
Total Pass-through State Highway Department				53,000	48,701
Total U.S. Department of Transportation				7,721,856	1,240,998
U.S. Department of Health and Human Services					
Meals/Transportation Grant - Title III	93.045	99-14C	7/05 thru 6/06	165,739	165,736
Nutrition Services Incentive Program - Titl	93.053	2001-00	7/05 thru 6/06	141,634	141,634
Total U.S. Department of Health and Human Services				307,373	307,370
Corporation for National & Community Service					
Retired and Senior Volunteer Program	94.002	440-6652/21	7/05 thru 6/06	61,389	61,389
U.S. Department of Agriculture					
Passed Through State Health Environment Department					
Summer Food Program	10.559	05-3027	6/05 thru 7/05	212,312	70,231
Summer Food Program	10.559	06-3027	6/06 thru 7/06	257,777	119,118
Total U.S. Department of Agriculture				470,089	189,349
Environmental Protection Agency					
Lower Rio Grande Water Users Org					
Regional Sustainable Water Project	66.606	XP-986611-01-0	10/00 thru 09/07	650,000	34,728
Water Reclamation Project					
East Mesa Water Reclamation Plant	66.606	XP-98683201-0	10/01/01 - 09/07	1,645,400	130,380
Clean Community Mobile Source Emission					
Reduction Program Grant	66.034	XA-97671401-3	10/04 thru 12/06	411,000	161,848
Total Environmental Protection Agency				2,706,400	326,956

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
June 30, 2006

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
Office of National Drug Control Policy					
HIDTA	16.000	I4PSNP562	1/04 thru 12/05	$ 703,976	$ 87,782
HIDTA	16.000	I5PSNP562	2/05 thru 1/06	709,310	698,809
Total Office of National Drug Control Policy				1,413,286	786,591
U.S. Department of Homeland Security					
Firefighter Grant Program		EMW-2004-FG-07190	10/04 thru 10/05	62,705	8,524
U.S. Department of Justice					
Local Law Enforcement	16.592	04LBBX1131	1/05 thru 1/07	25,504	-
Secure Our Schools	16.590	2004CKWX0485	9/04 thru 8/06	7,950	-
Encourage Arrest Policies & Enforcement	16.590	04-WE-AX-0075	9/04 thru 8/06	572,626	307,240
Drug Free Communities	16.729	2001-JN-FX-0168	10/01 thru 10/05	373,484	25,551
Justice Assistance	16.738	2005-DJBX-0777	/1/2004 thru 9/30/2(	77,514	68,520
Bullet Proof Vest Program	16.607	2005-BUBX05027165		84,608	11,075
Total U.S. Department of Justice				1,141,686	412,386
Economic Development Administration					
West Mesa Industrial Park	11.300	08-01-03855	5/04 thru 1/08	850,000	850,000
National Endowment for the Humanities					
Miscellaneous federal grant		PA-51134-05	1/18/05 thru 6/30/0(	3,076	3,076
FBI					
Weed and seed asset forfeiture		A0A005041	7/01 to 9/05	50,000	10,859
Total expenditures of federal awards				25,409,051	7,251,616
Total state and federal awards				$ 37,263,797	$ 14,291,212

City of Las Cruces

Notes to Schedule of Expenditures of State and Federal Awards
June 30, 2006

1) General

The accompanying schedule of expenditures of state and federal awards presents the activity of all state and federal financial assistance programs of the City of Las Cruces, New Mexico, (the "City"). The City's reporting entity is defined in Note 1 to the City's financial statements. All awards received from state and federal agencies, as well as awards passed through other organizations and government agencies, are included on the schedule, except for those awards received directly by the Housing Authority of the City of Las Cruces, New Mexico (the "Housing Authority"). These awards are presented on the Housing Authority's schedule of expenditures of federal awards on page 256.

The Office of Management and Budget's (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* sets forth requirements whereby federal grants may be audited under a "single audit" approach at the same time the City's financial statements are audited.

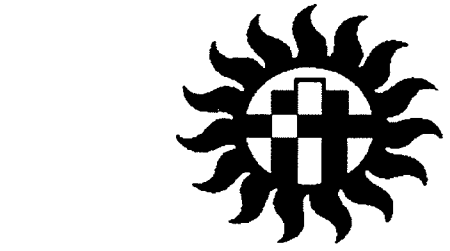
2) Basis of Presentation

The accompanying schedule of expenditures of state and federal awards includes the state and federal grant activity of the City and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3) Reconciliation of Schedule of Expenditures of Federal Awards

The following is a reconciliation of the expenditures reported on the schedule of expenditures of federal awards to the expenditures reported in the financial statements for the City:

Expenditures on schedule of expenditures of federal awards	$ 14,291,212
Expenditures paid from program income and other	1,611,494
Total grant revenue reported in the statement of activities	$ 15,902,706



City of Las Cruces

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LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matter Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Domingo P. Martinez, CGFM, State Auditor
and the Mayor and City Council
of the City of Las Cruces

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the "City") as of and for the year ended June 30, 2006, which collectively comprise the City's basic financial statements. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2006, and have issued our report thereon dated October 19, 2006. 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 City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City's ability to initiate, record, process, and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items FS 06-1 and FS-06-2.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may

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occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. The results of our tests disclosed other matters that are required to be reported under New Mexico State Auditor Rule 2 NMAC 2.2, *Requirements for Contracting and Conducting Audits of Agencies*, which are described in the accompanying schedule of state auditor's rule findings as SA 06-1 and SA 06-2.

This report is intended solely for the information and use of the Mayor, the City Council, the City's management, and the New Mexico State Auditor, and is not intended to be and should not be used by anyone other than these specified parties.

REDW LLC

October 19, 2006

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance

Domingo P. Martinez, CGFM, State Auditor
and the Mayor and City Council
of the City of Las Cruces

Compliance

We have audited the compliance of the City of Las Cruces (the "City") 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, 2006. The City's major federal programs are identified in the summary of auditors' 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 City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City 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, 2006.

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Internal Control Over Compliance

The City's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. We noted no matters involving the internal control over compliance and its operations that we consider to be material weaknesses.

This report is intended solely for the information and use of the City Council, the City's management, the New Mexico State Auditor, 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.

REDW LLC

October 19, 2006

City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2006

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weakness identified?	No
Reportable condition identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness identified?	No
Reportable conditions identified not considered to be a material weakness?	Yes
Type of auditors' 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?	No

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section I — Summary of Auditors' Results — continued

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
11.300	West Mesa Industrial Park
16.590	Encourage Arrest Policies and Enforcement
20.507	Urban Mass Transit

Dollar threshold used to distinguish between type A and type B programs: $300,000

Auditee qualified as low-risk auditee? Yes

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section II — Financial Statement Findings

FS 06-1 — Information Technology (Repeat Finding)

Criteria: Information technology ("IT") including systems and infrastructure are essential and integral to the efficiency of the City's operations. IT internal controls are essential to maintain the confidentiality, integrity and availability of data. IT internal controls are as important as the internal controls that surround the input of financial transactions into the City's general ledger.

Condition: Several areas of the Information Technology infrastructure were identified as needing enhanced controls. These areas are:

- lack of IT resources to accomplish important duties and tasks related to internal controls
- lack of documentation in some areas
- lack of policy approval and implementation processes
- lack of external review of the IT system
- security concerns
- other

Context:

Lack of IT resources to accomplish important duties and tasks related to internal controls

- The IT Department has made considerable progress towards correcting many of the IT findings documented in the audit report of 2005. These include the creation of comprehensive IT policies and procedures, creation of implementation plans for the enterprise resource planning (ERP) system, creation of an IT strategic plan, implementation of a formal change in the control process, encryption of password files, vulnerability scanning of network, access-control system to the server room, and the implementation of an intrusion detection system. However this momentum cannot be sustained with the current IT staffing levels and budget constraints. Because of this, important controls such as segregation of duties, daily review of event and security logs, and cross-training are lacking.

Lack of documentation in some areas

- The City does not have a formal, approved and tested business continuity plan and disaster recovery plan. This is awaiting a fiber connection between the City and New Mexico State University.
- There is no formal intrusion response plan. An intrusion response plan should define different types of intrusions, how these will be handled and reported.

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs

None.

City of Las Cruces
Schedule of State Auditor Rule Findings
For the Year Ended June 30, 2006

The following finding is reported in accordance with New Mexico State Auditor Rule 2 NMAC 2.2, *Requirements for Contracting and Conducting Audits of Agencies.*

SA-06-1—Actual Expenditures Exceeded Budgeted Expenditures

Criteria: State regulation 2.2.2.10.Q NMAC requires that if actual expenditures exceed budgeted expenditures within a category it must be reported as a finding.

Condition: One fund for the City over-expended budgeted amounts as follows:

Fund	Total Budgeted Expenditures	Actual Expenditures	Amount Over-expended
Solid waste	$ 9,262,624	$ 9,299,898	$ (37,274)

Context: One fund over-expended budgeted amounts.

Cause and Effect: Inadequate monitoring of budgeted expenditures in the adopted budget resulted in several funds over-expended with budgeted amounts.

Auditors' Recommendations: Monitor budget overruns and investigate unfavorable variances to ensure that program directors are spending according to the adopted budget.

Management's Response: The City will continue to enhance monitoring procedures to identify budget overruns more timely and investigate unfavorable variances.

City of Las Cruces
Schedule of State Auditor Rule Findings — continued
For the Year Ended June 30, 2006

SA-06-2—Professional Services

Criteria: State regulation 2.2.2.8.I (3) NMAC requires that the City may not enter into any financial, special audit or any other nonaudit service contract without the prior written approval of the State Auditor.

Condition: The City entered into a professional services contract without the prior written approval of the State Auditor as required by state regulations.

Context: The contract with Lauterbach, Boschow and Company, P.C for risk assessment services resulting in the development of an internal audit plan was not approved by the State Auditor.

Cause and Effect: The City did not follow state regulations; and therefore, is not in compliance with the requirements.

Auditors' Recommendations: All professional services contracts defined in the state regulations should be approved by the State Auditor before services are performed.

Management's Response: Management will secure the written approval of the State Auditor's before services are provided through professional service contracts, as defined in the state regulations.

City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2006

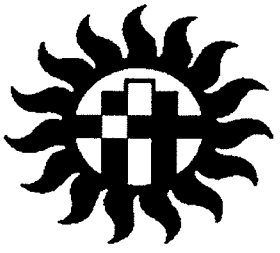
Prior Audit Findings	Current Status
FS 2005-01—Information Technology Infrastructure	Some items have been corrected, some are in process and some are repeat findings. See FS-06-1
FS 2005-02—Accounting and Financial Reporting Function–Compilation of Financial Statements and Comprehensive Annual Financial Report (CAFR)	The City has begun the implementation of the software program that will help management to prepare its CAFR; in progress.
FS 2005-03—Accounting And Financial Reporting Function–Year-End Closing Process	Though adjustments were made to the final trial balance, the end of year closing process did not affect the flow of the audit; resolved.
FS 2005-04—Capital Asset Cycle	The capitalization limit was raised to $5,000; resolved.
FS 2005-05—Review of Vendor Data, Disbursements, Human Resources, and Payroll	The vendor files have been completely updated; resolved.
FS 2005-06—Governance	The City Council acts as an audit committee; resolved.
FS 2005-07—Positive-Pay System	The outstanding check listing is provided to the Bank as recommended; resolved.
FS 2005-08—Remote Location Deposits	All remote locations communicate with the cashier's office supervisor regarding pending recipes and deposits; resolved.
FS 2005-09—Escheatment Policy	An escheatment policy has been implemented as recommended; resolved.
FS 2005-10—Utility Accounts Receivable	Procedures have been updated to review material credit balances in Utility accounts receivables, resolved.
FS 2005-11—Revenue Cycle	Property tax is now recognized gross of administrative fees; resolved.

City of Las Cruces
Summary Schedule of Prior Audit Findings — continued
For the Year Ended June 30, 2006

Prior Audit Findings	Current Status
FS 2005-12—No Required Annual Leave	Although the policy was not revised, sensitive positions do take annual leave; resolved.
FA 2005-1 Subrecipient Monitoring	Corrective action taken; resolved.
FA 2005-2 Subrecipient Monitoring	Corrective action taken; resolved.
SA 04-1 Actual Expenditures Exceeded Budgeted Expenditures	Repeat finding; see SA 06-1

City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2006

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FS 06-1 Significant Deficiency-Information Technology: Controls Need to be Enhanced; Lack of Resources, Documentation, and Approved Policies; Security Concerns	The City will continue efforts to enhance controls and increase system security. Additional positions have been requested to address staffing shortages. A fiber connection with New Mexico State University is planned to facilitate the next stage of the business continuity and disaster recovery plans. The addition of an Intrusion Detection System will assist in the identification of different types, and response to, system intrusion. System improvements include the replacement of PIX, and increasing the system segmentation. Comprehensive policies and procedures are under management's review.	Information Technology Director	June 30, 2007
FS 06-2 General Ledger Accounting and Reconciliations-Court Appearance Bonds	The City has initiated a daily reporting process that will facilitate a monthly reconciliation of the general ledger balances related to the court appearance bonds.	Treasurer	June 30, 2007
SA 06-1 Actual Expenditures Exceeded Budgeted Expenditures	The City will continue to enhance monitoring procedures to identify budget overruns more timely and investigate unfavorable variances.	Budget Manager	June 30, 2007
SA 06 -2 Professional Service Requiring State Auditor Approval	Management will secure the written approval of the State Auditor's before services are provided through professional service contracts, as defined in the state regulations.	Internal Auditor	June 30, 2007



City of Las Cruces

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The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

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*

Domingo P. Martinez, CGFM,
New Mexico State Auditor,
The Board of Commissioners of the Housing
Authority of the City of Las Cruces
and the
Honorable Mayor and City Council Members of
the City of Las Cruces

We have audited the financial statements of the Housing Authority of the City of Las Cruces (the "Housing Authority") as of and for the year ended June 30, 2006, and have issued our report thereon dated November 13, 2006. We did not audit the financial statements of Montana Senior Village, LLC (MSV) and Montana Senior Village II, LP (MSV II) component units of the Housing Authority. Those financial statements were audited by other auditors who issued unqualified reports thereon. Our opinion insofar as it included to MSV and MSVII are based on the reports of those other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Housing Authority's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted another matter involving the internal control over financial reporting that is required to be reported under Section 12-6-5 NMSA 1978 and which is described in the accompanying schedule of state auditor's rule finding as item SA 06-1.

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Compliance and Other Matters

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

This report is intended solely for the information and use of the City of Las Cruces' City Council, the Housing Authority's Board of Commissioners and management, the State of New Mexico Office of the State Auditor, 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.

RBDW LLC

November 13, 2006

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133

Domingo P. Martinez, CGFM,
New Mexico State Auditor,
The Board of Commissioners of the Housing
Authority of the City of Las Cruces
and the
Honorable Mayor and City Council Members of
the City of Las Cruces

Compliance

We have audited the compliance of the Housing Authority of the City of Las Cruces (the "Housing Authority") 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, 2006. The Housing Authority's major federal programs are identified in the summary of auditors' 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 Housing Authority's management. Our responsibility is to express an opinion on the Housing Authority's compliance based on our audit.

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

In our opinion, the Housing Authority 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, 2006. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 which are described in the accompanying schedule of findings and questioned costs as items FA 06-1 through FA 06-6.

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Internal Control Over Compliance

The Housing Authority's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Housing Authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted certain matters involving the internal control over compliance and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the Housing Authority's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. Reportable conditions are described in the accompanying schedule of findings and questioned costs as items FA 06-1 through FA 06-6.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

This report is intended solely for the information and use of the City of Las Cruces' City Council, the Housing Authority's Board of Commissioners and management, the State of New Mexico Office of the State Auditor, 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.

REDW LLC

November 13, 2006

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2006

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	No
Reportable conditions identified not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Reportable conditions identified not considered to be material weaknesses?	No
Type of auditors' 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?	Yes

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section I — Summary of Auditors' Results — continued

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
14.871	Section 8 Rental Voucher Program

Dollar threshold used to distinguish between type A and type B programs:	$300,000
Auditee qualified as low-risk auditee?	No

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section II — Financial Statement Findings

None.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs

FA 06-1 — Special Tests and Provisions—Waiting List

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/05 – 6/30/06

Criteria: The PHA must have written policies in its HCVP administrative plan for selecting applicants from the waiting list and PHA documentation must show that the PHA follows these policies when selecting applicants for admission from the waiting list. Except as provided in 24 CFR section 982.203 (Special admission (nonwaiting list)), all families admitted to the program must be selected from the waiting list. Selection from the waiting list generally occurs when the PHA notifies a family whose name reaches the top of the waiting list to come in to verify eligibility for admission (24 CFR sections 5.410, 982.54(d), and 982.201 through 982.207).

Condition: Two of twelve clients had information entered incorrectly into the waiting list ranking report. One elderly client should have been weighted a 3 level, but was weighted as a 0 on the list. One client had the birth date entered in the waiting list as their application date.

Context: Two of twelve clients tested.

Questioned Costs: None.

Cause and Effect: Information entered incorrectly in the waiting list will cause improper selection of applicants.

Auditors' Recommendations: Management should review all information for accuracy before it is locked in.

Management's Response: Management concurs with this finding and will review data entry for accuracy prior to publishing the list.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs — continued

FA 06-02 — Eligibility—Citizenship Verification

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/05 – 6/30/06

Criteria: As a condition of admission or continued occupancy, require the tenant and other family members to provide necessary information, documentation, and releases for the PHA to verify income eligibility (24 CFR sections 5.230, 5.609, and 982.516).

Condition: Two of twenty-four files reviewed did not have verification of the tenant's citizenship status.

Context: Two of twenty-four files tested.

Questioned Costs: None.

Cause and Effect: Lack of citizenship status verification can lead to ineligible tenants receiving assistance.

Auditors' Recommendations: During every application process, citizenship status supporting documents should be copied and kept on file.

Management's Response: Management concurs with this finding. Citizenship status will be verified and copies will be kept on file for future reference.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs — continued

FA 06-03 — Special Tests—Rent Determination

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/05 – 6/30/06

Criteria: The PHA's administrative plan must state the method used by the PHA to determine that the rent to owner is reasonable in comparison to rent for other comparable unassisted units. The PHA determination must consider unit attributes such as the location, quality, size, unit type, and age of the unit, and any amenities, housing services, maintenance and utilities provided by the owner.

The PHA must determine that the rent to owner is reasonable at the time of initial leasing. Also, the PHA must determine reasonable rent during the term of the contract: (a) before any increase in the rent to owner; and (b) at the HAP contract anniversary if there is a five percent decrease in the published Fair Market Rent (FMR) in effect 60 days before the HAP contract anniversary. The PHA must maintain records to document the basis for the determination that rent to owner is a reasonable rent (initially and during the term of the HAP contract) (24 CFR sections 982.4, 982.54(d)(15), 982.158(f)(7), and 982.507).

Condition: Two tenants were issued incorrect vouchers for more bedrooms than they were allowed to receive.

Context: Two out of 24 tenant files tested.

Questioned Costs: None.

Cause and Effect: Incorrect voucher sizes can cause the tenant to receive more assistance than they are allowed to receive.

Auditors' Recommendations: Management should verify all vouchers are correct to the information provided by the tenant yearly.

Management's Response: Management concurs with the finding. We will verify the correct voucher size at initial and yearly reexaminations.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs — continued

FA 06-04 — Special Tests—Utility Allowance Schedule

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/05 – 6/30/06

Criteria: The PHA must maintain an up-to-date utility allowance schedule. The PHA must review utility rate data for each utility category each year and must adjust its utility allowance schedule if there has been a rate change of 10 percent or more for a utility category or fuel type since the last time the utility allowance schedule was revised (24 CFR section 982.517).

Condition: One tenant file reviewed had a utility schedule with an incorrect bedroom amount used.

Context: One out of 24 tenant files tested.

Questioned Costs: None.

Cause and Effect: Incorrect utility schedules can cause the assistance amount to be miscalculated.

Auditors' Recommendations: When tenant files are receiving the yearly inspection, the file should be checked to verify the appropriateness of the utility schedule to the number of bedrooms the tenant occupies.

Management's Response: Management concurs with the finding. At the time of yearly re-examination the utility schedule based on bedroom size will be reviewed for accuracy.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs — continued

FA 06-5 — Special Tests and Provisions—Annual Inspections

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/05 – 6/30/06

Criteria: The PHA must inspect the unit leased to a family at least annually to determine if the unit meets Housing Quality Standards (HQS) and the PHA must conduct quality control re-inspections. The PHA must prepare a unit inspection report (24 CFR sections 982.158(d) and 982.405(b)).

Condition: Three out of twenty-four files did not have the annual inspection forms completed in their entirety.

Context: Three out of 24 tenant files tested.

Questioned Costs: None.

Cause and Effect: With the lack of information, the inspection sheet can not compare to the families file to ensure that verify correct residence information and account information.

Auditors' Recommendations: Inspection sheets should be completely filled out with all necessary information to verify this information to the other information in file.

Management's Response: Management accepts this finding. Inspection sheets will be completed in their entirety beginning immediately.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs — continued

FA 06-6 —Eligibility—Certification and Recertification

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/05 – 6/30/06

Criteria: The head of the household signs: (a) one or more release forms to allow the PHA to obtain information from third parties; (b) a federally prescribed general release form for employment information; and (c) a privacy notice. Under some circumstances, other members of the family are required to sign these forms (24 CFR sections 5.212 and 5.230).

The PHA must:

a. As a condition of admission or continued occupancy, require the tenant and other family members to provide necessary information, documentation, and releases for the PHA to verify income eligibility (24 CFR sections 5.230, 5.609, and 982.516).

b. For both family income examinations and reexaminations, obtain and document in the family file third party verification of: (1) reported family annual income; (2) the value of assets; (3) expenses related to deductions from annual income; and (4) other factors that affect the determination of adjusted income or income-based rent (24 CFR section 982.516).

c. Determine income eligibility and calculate the tenant's rent payment using the documentation from third party verification in accordance with 24 CFR part 5 subpart F (24 CFR section 5.601 *et seq.*) (24 CFR sections 982.201, 982.515, and 982.516).

d. Select tenants from the HCVP waiting list (see III.N.1, "Special Tests and Provisions - Selection from the Waiting List") (24 CFR sections 982.202 through 982.207).

e. Reexamine family income and composition at least once every 12 months and adjust the tenant rent and housing assistance payment as necessary using the documentation from third party verification (24 CFR section 982.516).

Condition: One out of twenty-four files did not have a re-certification performed when a new family member moved into the residence.

Context: One out of 24 tenant files tested.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2006

Section III — Federal Award Findings and Questioned Costs — continued

FA 06-6 —Eligibility—Certification and Recertification — continued

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Questioned Costs: None.

Cause and Effect: Without the recertification, the family's status is not verified to determine if their assistance should increase or decreased based on change of income and family members.

Auditors' Recommendations: When the Housing Authority becomes aware of a status change with its tenants, a recertification should occur timely to evaluate the financial status of the tenant, and the assistance should be modified as necessary.

Management's Response: Management agrees with this finding and will perform recertifications in a timely manner effective immediately.

City of Las Cruces
Housing Authority of the City of Las Cruces
Schedule of State Auditor Rule Findings
For the Year Ended June 30, 2006

The following finding is reported in accordance with New Mexico State Auditor Rule 2 NMAC 2.2, *Requirements for Contracting and Conducting Audits of Agencies.*

SA 06-1 — Account Reconciliation and Financial Reporting

Type of Finding: Internal control matter required to be reported under Section 12-6-5 NMSA 1978.

Criteria or Specific Requirement: To facilitate the accurate preparation of financial statements, all significant account balances should be reconciled regularly.

Condition: Account balances related to notes and advances receivable due from the Housing Authority's component units were not reconciled with the component units' audited financial statements. Management has historically relied on the auditors to reconcile these accounts.

Cause and Effect: Mispostings in the general ledger combined with the failure to reconcile these accounts resulted in material misstatements of these balances.

Auditors' Recommendations: All significant account balances should be reconciled by management on a regular basis. Balances due from component units should be reconciled to component unit audited financial statements, and care must be taken to correctly post all transactions involving these balances.

Management's Response: Management will review the component units' financial statements and complete journal entries in the Housing Authority's general ledger to reconcile with the audit reports.

City of Las Cruces
Housing Authority of the City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2006

Prior Audit Findings		Current Status
Financial Statement Findings		
FS 05-1	Information Technology	Resolved
FS 05-2	Accounting and Financial Reporting Function—Preparation of Financial Statements	Unresolved—See SA 06-1
FS 05-3	Capital Assets	Resolved
FS 05-4	Governance	Resolved
FS 05-5	Internal Audit	Resolved
FS 05-6	Escheatment Policy	Resolved
FS 05-7	No Required Annual Leave or Periodic Rotation of Duties	Resolved
FS 05-8	Anonymous Notification Process for Employees	Resolved
FS 05-9	Formalized Tenant Notification Process	Resolved
FS 05-10	Effective Internal Controls Structure	Resolved

City of Las Cruces
Housing Authority of the City of Las Cruces
Summary Schedule of Prior Audit Findings — continued
For the Year Ended June 30, 2006

Prior Audit Findings		Current Status
Federal Awards Findings – All Major Programs		
FA 05-1	**Section 8 Rental Voucher Program (14.871)** Special Tests and Provisions—Housing Assistance Payments	Resolved
FA 05-2	**Section 8 Rental Voucher Program (14.871)** Special Tests and Provisions—Wait List Administration	Unresolved—See FA 06-1

City of Las Cruces
Housing Authority of the City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2006

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
Federal Award			
FA 06-1			
Special Tests and Provisions – Waiting List	Management will review data entry for accuracy prior to publishing the list.	Thomas Hassell	Immediate
FA 06-2			
Eligibility – Rent Determination	Citizenship status will be verified and copies will be kept on file for future reference.	Thomas Hassell	Immediate
FA 06-3			
Special Tests – Vouchers did not match family size	Management will verify the correct voucher size at initial and yearly reexaminations.	Thomas Hassell	Immediate
FA 06-4			
Special Tests – Utility allowance Schedule	At the time of yearly re-examination the utility schedule based on bedroom size will be reviewed for accuracy.	Thomas Hassell	Immediate
FA 06-5			
Special Tests – Annual inspection	Inspection sheets will be completed in their entirety beginning immediately.	Thomas Hassell	Immediate
FA 06-6			
Eligibility – Certification and Recertification	Management will perform recertifications in a timely manner effective immediately.	Thomas Hassell	Immediate
State Auditor			
SA 06-1			
Account Reconciliation and Financial Reporting	Management will review the component units' financial statements and complete journal entries in the Housing Authority's general ledger to reconcile with the audit reports.	Sharon Hansen	Immediate

City of Las Cruces
Other Disclosures
For the Year Ended June 30, 2006

Exit Conference

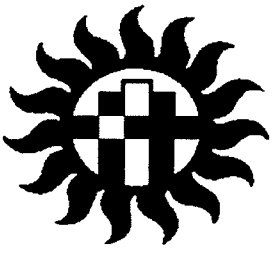
An exit conference was conducted on November 13, 2006, in a closed meeting of the City Council pursuant to *Section 12-6-5 NMSA, 1978* with the following individuals in attendance:

City of Las Cruces	
William Mattiace	Mayor
Terence Moore	City Manager
Robert Garza	Assistant City Manager
Dolores Connor	Mayor Pro-Tem
Jose V. Frietze	Councilor
Dolores Archuleta	Councilor
Steven C. Trowbridge	Councilor
Gil Jones	Councilor
Ken Miyagishima	Councilor
Mark D. Sutter, CPA, Ph.D.	Financial Services Director
Robert Romano, CPA	Treasurer
Pat Degman, CGFM	Accounting Manager

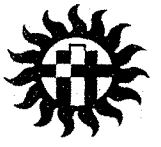
REDW LLC	
Bruce Bleakman, CPA	Principal
Chris Garner, CPA	Assurance and Consulting Senior Manager
Ryan Luetkemeyer, CPA	Assurance and Consulting Manager

Financial Statement Preparation

The City's independent public accountants prepared the accompanying financial statements; however, the City is responsible for the financial statement content.



City of Las Cruces



City of Las Cruces

P.O. BOX 20000
LAS CRUCES
NEW MEXICO 88004
(505) 541-2200
www.las-cruces.org

This Comprehensive Annual Financial Report can be made available in alternative formats by calling the City of Las Cruces Public Information Office at (505) 541-2200/TTY 541-2182.

Comprehensive Annual Financial Report

For The Year Ended June 30, 2007

City of Las Cruces
New Mexico

STATE OF NEW MEXICO

CITY OF LAS CRUCES

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2007

Prepared by
Finance Department
Dr. Mark Sutter, Ph.D., CPA
Financial Services Director

City of Las Cruces

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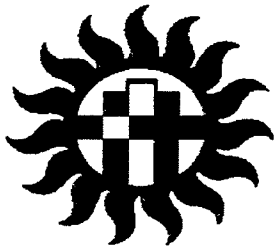


City of Las Cruces

City of Las Cruces

City of Las Cruces

November 16, 2007

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

We are pleased to submit the Comprehensive Annual Financial Report for the City of Las Cruces (City), New Mexico, for the fiscal year ended June 30, 2007, in accordance with Article V, Section 5.09, of the City Charter. Responsibility for the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the City. We believe the data, as presented, are accurate in all material respects and are presented in a manner that fairly sets forth the financial position and results of operations of the City. Furthermore, we believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Reporting Entity

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

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

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

Economic Condition and Outlook

The City is the second largest city in the State and is the commercial service and cultural center of Southern New Mexico. The U. S. Census Bureau ranked the City in the top thirty fastest growing population areas in the country for the last decade.

The economy of Las Cruces MSA (Metropolitan Statistical Area) is diversified with primary contributing sectors being retail sales and services. Growth in the economy is demonstrated in the growth of gross receipts, assessed valuation and per capita income. In general, the City is well positioned for future growth and somewhat protected from a general economical downturn or the loss of specific enterprise or industry. New business continues to be attracted to the area.

Certain infrastructure capital assets will need to be replaced or renovated in a 3 to 5 year period. It is anticipated that these capital expenditures will be financed through operating revenues, legislative appropriation or the issuance of long-term capital debt that will be repaid over the estimated useful lives of the capital projects.

While the economic environment and public expenditure policies are subject to change and re-evaluation, it is anticipated that the City will experience manageable growth that will not be disruptive to the current financial position of the City.

Financial Information, Management and Control

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

Budgetary Control

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

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

Budget adjustments requested throughout the fiscal year that increase fund expenditures must be reviewed and acted upon by the City Council. The adopted budget thus becomes a document that details a clear and precise picture of the cost of public services that will be provided. The budget is controlled through an on-line accounting system to assure effective fiscal management and accountability. Local Government Division approval must be obtained on budget increases and budget transfers between funds. The FY 2006/2007 budget was legally amended.

Taxes

The allocation of the property tax for fiscal year 2007 and the two preceding years is based on the following mill levy:

Purpose	2007	2006	2005
Operational mill levy:			
Residential	5.879	5.781	5.985
Non-residential	7.120	6.831	6.794

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

The gross receipts tax rate on receipts within the City was 7.125% at June 30, 2007. The breakdown and sources of the gross receipts tax rate at June 30, 2007 includes:

	Tax Rate	Percent of Total Rate
State General Fund	3.7750%	53.0%
State shared-municipal distribution	1.2250%	17.2%
Municipal GRT- general purpose	1.2500%	17.5%
Municipal GRT-infrastructure	0.1250%	1.8%
Municipal GRT-public safety	0.1250%	1.8%
Municipal Environmental GRT	0.0625%	0.9%
Dona Ana County-local option taxes	0.5625%	7.9%
	7.1250%	100.0%

Debt Administration

The City has significant capacity for future capital and infrastructure acquisitions, should the need arise. The City's current unused general obligation (G. O.) bond capacity is in excess of $50 million. The City currently has no outstanding G.O. bonds.

The City had ten bond issues outstanding at June 30, 2007. Four issues are Joint Utilities Revenue Bonds. Gas tax revenues secure one issue and gross receipts tax revenues finance the other five bond issues outstanding. The amount of bonds outstanding at June 30, 2007 was $111,610,000. The City of Las Cruces enjoys a favorable reputation in the bond market and has ratings of A and A-1 by Moody's Investors Service and A and A+ by Standard and Poors on its uninsured issues and Aaa/AAA on its insured issues. In addition, the City has seven loans outstanding from New Mexico Finance Authority totaling $12,291,854.

Cash Management

The City's investment policy allows for the investment of cash balances over amounts required to meet current financial obligations to achieve the highest rate of return consistent with the primary objectives of preservation of principal and maintenance of adequate safety, liquidity, legality and yield. As of June 30, 2007, deposits were either insured by federal depository insurance or collateralized by pledged securities of U.S. government agencies. A pledging financial institution's trust department held all collateral in the City's name.

Risk Management

The City maintains a self-insurance program for liability claims, unemployment compensation and workers compensation. The City participates in the State health insurance programs for both current and retired employees. In addition, the City's Risk Management office employs various risk control techniques, such as employee accident prevention training and inspection of City property and facilities, to minimize accident-related losses.

Independent Audit

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

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

The independent firm of certified public accountants, REDW, LLP, whose report is included herein, has audited the financial statements and related notes.

The financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB).

GFOA Award

The City of Las Cruces was awarded the GFOA Certificate of Achievement for Excellence in Financial Reporting for the 2006 Comprehensive Annual Financial Report. This award is the highest form of recognition in governmental accounting and financial reporting. It is an outstanding accomplishment that demonstrates the professionalism residing in the Financial Services Department.

Honorable Mayor and City Council,
City of Las Cruces, New Mexico
11/20/2007

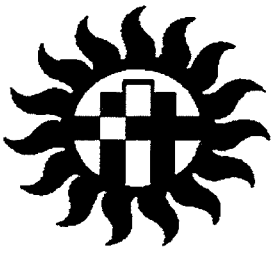
Acknowledgments

The preparation of the Comprehensive Annual Financial Report could not have been accomplished without the efforts and dedication of the Financial Services Department staff. I would like to express my appreciation to staff for their many hours of hard work devoted to the project.

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

Respectfully submitted,

Mark D. Sutter, CPA, Ph.D.
Director of Financial Services



City of Las Cruces

City of Las Cruces
June 30, 2007

LIST OF PRINCIPAL OFFICIALS

Councilors

William Mattiace	Mayor
Dolores Connor	Mayor Pro-Tem
Jose V. Frietze	Councilor
Dolores Archuleta	Councilor
Steven C. Trowbridge	Councilor
Gil Jones	Councilor
Ken Miyagishima	Councilor

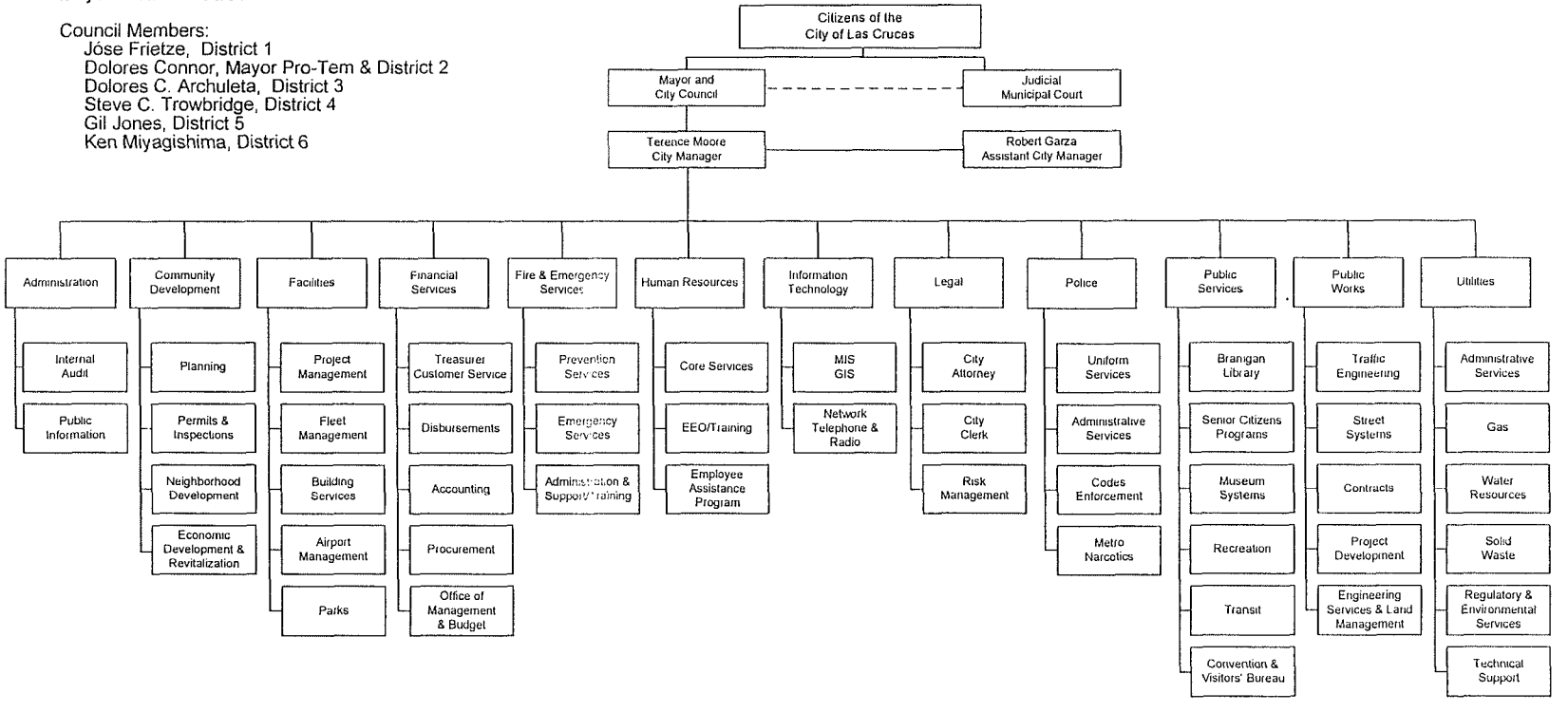
Other officials

Terence Moore	City Manager
Robert Garza	Assistant City Manager
Mark D. Sutter, CPA, Ph.D.	Financial Services Director

City of Las Cruces
Organizational Chart

Mayor: William Mattiace

Council Members:
- Jóse Frietze, District 1
- Dolores Connor, Mayor Pro-Tem & District 2
- Dolores C. Archuleta, District 3
- Steve C. Trowbridge, District 4
- Gil Jones, District 5
- Ken Miyagishima, District 6



Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Las Cruces

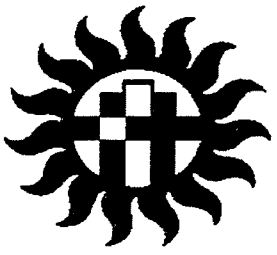
New Mexico

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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



City of Las Cruces

Financial Section

City of Las Cruces

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the "City"), as of and for the year ended June 30, 2007, which collectively comprise the City's basic financial statements as listed in the table of contents. We have also audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2007, as listed in the table of contents. These financial statements and schedules are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements and schedules 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 and schedules are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and schedules. 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, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico, as of June 30, 2007, and the respective changes in financial position and cash flows, where applicable, thereof, and the general fund and major special revenue funds budgetary comparisons 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 financial statements and schedules referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, nonmajor enterprise, internal service and fiduciary fund of the City of Las Cruces, New Mexico, as of June 30, 2007, and the respective changes in financial position, cash flows, and budgetary comparisons, where applicable, thereof, and the budgetary comparisons of each major debt service fund and major capital projects fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2007, on our consideration of the City of Las Cruces, New Mexico'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 *Government Auditing Standards* and should be considered in assessing the results of our audit.

The accompanying management's discussion and analysis is supplemental information required by the Governmental Accounting Standards Board and is not a required part of the basic financial statements. We have applied certain limited procedures, which consist 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 financial statements that collectively comprise the City's basic financial statements and the combining and individual fund financial statements and respective budgetary comparisons. The accompanying information identified in the table of contents as supplementary information is presented for purposes of additional analysis and to meet the requirements of the State of New Mexico, and is 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 basic financial statements taken as a whole.

Other data included in this report, listed in the accompanying table of contents as the introductory section and the statistical section, are also not required parts of the basic financial statements and have not been subjected to the auditing procedures applied by us in the audit of the basic financial statements and, accordingly, we express no opinion on them.

REDW LLC

December 27, 2007

Management's Discussion and Analysis

This discussion and analysis presents an overview of the City's financial activities for the fiscal year ended June 30, 2007. It is intended to be read in conjunction with the Letter of Transmittal and the City's financial statements. The government-wide financial statements include the City itself (known as the *primary government*), and legally separate component units for which it is financially accountable: Public Housing Authority (PHA) and South Central Solid Waste Authority (SCSWA).

Financial Highlights

- The assets of the City exceeded its liabilities at the close of fiscal year 2007 by $463,450,878 (net assets). Of this amount, $147,592,409 (unrestricted net assets) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2007 the City's governmental funds reported combined ending fund balances of $127,380,542 an increase of $274,057 in comparison with the prior year. This increase is primarily due to an increase in taxes, fees, and charges for services associated with continued growth in the City, and the donation of subdivisions to the City.
- At June 30, 2007, unreserved fund balance for the General Fund was $35,857,740 of which approximately $26.4 million is readily available (40% of general fund expenditures).
- The City's outstanding long-term debt increased $31 million, or 27%. During the fiscal year, the City borrowed $12.3 million from New Mexico Finance Authority to finance streets and arroyos projects, and to purchase street and fire equipment, and $17.6 million in joint utility bonds to finance water and wastewater infrastructure. Scheduled payments for expanded health care were approximately $2.9 million during the fiscal year. Scheduled principal retirements of notes, bonds, and leases were approximately $8.5 million during the fiscal year.

Overview of the Financial Statements

This section provides an introduction to the City's basic financial statements, which are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The basic financial statements are accompanied by combining financial statements, budgetary comparison schedules, supplementary information.

Government-wide Financial Statements

The statement of net assets and the statement of activities are government-wide financial statements designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business. In these financial statements, the City's primary government is separated into governmental activities and business-type activities and each of the City's component units is reported separately.

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. The statement of activities presents information showing how the government's net assets changed during fiscal year 2007. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are

reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave). Both of these financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). Governmental activities of the City include general government, facilities, police, fire, community development, public services, and public works. The major business-type activities of the City include gas, water, waste water, and solid waste.

Fund Financial Statements

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The City's funds are 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. 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 government'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 reconciliations to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains 107 individual governmental funds, eleven of which are combined for financial reporting purposes and reported as the general fund. Similarly, the City's 23 debt service funds are combined for financial reporting purposes and reported as the debt service fund, a major governmental fund. The Telshor facility fund, the 2005 gross receipts tax-city hall fund, and the sonoma ranch fund are also reported as major funds. The remaining seventy-three governmental funds are combined into a single, aggregated presentation in the basic financial statements. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* in the supplementary information section of this report.

The City adopts an annual appropriated budget for its general, special revenue, debt service and capital projects funds. A budgetary comparison statement is provided for these funds to demonstrate budgetary compliance.

Proprietary Funds

The City maintains two types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for the fiscal activities relating to gas, water, and

waste water, utilities, and solid waste disposal. *Internal service funds* are an accounting device used to accumulate and allocate certain costs internally among the City's various functions. The City uses internal service funds to account for and allocate costs of support services, vehicle maintenance, and self-insurance. Because these services benefit both governmental and business-type functions, they have been allocated between *governmental and business-type activities* in the government-wide financial statements.

Financial statements of proprietary funds provide the same type of information as reported in the business activities column of the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the gas, water, waste water and solid waste funds, which are reported as major funds. Data from the non-major enterprise funds, as well as all the internal service funds, are combined into single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the non-major enterprise funds and the internal service funds is provided in the form of *combining statements* in the supplementary information section 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 statement because the resources of those funds are *not* available to support the City's own programs.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the government-wide and fund financial statements. The notes follow the financial statements, and are an integral part of the financial statements.

Government-wide Financial Analysis

At the end of fiscal year 2007, the City reports positive net asset balances of governmental activities and business-type activities. Comparative information follows for fiscal years 2007, 2006, and 2005.

Net Assets (in 000's)

	Governmental Activities			Business - type Activities			Total		
	2007	2006	2005	2007	2006	2005	2007	2006	2005
Current and Other Assets	$162,818	$137,695	$103,179	$90,149	$70,387	$55,419	$252,967	$208,081	$158,598
Capital Assets	227,451	203,819	195,132	159,682	144,776	136,936	387,133	348,595	332,068
Total Assets	390,269	341,513	298,311	249,831	215,163	192,355	640,099	556,677	490,666
Current and Other Liabilities	36,809	17,314	20,261	10,907	5,754	6,861	47,716	23,068	27,122
Long-term Liabilities	75,136	72,174	45,737	54,797	41,767	30,818	129,933	113,941	76,555
Total Liabilities	111,945	89,488	65,998	65,703	47,521	37,679	177,648	137,009	103,677
Net Assets:									
Invested in Capital Assets, net of related debt	141,038	131,645	149,395	105,556	106,615	104,896	246,594	238,260	254,292
Restricted Net Assets	34,371	17,301	19,752	34,894	20,976	-	69,265	38,277	19,752
Unrestricted Net Assets	103,914	103,080	63,166	43,678	40,051	49,780	147,592	143,131	112,946
Total Net Assets	279,323	252,026	232,313	184,128	167,642	154,676	463,451	419,668	386,989
Total Liabilities and Net Assets	$391,268	$341,513	$298,311	$249,831	$215,163	$192,355	$641,099	$556,677	$490,666

Fifty percent of the City's net assets are investment in capital assets (i.e., land, land improvements, buildings, equipment, utility infrastructure), net of any related outstanding debt used to acquire those assets. This compares with fifty-two percent in fiscal year 2006. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Twelve percent of the City's net assets are resources that are subject to external restrictions on how they may be used. This amount is up from the seven percent of restricted net assets reported for fiscal year 2006. The remaining balance of *unrestricted net* assets ($105,018,287) may be used to meet the government's ongoing obligations to citizens and creditors.

In 2007, the City has recorded an estimated liability for pollution remediation resulting from a determination by the U.S. Environmental Protection Administration (EPA) that the City and Donna Ana County are responsible for cleanup of certain hazardous waste known as the "Griggs Walnut Plume".. The EPA, City, and County have come to a settlement agreement regarding the remediation plan for the Griggs Walnut Plume site. In the agreement, the City is named as fiscal agent for the project.

The remediation plan estimates total costs at approximately $13.8 million which will be paid over 13 years. The City and County share equally in the liability for the remediation. Accordingly, a liability for the City's share of $6.9 million is reported as a long-term liability as of June 30, 2007 in the statement of net assets, with a corresponding increase in "general government" expense on 2007 the statement of activities.

The City and County have each applied for $3.5 million loans from the New Mexico Finance Authority (MFA) to cover some of the costs of the pollution remediation project. The capital, operational, and administrative cost for the first year is estimated to be $6 million, which will be financed by the MFA loan, if it is obtained. In subsequent years, the plan calls for the sale of potable water, a by-product of the remediation process, to cover operating and administrative costs. Additionally, EGRT funds may be used for this project.

Changes in net assets during 2007 and comparative amounts for 2006 and 2005 were:

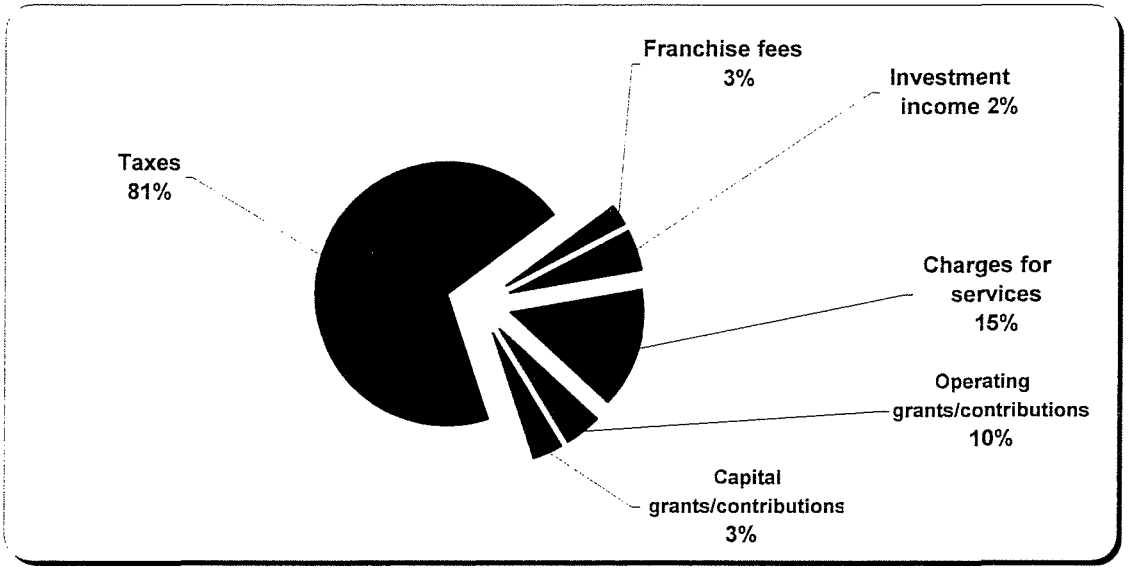
Summary of Changes in Net Assets (in 000's)

	Governmental Activities			Business-Type Activities			Total		
	2007	2006	2005	2007	2006	2005	2007	2006	2005
Revenues:									
Program Revenues:									
Charges for services	17,722	13,403	6,313	69,242	68,649	55,927	86,965	82,052	62,240
Operating grants and contributions	5,218	6,597	5,646		1,048		5,218	7,645	5,646
Capital grants and contributions	15,310	5,909	5,586	5,023	2,349	5,014	20,334	8,258	10,600
General Revenue:									
Taxes	82,241	75,102	66,481				82,241	75,102	66,481
Franchise fees	2,998	2,609	2,339				2,998	2,609	2,339
Investment income	5,902	3,881	1,857	3,854	1,857	1,095	9,757	5,738	2,952
Telshor lease income	2,973	3,308	3,760				2,973	3,308	3,760
Miscellaneous	2,456	3,335	15,887	239	8	(13)	2,695	3,342	15,873
Total Revenue	134,822	114,143	107,869	78,359	73,910	62,022	213,181	188,053	169,891
Expenses:									
General Government	25,893	16,800	17,433				25,893	16,800	17,433
Facilities	9,648	9,018	7,948				9,648	9,018	7,948
Police	21,426	21,822	19,474				21,426	21,822	19,474
Fire	10,346	9,288	8,464				10,346	9,288	8,464
Community Development	4,641	5,124	4,653				4,641	5,124	4,653
Public Services	11,774	10,889	9,741				11,774	10,889	9,741
Public Works	16,755	15,604	14,334				16,756	15,604	14,334
Gas				29,976	30,367	22,934	29,976	30,367	22,934
Water				12,219	10,655	8,621	12,219	10,655	8,621
Waste water				8,514	8,362	7,697	8,514	8,362	7,697
Solid waste				9,172	9,335	8,163	9,172	9,335	8,163
Other				3,801	3,418	3,059	3,801	3,418	3,059
Interest on long-term debt	3,022	2,726	1,919	2,626	1,965	1,709	5,774	4,691	3,628
Total Expenses	103,632	91,271	83,966	66,308	64,103	52,183	169,940	155,374	136,149
Increase in net assets before transfers	31,190	22,872	23,903	12,051	9,807	9,839	43,241	32,679	33,743
Transfers	(4,434)	(3,159)	(2,834)	4,434	3,159	2,834			
Change in Net Assets	26,756	19,713	21,069	16,485	12,966	12,674	43,241	32,679	33,743
Net Assets – beginning, as restated	252,567	232,313	211,244	167,642	154,676	142,002	420,209	386,989	353,247
Net Assets - ending	279,323	252,026	232,313	184,128	167,642	154,676	463,451	419,668	386,989

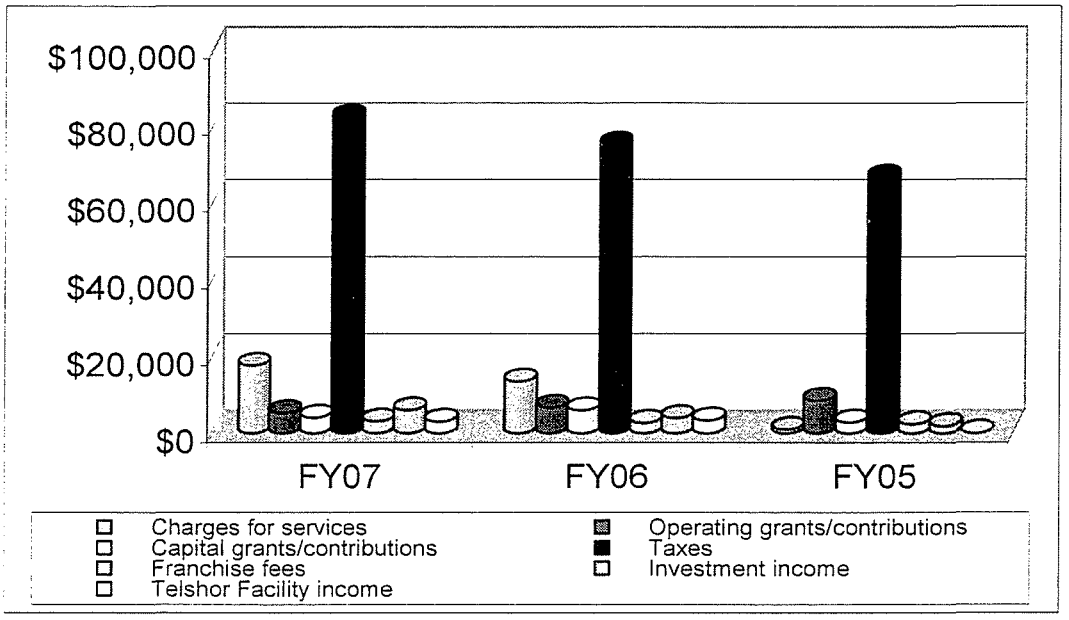
Governmental Activities

Governmental activities increased the City's net assets during the current fiscal year by $26.8 million. Gross receipts tax, property tax, and franchise fees rose from $77.7 million in fiscal year 2006 to $85.2 million in fiscal year 2007. The taxes and franchise fees contributed a significant amount for covering the $65.5 million net program expense associated with general governmental activities.

Governmental Revenues



Revenue by Source – Governmental Activities

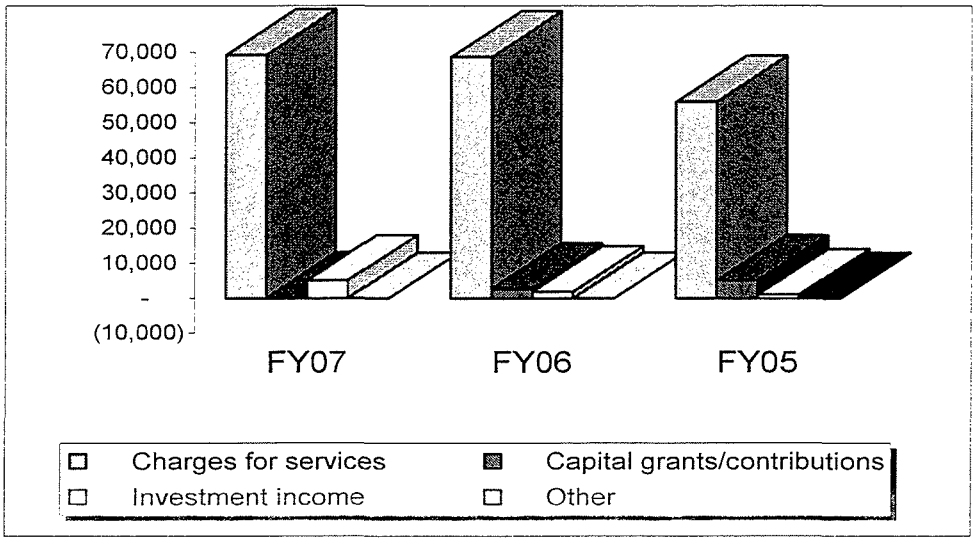


Expenses of the City's governmental activities increased from $91.3 million in fiscal year 2006 to $103.7 million in 2007. The increase resulted primarily from accrued pollution remediation expenses of $6.9 million, as described in Note 10.

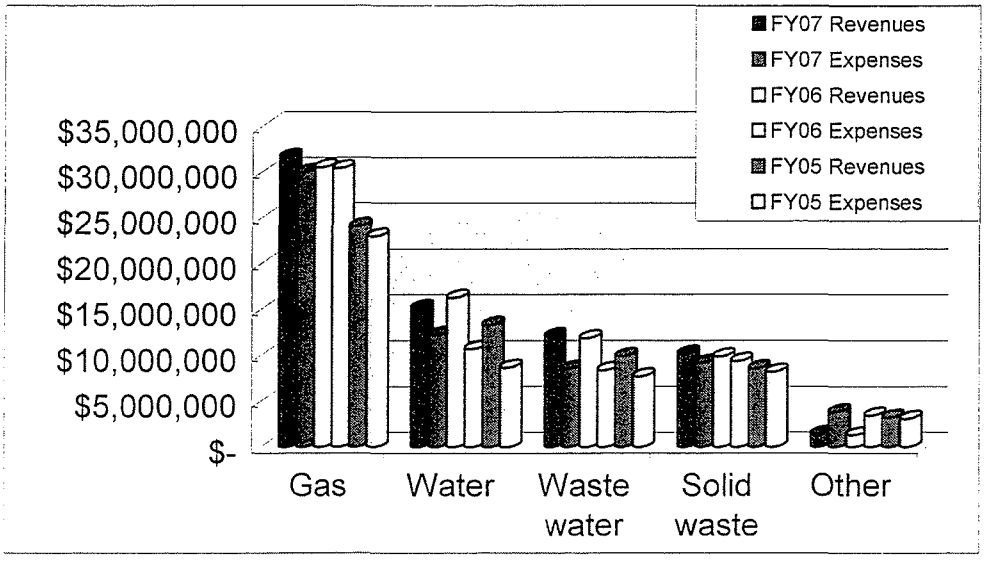
Business-type Activities

Business-type activities increased the City's net assets during the current fiscal year by $16.5 million. Charges from services rose from $68.6 million in fiscal year 2006 to $69.2 million in fiscal year 2007. Expenses increased from $64.1 million in 2006 to $66.3 million in 2007, with the Water fund showing the largest increases overall of approximately $1.6 million.

Revenues by Source – Business-type Activities



Expenses and Program Revenues – Business-type Activities



Financial Analysis of the City's Funds

Strong economic growth and a continued high level of construction activity in the local area are reflected in the increases in tax revenues in the governmental funds and in charges for services in the business-type funds. Much of the construction continues to be concentrated in single family homes, resulting in the development of numerous subdivisions, which in turn provided more utility customers.

Although federal and state grants declined, public works continued improvements on streets, facilities, and infrastructure. The repair and rehabilitation of public facilities and maintenance of public parks continues according to the City's master plan.

Increases in expenditures can also be attributed to growth in the City's operations in response to the population growth. Demand for more recreation activities has brought about new public services for the community.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources.* Such information is useful in assessing the City'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 fiscal year 2007, the City's governmental funds reported combined ending fund balances of $127,380,542 an increase of $14,274,057 in comparison with the prior year. The General Fund, Debt Service, Telshor Facility, the 2005 Gross Receipts Tax-City Hall, and Sonoma Ranch funds are reported as major governmental funds. The unreserved fund balance in the General Fund is $35.8 million. The remainder of the General Fund balance is *reserved* to indicate inventories of $732,996 are not available to be spent. The Telshor Facility reported a reserved balance of ($24,829,639). Fund balances of other major governmental funds are unreserved, and reported in debt service funds ($3,653,390), and the 2005 Gross Receipts Tax-City Hall fund ($23,218,619). All other funds are combined and reported as non-major governmental funds. Unreserved fund balances are reported in other special revenue funds ($9,951,638), and in other capital project funds ($29,136,140).

General Fund

The general fund is the chief operating fund of the City. At the end of fiscal year 2007, unreserved fund balance of the general fund was $35,857,740, while total fund balance reached $36,590,736. Of the $35.85 million in unreserved fund balance, $10.26 million are amounts recorded as receivables from the State, primarily for taxes that will be collected in the ordinary course of business in the next fiscal year. Reducing the $35.85 million in unreserved fund balance by this amount leaves approximately $25.59 million in readily available resources that are not part of budgeted inflows for the upcoming year. This amount is 40% of General Fund expenditures for the year, and is one measure of liquidity of the General Fund.

The fund balance of the City's General Fund increased $6.4 million during the current fiscal year, attributed primarily to an increase in taxes, fees, and charges for services related to continued growth in the City.

Differences between the original budget and the final amended budget for revenues increase of approximately $3.1 million for the year. The budget for gross receipts tax revenues increased $1.0 million while the budget increase in fees and other revenues accounted for approximately $2.0 million of the overall budget increase.

Actual revenues for the fiscal year were approximately $3.4 million more than the final amended budget. There were three significant variances between the budgeted revenues and actual revenues by category. These variances were due to:

- Actual revenues from property tax, franchise tax, and gross receipts tax exceeded budget by approximately $1.3 million.
- Actual revenues from licenses and permits exceeded budgeted revenues by approximately $530,000. This was due to a continued construction activity throughout the City.
- Actual revenues from investment income exceeded budgeted revenues by $860,000.

Differences between the original expenditures budget and the final amended expenditures budget totaled approximately $2.9 million and can be briefly summarized as follows:

- The City budgeted an additional $682,281 for Public Services expenditures, including $300,000 for the King Tut exhibit, $50,000 for software, $65,000 for repair and maintenance, $65,000 for facility design, and $158,700 for various grants.
- The City increased the budget for public works and capital outlay by approximately $1.3 million as construction continued on various streets and facilities projects.
- The general government budget increased $412,169 for various activities, including $79,000 for audit services, $117,800 for the compensation study, $20,000 for actuarial studies, $12,000 for customer service improvements, and 52,000 for professional services.

Actual expenditures were approximately $7.4 million less than the final expenditures budget. These variances can be briefly summarized as follows:

- Actual expenditures were $2.6 million less than budget as public works projects were delayed.
- The general government actual expenditures were approximately $3.3 million less than the final budget. Activities less than budget within general government include: $1.6 million for personnel expenditures, $626,000 for software, and $1.1 million for operating costs.
- The budget for Public Services was $1.4 million more than actual expenditures due to reduced operating costs in the library of $317,000, museums of $335,000, and recreation $653,000.

Debt Service Fund

The 2007 revenue budget for debt service decrease to $1.17 million from $2 million in 2006 because of amounts received to pay off the NADbank loan. Actual revenues were slightly below budgeted revenues, by $42,000. The final budget for expenditures decrease by $300,000, as debt service expenditures in fiscal year 2007 were $8.6 million, compared with $8.9 million in 2006. Expenditures in 2007 agreed with the final budget.

New loans from the New Mexico Finance Authority for public works and equipment purchases included a total of $1,097, 083 in debt service reserves, which are reflected in the debt service fund. Transfers of $4.1 million from the general fund and $2.8 million non-major funds allowed the debt service fund to increase its net assets by $535,759 during fiscal year 2007.

Telshor Facility Fund

In accordance with the 40-year lease agreement with LifePoint Hospitals (dba Memorial Medical Center), payments during the current year for expanded healthcare amounted to $2,750,000. These payments represent the final year of payments for expanded healthcare. Property taxes paid on behalf of Memorial Medical Center totaled $222,908. These payments represent the third year of a five year term for property taxes. Both the expanded care and tax payments were funded by the lease proceeds in 2004. Increases to the fund balance were attributable to interest income on the investment of the lease proceeds.

Additional information on the Telshor Facility can be found in note 18 of the basic financial statements.

2005 Gross Receipts Tax Fund for City Hall Fund

In September 2005, the City issued gross receipts tax bonds in the amount of $33 million to fund public improvements and the construction of a new City Hall. The City Hall fund is reported as a major fund in the current year. The project is in the preliminary stages, with architectural and engineering services of $756,621 paid during the year. Groundbreaking is scheduled for January 2008. Construction is expected to be completed in approximately two years.

Sonoma Ranch Fund

The Sonoma Ranch fund is a new major fund in FY2007. The fund was established to account for the reimbursement to the City, through certain assessments, for construction of public works projects in this area. The City secured a $9.9 million loan from NMFA to finance public works projects. A municipal lien has been recorded on the property that directly benefits from these projects until such time as the amounts due to the City are paid. In 2007, the proceeds of the loan were recorded. Construction activity has not begun.

Proprietary Funds

The Gas, Water, Waste Water, and Solid Waste funds are reported as major funds. Unrestricted net assets of proprietary funds at the end of the year amounted to $43,476,431.

Gas Utility

The revenue budget remained unchanged throughout the fiscal year. Gas sales were $9.4 million less than the final budget, due primarily to a warm winter and lower than expected gas consumption. Additionally, the City is the operator for the Rio Grande Natural Gas Association (RGNGA). During fiscal year 2007, the City was reimbursed $2,293,519 for operational and capital services provided to RGNGA. The reimbursement was $2.2 million over the final budget. Total revenues for the year were approximately $7.2 million less than the final budget

Actual expenses were approximately $10.2 million less than the final amended expenses budget.

These variances can be summarized as follows:

- The budget for personnel expenses were $404,922 more than actual expenses. The budget for insurances expenses were over-budgeted by this amount.
- The budget for cost of gas was $8.7 million more than actual expenses due an over-estimate of gas purchases. The variance in cost of gas to the budget is also reflected in revenues as cost of gas is a pass-through cost.

- The budget for was increased $98,500 for professional services. Actual expenses were $89,980 lower because the budget adjustment was high.
- The final budget for customer service expenses was $733,876 less than actual expenses. The original budget had been increased $264,389 in anticipation of higher credit card fees, which were not realized.

Water Utility Fund

Differences between the original budget and the final amended budget for revenues were primarily in sales. The sales budget increased $608,855 from the original budget. The increase in the sales budget reflects the local population growth and an increasing customer base. Actual revenues for the fiscal year were $130,314 less than the final budget.

The expenditures budget in Water reflects increases in the budget for supplies of $102,168, professional services of $826,873, and repair and maintenance of $718,697. Total budget increases for expenditures from the original budget to the final budget were $1,781,924.

Actual expenses were $1,675,457 less than the final expenditures budget. These variances can be summarized as follows:

- Professional services were below budget by $914,649 as fees and services related to the water rights studies were lower than expected.
- The final budget for Customer Service was $670,683 less than actual expenses. The original budget had been increased $170,195 in anticipation of higher credit card fees, which were not realized.

Wastewater Utility Fund

The revenues budget remained unchanged from the original budget to the final budget. Actual revenues for the fiscal year were $215,238 less than the final budget.

The expenditures budget increased from the original budget to the final budget by $456,329. The utilities budget increased $321,500 and customer service increased $76,979.

Actual expenditures were approximately $1.1 million less than the final expenditures budget. These variances can be summarized as follows:

- Personnel expenses were lower than the final budget by $183,877 due to vacancies in Wastewater.
- Professional services were lower than budget by $551,596, due largely to a lower than expected cost for wastewater studies.
- Customer service was $337,459 less than the final budget. The original budget had been increased in anticipation of higher credit card fees, which were not realized.

Solid Waste Utility Fund

The revenues budget remained unchanged from the original budget to the final budget. Actual revenues for the fiscal year were $3,993 more than the final budget.

Budgeted expenditures in the solid waste fund increased a moderate $410,043 from the original budget to the final budget, with increased in supplies of $109,165, professional services of $124,561, and customer service of $156,317.

Actual expenditures were $877,786 less than the final budget. The major variances were due to:

- Personnel expenses were lower than the final budget by $203,080 due to vacancies in Solid Waste.
- Supplies were lower than budget by $166,661 because of lower than expected operating costs.
- Professional services were lower than budget by $438,286 due largely to lower than expected cost for solid waste studies.
- The final budget for Customer Service was $428,772 more than actual expenses. The original budget had been increased in anticipation of higher credit card fees, which were not realized.

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2007 amounts to $387,133,925 (net of accumulated depreciation). This investment in capital assets includes land, buildings, land and building improvements, leasehold improvements, equipment, infrastructure, and construction in progress. The total increase in the City's investment in capital assets for the current fiscal year, net of accumulated deprecation, was 19.7 percent (a 10.3 percent increase for governmental activities and a 9.4 percent increase for business-type activities).

Major capital asset events during the current fiscal year included the following:

Completion of several of the City's road projects for expansion and new construction increased the City's infrastructure, facilities, and equipment assets by $23,072,402 during the year.

Capital assets contributed by subdivision developers totaled $11, 287,727.

The retirement of capital assets was $2,418,960. This includes equipment sold at public auction, and infrastructure assets retired from operations.

Construction continued on several of the City's utility projects as $20.9 million was added in utility infrastructure systems and equipment.

Retirement of utility capital assets totaled $2.5 million this year.

Additional information on the City's capital assets can be found in note 4 of the basic financial statements.

Long-term Debt

At the end of fiscal year 2007, the City had total long-term debt outstanding of $74,208,911 in bonds, notes and leases, an increase of $3,837,627 over the prior year. During the year, the City had borrowings from New Mexico Mortgage Finance Authority totaling $12,299,000. Decreases to long-term liabilities include lease principal payments of $228,318, bond debt service payments of $5,260,000 and other decreases of $2,972,908.

Outstanding Bonds and Liabilities to Financial Institutions

100	Governmental			Business-type			Total		
	2007	2006	Change	2007	2006	Change	2007	2006	Change
Revenue Bonds	59,080,000	64,340,000	(5,260,000)	52,530,000	36,755,000	15,775,000	111,610,000	101,095,000	10,515,000
Notes Payable	12,298,853	-	12,298,853	1,029,010	810,044	218,966	13,327,863	810,044	12,517,819
Capital Leases	770,645	998,963	(228,318)	83,981	93,439	(9,458)	854,626	1,092,402	(237,776)
Total	72,149,498	65,338,963	6,810,535	53,642,991	37,658,483	15,984,508	125,792,489	102,997,446	22,795,043

At the end of fiscal year 2007, the City had total long-term debt outstanding $125,792,489 in bonds, notes, and leases, an increase of $22,795,043 over the prior year. During the year, utility revenue bonds of $17,575,000 were issued. Decreases to long-term liabilities include lease principal payments of $237,776; notes payable principal payments of $418,209; and bond debt service payments of $7,060,000.

Additional information on the City's debt can be found in note 7 of the basic financial statements.

Economic Outlook

The City of Las Cruces has been fortunate in enjoying another period of economic expansion. Following is a table that contains a number of economic variables that underscore the gains made by the City during the last two fiscal years. The trends imply strong growth in employment, tourism and population. The construction industry, while showing declines year over year, was still high by historic standards.

Las Cruces Economic Indicators

Item	FY2007	FY2006	Change	
			Number	Percent
Total Employment (MSA)*	67,725	66,325	1,400	2.1%
Lodging Tax Receipts	$1,769,099	$1,426,424	$342,675	24.0%
Gross Receipts Tax	$68,906,674	$62,224,853	$6,681,821	10.7%
Single Family Building Permits	1,156	1,560	-404	-25.9%
Total Permit Valuation (Millions)	$316.0	$365.7	($49.7)	-13.6%
Population Estimate**	86,268	82,615	3,653	4.4%

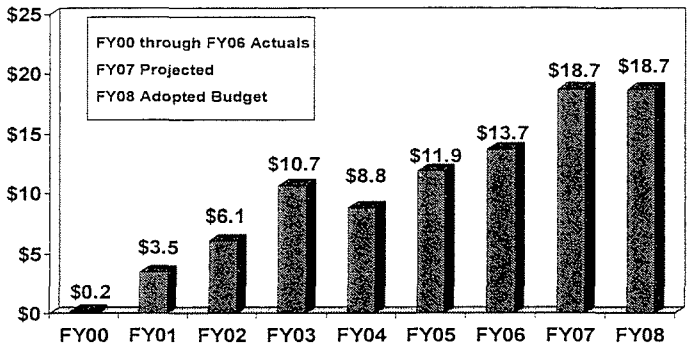
* Preliminary - Data for Metropolitan Statistical Area
** Census Bureau Estimates as of July 1

For fiscal year 2007/2008 the economic assumptions call for a degree of moderation. The City's largest revenue source is the gross receipts tax (GRT). The recent past has seen exceptional growth from this source fueled by rapid construction activity centered on residential housing. The City has also benefited from its geographical location and environmental qualities. The outlook calls for overall construction activity to decelerate further to a level that is more in balance between population growth and construction activity. While residential construction will moderate, commercial activity will pick up. Another positive factor is the scheduled construction of three large projects; a new City Hall, a City Aquatic Center and a new Federal Court house. These projects will be built over the next four years.

The other significant tax used for funding City government is the property tax. This revenue source, while showing the effects of rapid construction adding to the base value, is more modest in its gains. The State of New Mexico controls the rate of property tax increase allowed based on a formula tied to inflation. While new construction is added to the base, revenue increases on existing properties are subjected to the formula. The formula limits tax gains that would result from increased values on existing property to a measure of inflation. The result is property tax growth that is moderated and relatively stable.

One financial indicator of the City's financial health is the growth in fund balance of the general fund. Since this fund is the main source for providing city services, growth in fund balance reflects financial management practices that, while mindful of meeting increasing demands, demonstrate prudent fiscal management grounded in a long run perspective. The following graph depicts the change in General Fund balance.

General Fund Balance
Dollars Millions

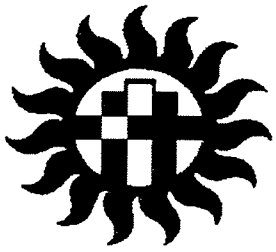


In summary, the City of Las Cruces is anticipated to experience moderation in the current year from the rapid pace of growth seen since 2000. The economy should, however, continue to outpace New Mexico as a whole.

Requests for Information

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

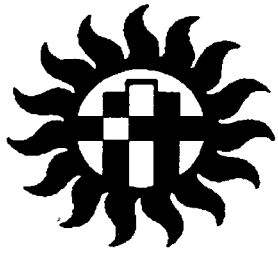
Financial Services Director
City of Las Cruces
P.O. Box 20000
Las Cruces, NM 88004



City of Las Cruces

City of Las Cruces

Government-Wide Financial Statements



City of Las Cruces

City of Las Cruces
Statement of Net Assets
June 30, 2007

	Primary Government			Component Units	
	Governmental Activities	Business-Type Activities	Total	Public Housing Authority	South Central Solid Waste
Assets					
Cash and investments	$ 120,299,018	$ 45,777,889	$ 166,076,907	$ 3,562,451	$ 5,184,892
Receivables, net	12,241,248	5,581,880	17,823,128	930,243	332,536
Other assets	1,663,559	2,369,540	4,033,099	240,818	-
Due from other governmental units	19,438,637	131,059	19,569,696	-	-
Due from South Central Solid Waste	5,526,583	-	5,526,583	-	-
Notes receivable	-	2,933,748	2,933,748	-	-
Restricted cash and investments	3,647,651	33,354,420	37,002,071	773,539	3,688,181
Capital assets					-
Land, improvements, and construction in progress	33,708,049	5,836,075	39,544,124	11,887,011	1,283,930
Other capital assets, net of depreciation	193,743,653	153,846,148	347,589,801	12,696,050	5,225,158
Total capital assets	227,451,702	159,682,223	387,133,925	24,583,061	6,509,088
Total assets	390,268,398	249,830,759	640,099,157	30,090,112	15,714,697
Liabilities					
Accounts payable and accrued liabilities	8,106,664	4,279,416	12,386,080	1,311,303	59,883
Customer deposits	-	1,539,151	1,539,151	102,947	-
Unearned revenue	16,424,893	1,432,802	17,857,695	-	-
Internal balances	-	-	-	1,175,247	
Long-term liabilities					
Due within one year	11,277,097	3,655,139	14,932,236	392,988	605,263
Due in more than one year	75,136,431	54,796,686	129,933,117	9,330,424	6,589,070
Total liabilities	110,945,085	65,703,194	176,648,279	12,312,909	7,254,216
Net Assets					
Invested in capital assets, net of related debt	141,038,174	105,555,685	246,593,859	12,301,465	969,530
Restricted for					
Housing	-	-	-	273,897	-
Community development	1,581,509	-	1,581,509	-	-
Debt service	3,653,390	33,354,420	37,007,810	-	3,688,181
Capital projects	29,136,140	-	29,136,140	-	-
Customer deposits	-	1,539,151	1,539,151	-	-
Unrestricted	103,914,100	43,678,309	147,592,409	5,201,841	3,802,770
Total net assets	$ 279,323,313	$ 184,127,565	$ 463,450,878	$ 17,777,203	$ 8,460,481

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

City of Las Cruces
Statement of Activities
For the Year Ended June 30, 2007

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary government				
Governmental activities				
General government	$ 25,893,950	$ 5,038,361	$ 490,311	$ 3,343,635
Facilities	9,648,342	395,813	-	-
Police	21,425,691	2,832,784	688,060	-
Fire	10,346,071	60,637	441,673	-
Community development	4,640,698	1,606,634	1,896,188	134,453
Public services	11,774,065	4,878,572	1,147,868	-
Public works	16,756,303	2,910,167	554,066	11,832,411
Interest on long-term debt	3,147,860	-	-	-
Total governmental activities	103,632,980	17,722,968	5,218,166	15,310,499
Business-type activities				
Gas	29,975,842	31,613,746	-	342,392
Water	12,219,464	15,139,802	-	1,397,840
Waste water	8,513,929	12,070,303	-	2,141,410
Solid waste	9,171,781	10,155,438	-	-
Other	3,800,737	263,174	-	1,141,417
Interest on long-term debt	2,625,921	-	-	-
Total business-type activities	66,307,674	69,242,463	-	5,023,059
Total primary government	$ 169,940,654	$ 86,965,431	$ 5,218,166	$ 20,333,558
Component units				
Solid waste	$ 3,068,055	$ 5,333,578	$ -	$ -
Housing	7,270,801	2,409,499	5,090,603	3,611,723
Total component unit	$ 10,338,856	$ 7,743,077	$ 5,090,603	$ 3,611,723
General revenues				
Taxes				
Gross receipts				
Property				
Franchise				
Investment income				
Telshor lease income				
Other				
Transfers				
Total general revenues and transfers				
Change in net assets				
Net assets, beginning of year				
Net assets, end of year				

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

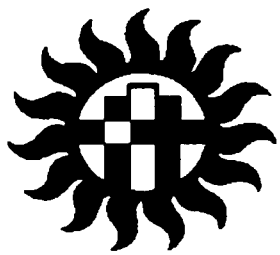
Net (Expense) Revenue and Changes in Net Assets				
Primary Government			Component Units	
Governmental Activities	Business-type Activities	Total	Public Housing Authority	South Central Solid Waste Authority
$ (17,021,643)		$ (17,021,643)		
(9,252,529)		(9,252,529)		
(17,904,847)		(17,904,847)		
(9,843,761)		(9,843,761)		
(1,003,423)		(1,003,423)		
(5,747,625)		(5,747,625)		
(1,459,659)		(1,459,659)		
(3,147,860)		(3,147,860)		
(65,381,347)		(65,381,347)		
-	$ 1,980,296	1,980,296		
-	4,318,178	4,318,178		
-	5,697,784	5,697,784		
-	983,657	983,657		
-	(2,396,146)	(2,396,146)		
-	(2,625,921)	(2,625,921)		
-	7,957,848	7,957,848		
(65,381,347)	7,957,848	(57,423,499)		
			$ -	$ 2,265,523
			3,841,024	-
			3,841,024	2,265,523
72,886,504	-	72,886,504	-	-
9,355,374	-	9,355,374	-	-
2,998,769	-	2,998,769	-	-
5,902,389	3,854,493	9,756,882	178.684	405,470
2,972,909	-	2,972,909	-	-
2,456,015	238,714	2,694,729	24.373	-
(4,434,426)	4,434,426	-	-	-
92,137,534	8,527,633	100,665,167	203,057	405,470
26,756,187	16,485,481	43,241,668	4,044,081	2,670,993
252,567,126	167.642.084	420,209,210	13.733.122	5,789.488
$ 279,323,313	$ 184,127,565	$ 463,450,878	$ 17,777,203	$ 8,460.481

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

City of Las Cruces
Balance Sheet—*Governmental Funds*
June 30, 2007

	General Fund	Debt Service	Telshor Facility
Assets			
Pooled cash and investments	$ 28,034,575	$ -	$ 24,812,241
Restricted cash and investments	-	3,647,651	-
Receivables, net	462,165	5,739	123,592
Due from other funds	621,550	-	-
Due from other governmental units	10,257,694	-	-
Inventories	732,996	-	-
Total assets	$ 40,108,980	$ 3,653,390	$ 24,935,833
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 742,163	$ -	$ 106,194
Due to other governments	2,861	-	-
Due to other funds	-	-	-
Accrued liabilities	2,723,971	-	-
Deferred revenue	49,249	-	-
Total liabilities	3,518,244	-	106,194
Fund balances			
Reserved for			
Inventories	732,996	-	-
Health care related programs	-	-	24,829,639
Unreserved, reported in:			
General fund	35,857,740	-	-
Special revenue funds	-	-	-
Debt service funds	-	3,653,390	-
Capital projects funds	-	-	-
Total fund balances	36,590,736	3,653,390	24,829,639
Total liabilities and fund balances	$ 40,108,980	$ 3,653,390	$ 24,935,833

2005 Gross Receipts Tax-City Hall	Sonoma Ranch	Other Governmental Funds	Total Governmental Funds
$ 23,247,834	$ 380	$ 37,529,221	$ 113,624,251
-	-	-	3,647,651
88,221	9,302,793	2,087,418	12,069,928
-	-	-	621,550
-	-	9,183,804	19,441,498
-	-	-	732,996
$ 23,336,055	$ 9,303,173	$ 48,800,443	$ 150,137,874
$ 117,436	$ -	$ 4,008,538	$ 4,974,331
-	-	-	2,861
-	-	621,550	621,550
-	-	69,137	2,793,108
-	9,302,793	5,013,440	14,365,482
117,436	9,302,793	9,712,665	22,757,332
-	-	-	732,996
-	-	-	24,829,639
-	-	-	35,857,740
-	380	9,951,638	9,952,018
-	-	-	3,653,390
23,218,619	-	29,136,140	52,354,759
23,218,619	380	39,087,778	127,380,542
$ 23,336,055	$ 9,303,173	$ 48,800,443	$ 150,137,874



City of Las Cruces

City of Las Cruces
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets
June 30, 2007

Total fund balances for governmental funds		$ 127,380,542
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources; therefore, they are not reported in the funds. Those assets at June 30, 2007 consist of:		
Land and land rights	$ 13,386,419	
Land improvements	19,137,374	
Construction in progress	1,184,256	
Buildings and building improvements	35,741,916	
Leasehold improvements	3,124,131	
Airport runways	11,749,938	
Park improvements	9,637,370	
Machinery and equipment	27,855,638	
Roads network	227,051,978	
Flood control network	17,178,885	
Accumulated depreciation	(139,573,618)	
Total capital assets		226,474,287
Certain assets are not available to pay for current-period expenditures and therefore, are deferred in the funds.		5,526,583
Bond issuance costs of $695,936 are expensed for fund financial statements versus capitalized for government-wide financial statements (less accumulated amortization of $28,893)		667,043
A portion of the assets (including capital assets of $918,213) and liabilities (including long-term debt of $4,063,833) of internal service funds are included in governmental activities in the statement of net assets.		3,290,208
Long-term obligations applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities. Balances at June 30, 2007, are:		
Sales tax revenue bonds	(59,080,000)	
Unamortized premium/discount on sales tax revenue bonds	(257,928)	
Notes payable	(12,298,853)	
Pollution remediation obligation	(6,890,106)	
Telshor Facility deferred revenue	(2,059,411)	
Capital lease	(710,807)	
Compensated absences	(2,718,245)	
Total long-term obligations		(84,015,350)
Net assets of governmental activities		$ 279,323,313

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

City of Las Cruces

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

For the Year Ended June 30, 2007

	General Fund	Debt Service	Telshor Facility
Revenues			
Taxes	$ 67,405,322	$ -	$ -
Charges for services	1,282,314	-	-
Fees and fines	1,951,288	-	-
Franchise fees	2,456,015	-	-
Investment income	1,140,395	291,634	1,302,400
Licenses and permits	3,405,822	-	-
Intergovernmental	300,125	-	-
Other	4,466,100	840,666	465,643
Total revenues	82,407,381	1,132,300	1,768,043
Expenditures			
Current			
General government	12,218,594	-	2,972,909
Facilities	8,919,653	-	-
Police	17,315,238	-	-
Fire	8,304,048	-	-
Community development	2,655,801	-	-
Public services	7,128,562	-	-
Public works	7,182,957	-	-
Capital outlay	1,879,402	-	-
Debt service			
Principal	288,156	5,628,623	-
Interest and other charges	51,208	3,021,761	-
Total expenditures	65,943,619	8,650,384	2,972,909
Revenues over (under) expenditures	16,463,762	(7,518,084)	(1,204,866)
Other Financing Sources (Uses)			
Issuance of debt	-	1,097,083	-
Transfers in	799,504	6,956,760	-
Transfers out	(10,824,143)	-	-
Total other financing sources (uses)	(10,024,639)	8,053,843	-
Net change in fund balances	6,439,123	535,759	(1,204,866)
Fund balances, beginning of year, as restated	30,151,613	3,117,631	26,034,505
Fund balances, end of year	$ 36,590,736	$ 3,653,390	$ 24,829,639

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

2005 Gross Receipts Tax-City Hall	Sonoma Ranch	Other Governmental Funds	Total Governmental Funds
$ -	$ -	$ 17,835,325	$ 85,240,647
-	-	119,018	1,401,332
-	-	1,110,282	3,061,570
-	-	-	2,456,015
1,056,297	380	1,802,264	5,593,370
-	-	386,954	3,792,776
-	-	8,933,722	9,233,847
-	-	4,299,881	10,072,290
1,056,297	380	34,487,446	120,851,847
-	-	2,719,000	17,910,503
-	-	-	8,919,653
-	-	3,261,941	20,577,179
-	-	1,413,160	9,717,208
-	-	1,930,423	4,586,224
-	-	3,567,635	10,696,197
-	-	1,767,504	8,950,461
756,621	-	20,807,798	23,443,821
-	-	-	5,916,779
-	-	74,891	3,147,860
756,621	-	35,542,352	113,865,885
299,676	380	(1,054,906)	6,985,962
-	-	11,570,393	12,667,476
-	-	4,859,960	12,616,224
-	-	(7,171,462)	(17,995,605)
-	-	9,258,891	7,288,095
299,676	380	8,203,985	14,274,057
22,918,943	-	30,883,793	113,106,485
$ 23,218,619	$ 380	$ 39,087,778	$ 127,380,542

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

City of Las Cruces

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balance of Governmental Funds to the Statement of Activities For the Year Ended June 30, 2007

Net change in fund balances—governmental funds	$ 14,274,057
Amounts reported for *governmental activities* in the statement of activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays of $23,443,821 exceeded depreciation expense of $11,157,976.	12,285,845
Bond issuance costs are amortized to interest expense over the life of the bond in the statement of activities. This is the current year amortization.	(11,898)
Proceeds from the issuance of long-term obligations provide current financial resources to governmental funds and increase long-term liabilities in the statement of net assets. Repayment of debt principal is an expenditure in the governmental funds, but the current year principal repayment reduces long-term liabilities in the statement of net assets. This is the amount by which proceeds of $12,667,476 exceeded repayments of $5,916,779 and the change in bond premium/discount of $18,347.	(6,732,350)
Principal payments by South Central Solid Waste to the City's debt service fund are reported as revenue in the debt service fund but reduce assets on the statement of net assets.	(605,000)
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.	
Change in compensated absences	(223,517)
Accrual of pollution remediation obligation	(6,890,106)
Revenues from donated capital assets in the statement of activities do not provide current financial resources and are not reported as revenues in the governmental funds.	11,287,726
Revenues from the PHC lease in the statement of activities do not provide current financial resources and are not reported as revenues in the governmental funds.	2,972,909
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. A portion of the change in net assets of internal service funds is reported with governmental activities.	398,521
Change in net assets of governmental activities	$ 26,756,187

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

City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual

General Fund

For the Year Ended June 30, 2007

(With Comparative Actual Amounts for the Year Ended June 30, 2006)

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 57,393,948	$ 58,393,948	**$ 58,978,367**	$ 584,419	$ 54,420,147
Property	6,005,146	6,005,146	**6,683,471**	678,325	6,025,413
Utility franchise	1,159,649	1,159,649	**1,187,938**	28,289	1,182,547
Total local taxes	64,558,743	65,558,743	**66,849,776**	1,291,033	61,628,107
State-shared taxes	458,064	458,064	**555,546**	97,482	556,095
Charges for services	901,724	1,389,660	**1,282,314**	(107,346)	1,038,805
Fees and fines	1,406,256	1,406,256	**1,951,288**	545,032	1,848,909
Franchise fees	2,509,179	2,509,179	**2,456,015**	(53,164)	2,389,962
Investment income	279,300	281,000	**1,140,395**	859,395	546,926
Licenses and permits	2,876,273	2,876,273	**3,405,822**	529,549	3,806,524
Operating grants and contributions	378,483	452,661	**300,125**	(152,536)	435,453
Other	2,510,234	4,026,064	**4,466,100**	440,036	3,763,463
	11,319,513	13,399,157	**15,557,605**	2,158,448	14,386,137
Total revenues	75,878,256	78,957,900	**82,407,381**	3,449,481	76,014,244
Expenditures					
Current					
General government	15,544,330	15,956,499	**12,218,594**	3,737,905	10,168,296
Facilities	9,092,070	9,122,908	**8,919,653**	203,255	8,087,580
Police	16,953,832	17,080,773	**17,315,238**	(234,465)	17,788,172
Fire	7,931,277	8,097,787	**8,304,048**	(206,261)	7,516,316
Community development	2,815,213	2,904,938	**2,655,801**	249,137	2,429,259
Public services	7,848,229	8,530,510	**7,128,562**	1,401,948	6,875,879
Public works	7,320,955	7,809,238	**7,182,957**	626,281	6,601,127
Capital outlay	3,015,837	3,915,864	**1,879,402**	2,036,462	2,552,814
Debt service					
Principal	-	-	**288,156**	(288,156)	215,416
Interest	-	-	**51,208**	(51,208)	72,741
Bond issuance costs	-	-	-	-	19,929
Total expenditures	70,521,743	73,418,517	**65,943,619**	7,474,898	62,327,529
Revenues over expenditures	5,356,513	5,539,383	**16,463,762**	10,924,379	13,686,715
Other Financing Sources (Uses)					
Transfers in	313,975	427,187	**799,504**	372,317	889,704
Transfers out	(8,832,382)	(10,912,181)	**(10,824,143)**	88,038	(10,294,324)
Total other financing sources (uses)	(8,518,407)	(10,484,994)	**(10,024,639)**	460,355	(9,404,620)
Net change in fund balance	(3,161,894)	(4,945,611)	**6,439,123**	11,384,734	4,282,095
Fund balance, beginning of year	30,151,613	30,151,613	**30,151,613**	-	25,869,518
Fund balance, end of year	$ 26,989,719	$ 25,206,002	**$ 36,590,736**	$ 11,384,734	$ 30,151,613

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

City of Las Cruces

Statement of Revenues, Expenditures and Changes in Fund Balance—Budget and Actual

Telshor Facility

For the Year Ended June 30, 2007

(With Comparative Actual Amounts for the Year Ended June 30, 2006)

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 750,000	$ 750,000	**$ 1,302,400**	$ 552,400	$ 1,113,977
Other	-	-	**465,643**	465,643	-
Total revenues	750,000	750,000	**1,768,043**	1,018,043	1,113,977
Expenditures					
General government	3,850,000	3,850,000	**2,972,909**	(877,091)	3,307,712
Total expenditures	3,850,000	3,850,000	**2,972,909**	(877,091)	3,307,712
Net change in fund balance	(3,100,000)	(3,100,000)	**(1,204,866)**	1,895,134	(2,193,735)
Fund balance, beginning of year, as restated	25,493,110	25,493,110	**26,034,505**	541,395	27,686,845
Fund balance, end of year	$ 22,393,110	$ 22,393,110	**$ 24,829,639**	$ 2,436,529	$ 25,493,110

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

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Sonoma Ranch

For the Year Ended June 30, 2007

(With Comparative Actual Amounts for the Year Ended June 30, 2006)

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (expense)	$ -	$ -	**$ 380**	$ 380	$ -
Total revenues	-	-	**380**	380	-
Other Financing Sources (Uses)					
Transfers out	-	(859,941)	-	(859,941)	-
Total other financing sources (uses)	-	(859,941)	-	(859,941)	-
Net change in fund balance	-	(859,941)	**380**	860,321	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ (859,941)	**$ 380**	$ 860,321	$ -

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

City of Las Cruces
Statement of Net Assets—*Proprietary Funds*
June 30, 2007

	Gas	Water	Waste Water
Assets			
Current assets			
Cash and investments	$ 8,681,388	$ 13,872,916	$ 14,710,889
Accounts receivable, net of allowance for uncollectible accounts	2,665,529	1,101,388	844,397
Due from other funds	-	-	-
Due from other governments	-	11,331	-
Inventories	718,219	477,197	183,948
Total current assets	12,065,136	15,462,832	15,739,234
Noncurrent assets			
Restricted cash and investments	540,307	14,586,998	18,227,115
Notes receivable	-	1,851,571	1,082,177
Other	-	457,278	278,970
Capital assets	52,018,172	91,068,768	85,699,986
Less accumulated depreciation	(23,992,899)	(25,480,135)	(26,878,623)
Net capital assets	28,025,273	65,588,633	58,821,363
Total noncurrent assets	28,565,580	82,484,480	78,409,625
Total assets	40,630,716	97,947,312	94,148,859

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

Enterprise Funds				
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 5,532,221	$ 207,714	$ 43,005,128	$ 9,447,530
805,688	1,998	5,419,000	334,200
-	-	-	-
-	119,728	131,059	-
-	-	1,379,364	516,702
6,337,909	329,440	49,934,551	10,298,432
-	-	33,354,420	-
-	-	2,933,748	-
-	746	736,994	-
11,437,771	6,143,865	246,368,562	9,516,142
(8,154,784)	(3,117,042)	(87,623,483)	(7,601,583)
3,282,987	3,026,823	158,745,079	1,914,559
3,282,987	3,027,569	195,770,241	1,914,559
9,620,896	3,357,009	245,704,792	12,212,991

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

City of Las Cruces
Statement of Net Assets—*Proprietary Funds*
June 30, 2007

	Gas	Water	Waste Water
Liabilities			
Current liabilities			
Accounts and contracts payable	1,252,764	768,158	769,656
Accrued liabilities	152,926	573,386	387,223
Deferred revenue	728,612	535,596	141,027
Current portion of noncurrent liabilities	108,999	1,792,018	882,291
Total current liabilities	2,243,301	3,669,158	2,180,197
Noncurrent liabilities			
Customer deposits	540,307	489,428	465,126
Revenue bonds payable	-	27,636,750	22,363,275
Notes payable	-	368,660	596,393
Capital leases	-	-	-
Compensated absences	169,561	159,254	82,302
Claims	-	-	-
Accrued landfill closure cost	-	-	-
Total noncurrent liabilities	709,868	28,654,092	23,507,096
Total liabilities	2,953,169	32,323,250	25,687,293
Net Assets			
Invested in capital assets, net of related debt	27,916,274	36,159,865	35,575,797
Restricted for debt service	-	14,586,998	18,227,115
Unrestricted	9,761,273	14,877,199	14,658,654
Total net assets	$ 37,677,547	$ 65,624,062	$ 68,461,566

Net assets of business-type activities in the statement of net assets are different because a portion of the assets (including capital assets of $996,346) and liabilities (including long-term debt of $389,929) of internal service funds are included in business-type activities on the statement of net assets

Net assets of business-type activities

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

Solid Waste	Enterprise Funds	Totals	Service Funds
17,864	943	2,809,385	488,908
91,715	48,964	1,254,214	66,134
-	27,567	1,432,802	-
406,061	32,899	3,222,268	1,632,591
515,640	110,373	8,718,669	2,187,633
44,290	-	1,539,151	-
-	-	50,000,025	-
-	-	965,053	-
71,046	-	71,046	-
134,425	131,597	677,139	206,775
-	-	-	4,247,037
1,887,480	-	1,887,480	-
2,137,241	131,597	55,139,894	4,453,812
2,652,881	241,970	63,858,563	6,641,445
2,876,926	3,026,823	105,555,685	1,914,559
-	-	32,814,113	-
4,091,089	88,216	43,476,431	3,656,987
$ 6,968,015	$ 3,115,039	181,846,229	$ 5,571,546
		2,281,336	
		$ 184,127,565	

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2007

	Gas	Water	Waste Water
Operating Revenues			
Sales/charges	$ 28,854,453	$ 14,727,872	$ 11,951,455
Utility extension/service fee	465,774	121,084	16,908
Rentals	-	12,495	-
Other	2,293,519	278,351	101,940
Total operating revenues	31,613,746	15,139,802	12,070,303
Operating Expenses			
Personnel services	2,861,262	2,089,466	2,031,809
Cost of gas purchased	20,214,257	-	-
Supplies	201,844	395,140	543,909
Utilities	18,121	1,848,324	761,937
Professional services	433,135	2,382,169	1,097,951
Motor pool charges	-	-	-
Motor fuel	-	-	-
Repairs and maintenance	1,041,636	1,314,134	556,859
Rent	6,602	19,851	141,700
Depreciation and amortization	1,701,513	1,669,193	1,733,507
Payment in lieu of taxes	667,834	315,462	308,884
Administrative charges from other funds	503,279	508,672	482,988
Customer service	1,981,792	1,269,720	558,490
Accrued post closure costs	-	-	-
Provision for bad debts	42,579	44,028	40,541
Claims and judgments	-	-	-
Insurance	151,060	88,235	50,420
Other	32,922	49,924	11,788
Total operating expenses	29,857,836	11,994,318	8,320,783
Operating income (loss)	1,755,910	3,145,484	3,749,520
Nonoperating Revenues (Expenses)			
Gain (loss) on sale of capital assets	160,950	(49,796)	18,910
Investment income	449,338	1,543,103	1,560,707
Grants and contributions	342,392	1,397,840	2,141,410
Interest expense	(26,115)	(1,448,356)	(1,142,593)
Total nonoperating revenue (expense)	926,565	1,442,791	2,578,434
Income (loss) before transfers	2,682,475	4,588,275	6,327,954

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

Enterprise Funds				
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 10,122,772	$ 247,043	$ 65,903,595	$ 8,766,816
-	-	603,766	336,254
12,935	-	25,430	714,243
19,731	16,131	2,709,672	-
10,155,438	263,174	69,242,463	9,817,313
2,196,797	-	9,179,334	3,221,635
-	2,399,972	22,614,229	-
384,779	80,823	1,606,495	2,934,348
23,988	20,675	2,673,045	304,335
2,819,693	78,270	6,811,218	412,549
-	321,220	321,220	-
-	218,664	218,664	-
1,218,101	130,065	4,260,795	557,461
65,845	-	233,998	188,180
525,131	479,441	6,108,785	612,709
204,466	-	1,496,646	-
210,695	-	1,705,634	-
1,169,706	-	4,979,708	-
168,904	-	168,904	-
37,822	-	164,970	-
-	-	-	2,875,096
103,605	27,720	421,040	142,375
8,021	81	102,736	45,500
9,137,553	3,756,931	63,067,421	11,294,188
1,017,885	(3,493,757)	6,175,042	(1,476,875)
108,650	-	238,714	-
167,352	-	3,720,500	443,012
-	1,134,604	5,016,246	13,905
(8,857)	-	(2,625,921)	-
267,145	1,134,604	6,349,539	456,917
1,285,030	(2,359,153)	12,524,581	(1,019,958)

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

City of Las Cruces

Statement of Revenues, Expenses and Changes in Fund Net Assets

Proprietary Funds

For the Year Ended June 30, 2007

	Gas	Water	Waste Water
Transfers in	-	-	1,484,371
Transfers out	(146,730)	-	-
Change in fund net assets	2,535,745	4,588,275	7,812,325
Fund net assets, beginning of year	35,141,802	61,035,787	60,649,241
Fund net assets, end of year	$ 37,677,547	$ 65,624,062	$ 68,461,566

Some amounts reported for *business-type activities* in the statement of activities are different because the change in net assets of certain internal service funds is reported with business-type activities.

Change in net assets of business-type activities

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

continued

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
240,012	2,296,307	4,020,690	1,505,421
-	-	(146,730)	-
1,525,042	(62,846)	16,398,541	485,463
5,442,973	3,177,885	165,447,688	5,086,083
$ 6,968,015	$ 3,115,039		$ 5,571,546
		86,940	
		$ 16,485,481	

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

City of Las Cruces
Statement of Cash Flows—*Proprietary Funds*
For the Year Ended June 30, 2007

	Gas	Water	Waste Water
Cash flows from operating activities			
Cash received from customers (including other funds)	$ 28,814,764	$ 14,870,274	$ 12,221,895
Cash paid to suppliers	(24,745,362)	(7,942,784)	(4,425,316)
Cash paid to employees	(2,088,007)	(2,059,934)	(1,949,545)
Internal activity—payments to other funds	-	-	-
Internal activity—payments from other funds	-	-	-
Claims paid	-	-	-
Other receipts	2,293,519	278,351	101,940
Net cash provided (used) by operating activities	4,274,914	5,145,907	5,948,974
Cash flows from noncapital financing activities			
Grants and contributions	342,392	1,397,840	2,272,441
Transfers in	-	-	1,484,371
Transfers out	(146,730)	-	-
Loans for development impact fees	-	(264,967)	(122,201)
Net cash provided (used) by noncapital financing activities	195,662	1,132,873	3,634,611
Cash flows from capital and related financing activities			
Purchase of capital assets	(1,883,578)	(9,826,933)	(7,645,578)
Proceeds from sale of capital assets	-	70,562	18,910
Acquisition of other assets	-	(18,726)	(105,749)
Proceeds from revenue bonds and notes payable	-	3,918,552	13,925,000
Principal paid: revenue bonds/lease purchase/advances	-	(1,037,855)	(665,255)
Interest paid: revenue bonds/lease purchase/advances	(26,115)	(1,448,356)	(1,142,593)
Net cash provided (used) by capital and related financing activities	(1,909,693)	(8,342,756)	4,384,735
Cash flows from investing activities			
Interest received	449,338	1,543,103	1,560,707
Net cash provided (used) by investing activities	449,338	1,543,103	1,560,707
Net increase (decrease) in pooled cash and investments	3,010,221	(520,873)	15,529,027
Cash and investments, beginning of year	6,211,474	28,980,787	17,408,977
Cash and investments, end of year	$ 9,221,695	$ 28,459,914	$ 32,938,004

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

Enterprise Funds			
Solid Waste	Other Enterprise Funds	Totals	Internal Service Funds
$ 10,017,950	$ 245,806	$ 66,170,689	$ 11,546,587
(6,175,978)	(877,981)	(44,167,421)	(6,300,342)
(2,218,128)	(2,336,317)	(10,651,931)	(3,323,680)
-	-	-	304,170
-	(434,701)	(434,701)	-
-	-	-	(2,348,548)
19,731	16,131	2,709,672	-
1,643,575	(3,387,062)	13,626,308	(121,813)
-	1,524,595	5,537,268	30,665
240,012	2,150,577	3,874,960	1,505,421
-	-	(146,730)	-
-	-	(387,168)	-
240,012	3,675,172	8,878,330	1,536,086
(1,394,919)	(80,396)	(20,831,404)	(729,295)
108,650	-	198,122	-
-	-	(124,475)	-
-	-	17,843,552	-
(9,458)	-	(1,712,568)	-
(8,857)	-	(2,625,921)	-
(1,304,584)	(80,396)	(7,252,694)	(729,295)
167,352	-	3,720,500	443,012
167,352	-	3,720,500	443,012
746,355	207,714	18,972,444	1,127,990
4,785,866	-	57,387,104	8,319,540
$ 5,532,221	$ 207,714	$ 76,359,548	$ 9,447,530

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

City of Las Cruces
Statement of Cash Flows—*Proprietary Funds*
For the Year Ended June 30, 2007

	Gas	Water	Waste Water
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	$ 1,755,910	$ 3,145,484	$ 3,749,520
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation and amortization	1,701,513	1,669,193	1,733,507
Provision for uncollectible accounts	42,579	44,028	40,541
Increase in liability for landfill closure costs	-	-	-
Change in assets and liabilities			
Accounts receivable	(505,940)	(179)	165,025
Due from/ (to) other funds	-	-	-
Inventories	(40,170)	95,924	77,753
Due from other governmental agencies	-	55,978	-
Accounts and contracts payable	547,290	96,945	11,857
Estimated liability for insurance claims	-	-	-
Wages payable and accrued liabilities	44,643	26,532	(58,763)
Deferred revenue	728,612	3,000	141,027
Customer deposits	477	9,002	88,507
Total adjustments	2,519,004	2,000,423	2,199,454
Net cash provided (used) by operating activities	$ 4,274,914	$ 5,145,907	$ 5,948,974
Cash and investments at June 30 consisted of:			
Current assets			
Cash and investments	$ 8,681,388	$ 13,872,916	$ 14,710,889
Noncurrent assets			
Restricted cash and investments	540,307	14,586,998	18,227,115
Total cash and investments, June 30	$ 9,221,695	$ 28,459,914	$ 32,938,004

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

Enterprise Funds			Internal
Solid Waste	Other Enterprise Funds	Totals	Service Funds
$ 1,017,885	$ (3,493,757)	$ 6,175,042	$ (1,476,875)
525,131	479,441	6,108,785	612,709
37,822	-	164,970	-
225,922	-	225,922	-
(162,047)	(1,237)	(504,378)	(251,350)
-	(434,701)	(434,701)	304,170
-	-	133,507	-
-	-	55,978	(28,229)
(24,097)	(463)	631,532	353,679
-	-	-	526,548
(21,331)	36,088	27,169	(162,465)
-	27,567.00	900,206	-
44,290	-	142,276	-
625,690	106,695	7,451,266	1,355,062
$ 1,643,575	$ (3,387,062)	$ 13,626,308	$ (121,813)
$ 5,532,221	$ 207,714	$ 43,005,128	$ 9,447,530
-	-	33,354,420	-
$ 5,532,221	$ 207,714	$ 76,359,548	$ 9,447,530

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

City of Las Cruces
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2007

Assets	
Pooled cash and investments	$ 7,081,165
Accounts receivable	11,411
Due from other governments	320,486
Total assets	$ 7,413,062
Liabilities	
Due to fiscal agent	$ 164,464
Accounts and contracts payable	43,742
Accrued wages payable	143,335
Funds held for others	7,061,521
Total liabilities	$ 7,413,062

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

1) Description and Reporting Entity

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

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

Component Unit	Included in the Reporting Entity Because:	Separate Financial Statements
City of Las Cruces Public Housing Authority (PHA)	City appoints and may remove the Board, which allows the City to impose its will.	Available at PHA offices at 926 S. San Pedro, Las Cruces, New Mexico 88001
South Central Solid Waste Authority, (SCSWA)	In accordance with the joint powers agreement (JPA), SCSWA revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station.	Separate financial statements are available for SCSWA at 200 N. Church St., Las Cruces, New Mexico 88001.

Both of the above are reported as discrete component units in the accompanying financial statements.

2) Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-Wide Statements—The statement of net assets and the statement of activities display information about the primary government (the City) and its component units. These statements include the financial activities of the overall government, except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

2) Basis of Presentation, Basis of Accounting — continued

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

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

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

All proprietary funds of the City follow FASB Statements and Interpretations issued on or before November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements. The City has also elected to apply FASB Statements and Interpretations issued after November 30, 1989, unless those pronouncements conflict with GASB pronouncements.

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

The City reports the following as major governmental funds:

- The general fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The debt service fund accounts for the resources accumulated and payments made for principal and interest on long-term debt of the governmental funds.

2) Basis of Presentation, Basis of Accounting — continued

Basis of Presentation — continued

- The Telshor facility fund accounts for the net proceeds of the facility lease with Province Healthcare Company, doing business as Memorial Medical Center, to be used for health-related programs and health-related projects. The lease was approved by Council Resolution 04–199 in 2004.
- The 2005 gross receipts tax city hall fund accounts for the resources accumulated and payments made for the construction of the new city hall.
- The Sonoma Ranch fund accounts for the reimbursements from local developers to the City for debt service on special roadway/utility projects.

The City reports the following major enterprise funds:

- The Gas fund accounts for the activities of the City's natural gas utility, which provides service to the residents of the City and some residents within the County.
- The Water fund accounts for the activities of the City's natural water utility, which provides service to the residents of the City and some residents within the County.
- The Wastewater fund accounts for the activities of the City's wastewater utility, which provides service to the residents of the City and some residents within the County.
- The Solid Waste fund accounts for the activities of the City's solid waste utility, which provides service to the residents of the City and some residents within the County.

The City also reports the following fund types:

- *Internal Service Funds*—used to report activities that provide goods or services to other funds, departments or agencies of the City and its component units on a cost-reimbursement basis. These activities include fleet services, information technology, document services, vehicle acquisition and risk management, general liability and malpractice, and workers' compensation coverage provided on a cost-reimbursement basis.
- *Agency Funds*—used to account for monies held by the City in a custodial capacity. These funds do not report operations or have a measurement focus. The funds held by the City in a fiduciary capacity include: Rio Grande Natural Gas Association (cash only); Mesilla Valley Regional Dispatch Authority; Metro Narcotics Agency; Mesilla Valley Safety Council; Lower Rio Grande Water Users Organization; Branigan Estate (proceeds of sales of assets is used to purchase books for the library); Employee Benefits Committee; Veteran's Memorial Wall; Veteran's Museum; and Gifts and Memorials.

2) Basis of Presentation, Basis of Accounting — continued

Measurement Focus, Basis of Accounting

Government-Wide, Proprietary, and Fiduciary Fund Financial Statements—The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include gross receipts and property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from gross receipts taxes are recognized when the underlying transaction takes place. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements—Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Use of Estimates

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

2) Basis of Presentation, Basis of Accounting — continued

Fair Value of Financial Instruments

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

Assets, Liabilities and Equity

Cash Equivalents and Investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. A "Pooled Cash" concept is used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in pooled cash and investments with an original maturity of 90 days or less are considered to be cash equivalents for the purposes of the statement of cash flows.

Investments are stated at fair value.

Restricted Cash and Investments

The amount of cash held representing utility deposits is classified as restricted on the *Statement of Net Assets–Propriety Funds*. Also, certain proceeds of joint utility revenue bonds, as well as resources set aside for their repayment and resources set aside to fund capital asset replacements, are classified as restricted as their use is limited.

Receivables

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property location in the City as of the preceding January 1. The taxable valuations for the various classes of property are determined by the County Assessor and the State of New Mexico Department of Taxation and Revenue at one-third of assessed valuation. Taxes are payable in two equal installments on November 10 and April 10 and become delinquent after 30 days. Property taxes receivable are deemed to be substantially collectible.

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity — continued

Receivables — continued

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

Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Capital Assets

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

Major general infrastructure assets acquired prior to July 1, 2001, are the road network and the flood control network. The City has retroactively reported all major general infrastructure in the financial statements as of June 30, 2007.

The initial purchase of software meeting the City's capital asset definition is capitalized; however, periodic costs for software upgrades are not capitalized due to the rapid change in technology.

In accordance with provisions of GASB No. 34, the City regards library materials (e.g., books, tapes, etc.), museum collections, and public exhibits as individual assets versus collections and, therefore, they are not capitalized.

Construction period interest on the City's proprietary fund capital projects is not capitalized due to the nature of the projects, which may not be continuous in nature and there may be lapses in the construction period.

2) Basis of Presentation, Basis of Accounting — continued

Assets, Liabilities and Equity — continued

Capital Assets — continued

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

Asset Class	Estimated Useful Lives
Infrastructure	30–50
Buildings and improvements	30
Vehicles	4–12
Office equipment	3–10
Computer equipment	3–10

Compensated Absences

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

Pollution Remediation

The City has elected to implement the provisions of Government Accounting Standards Board Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation,* obligations. Accordingly, liabilities are accrued in government-wide and proprietary fund financial statements when certain obligating events occur. Accrued pollution remediation costs are expensed unless they meet the criteria for capitalization in GASB Statement No. 49.

Budgets

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

New Mexico State law prohibits a municipality from making an expenditure in excess of approved appropriations. If a fund is not overspent, it is in compliance with state law. The budget may be amended by the City Council; however, DFA approval must be obtained on budget increases and budget transfers between funds. The 2006/2007 budget has been legally amended.

2) Basis of Presentation, Basis of Accounting — continued

New Accounting Pronouncements

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

GASB 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues,* establishes criteria for reporting proceeds of certain transactions as revenue or as liabilities. This Statement also provides additional guidance for sales of receivables and future revenues within the same financial reporting entity. The requirements of this Statement are effective for financial statements for periods beginning after December 15, 2006, and will be implemented in the City's fiscal year ending June 30, 2008.

GASB 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, establishes accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effects of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The scope of the document excludes pollution prevention or control obligations with respect to current operations, and future pollution remediation activities that are required upon retirement of an asset, such as landfill closure and postclosure care and nuclear power plant decommissioning. The requirements of this Statement are effective for financial statements periods beginning after December 15, 2007. However, the City chose to adopt the requirements of this Statement for the June 30, 2007 financial statements. See Note 10.

GASB 50, *Pension Disclosures-an amendment of GASB Statements No. 25 and No. 27,* amends Statements 25 and 27 to require defined benefit pension plans and sole and agent employers present certain information in the notes to their financial statement or as required supplementary information. The statement also requires certain disclosures about certain cost-sharing plans in the notes to financial statements and required supplementary information of the plan participants. The statement is effective for periods beginning after June 15, 2007, except for requirements related to the use of the entry age actuarial cost method for the purpose of reporting a surrogate funded status and funding progress of plans that use the aggregate actuarial cost method, which are effective for periods for which the financial statements and RSI contain information resulting from actuarial valuations as of June 15, 2007, or later. The City will present the required disclosures in the financial statements for the year ended June 30, 2008.

2) Basis of Presentation, Basis of Accounting — continued

New Accounting Pronouncements

GASB 51, *Accounting and Financial Reporting for Intangible Assets*, requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets. The statement also provides authoritative guidance on the nature of these intangible assets. The requirements of this statement are effective for financial statements for periods beginning after June 15, 2009. The provisions of this Statement generally are required to be applied retroactively.

3) Cash and Investments

Primary Government

The City pools cash and investments of all funds with the City Treasurer except for restricted funds, which are generally held by outside custodians, and certain special revenue, debt service reserve, and Capital Projects funds. Each fund's equity in the pooled account is included in "Cash and investments" on its balance sheet or statement of net assets, summarized as follows:

Cash and investments	
Governmental activities	$ 120,299,018
Business-type activities	45,777,889
	166,076,907
Restricted cash and investments	
Governmental activities - restricted cash and investments	3,647,651
Business-type activities - restricted cash and investments	33,354,420
	37,002,071
Fiduciary fund (less due from fiscal agent)	6,916,701
South Central Solid Waste Authority	8,873,073
Total cash and investments	$ 218,868,752

3) Cash and Investments — continued

Primary Government — continued
Cash and investments at June 30, 2007, are as follows:

	Pooled Cash & Investments	Other Cash & Investments	Total
Bank deposits	$ (3,482,082)	$ 364,125	$ (3,117,957)
Investments	124,641,491	96,356,222	220,997,713
Cash with fiscal agent	-	73,177	73,177
Cash on hand	-	5,879	5,879
Accrued interest	909,942	-	909,942
Total cash and investments	$ 122,069,351	$ 96,799,403	$ 218,868,754

Bank Balance of Deposits
Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The City's investment ordinance requires collateralization of 50% of the uninsured portion of the City's deposits with financial institutions. Collateral securities are held by the City or a third party commercial bank's trust department. Securities pledged by financial institutions are required to be pledged at par with the exception of U.S. government obligations, which are pledged at fair value. As of June 30, 2007, the bank balance of the City's deposits, totaling $924,800, was insured or collateralized by securities held by the City's agent in the City's name, and thus was not exposed to custodial credit risk.

The City's investment policy allows investment in: a) U.S. Treasury obligations; b) U.S. government agency and instrumentality obligations; c) repurchase agreements whose underlying securities and/or collateral consist of allowed investments described in (a) or (b) above; d) commercial paper rated not less than A-1, P-1, F-1, or equivalent by a nationally recognized rating agency; e) pooled funds maintained by the State Treasurer; and f) mutual funds whose portfolios consist solely of allowed investments. In addition, the City may invest money identified as long-term in the pools of the New Mexico State Investment Council subject to annual review and approval by the City Council.

3) Cash and Investments — continued

Investments

As of June 30, 2007, the City had the following investments:

Investment Type	Fair Value	Weighted Avg Maturity (Yrs)
Pooled Investments		
Money market funds	$ 13,343,449	0.00
Commercial paper	15,816,597	0.22
U.S. agency discount notes	24,347,000	0.52
U.S. agency coupon bonds	54,263,767	1.07
U.S. Treasury bills	6,898,018	0.31
U.S. Treasury notes	9,972,660	0.67
Total pooled investments	124,641,491	0.66
Telshor Facility Fund		
Money market funds	192,459	0.00
U.S. agency coupon bonds/notes	568,969	0.62
U.S. agency discount notes	23,920,800	0.07
Total Telshor Facility Fund	24,682,228	0.08
Debt Service Fund		
Money market funds	1,106,249	0.00
U.S. Treasury strips	427,732	3.88
U.S. Treasury bonds	716,534	8.88
Total Debt Service Fund	2,250,515	3.35
2005 GRT City Hall Fund		
Flexible repurchase agreements	23,109,609	1.02
Nonmajor Capital Projects Funds		
Money market funds	10,450,490	0.00
Flexible repurchase agreements	7,803,490	0.36
Total Nonmajor Capital Projects Funds	18,253,980	0.16
Water and Wastewater Funds		
Money market funds	17,593,897	0.00
Flexible repurchase agreements	7,365,765	0.46
U.S. Treasury note	303,189	1.88
U.S. agencies	2,797,039	0.34
Total Water and Wastewater Funds	28,059,890	0.18
Total investments	$ 220,997,713	0.56

3) Cash and Investments — continued

Investments

Interest Rate Risk. The City's general investment policy is to apply the prudent investor rule to manage its exposure to declines in fair values. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of relatively shorter term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The investment pool includes step-up coupon securities totaling $19,701,624 issued by U.S. government agencies with call options. For purposes of calculating weighted average maturity, the City assumes that callable securities will not be called before their final maturity unless management believes they will be called sooner based on their market price.

Credit Risk. The City's investment policy lists the criteria for selecting investments and the order of priority as follows: 1) safety; 2) liquidity; and 3) yield. As of June 30, 2007, the City's investments in the senior unsecured debt and short-term discount notes of U.S. agencies were rated AAA and A-1+, respectively, by Standard & Poor's and Aaa and P-1 by Moody's Investors Service. Positions in commercial paper were rated P-1 by Moody's, A-1 or A-1+ by Standard & Poor's, and F-1+ or not rated by Fitch Ratings. The City's money market fund investments were rated AAAm by Standard & Poor's and Aaa by Moody's, except $1,241,769 in the nonmajor Capital Projects funds, which was not rated. The City requires the balance in flexible repurchase agreements to be collateralized at 104% for direct obligations of the U.S. Government or the Government National Mortgage Association and at 105% for other U.S. agency obligations.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that securities held in street name with a broker or dealer be insured, and that all other securities be held by the City or a third-party safekeeping financial institution acting as trustee for the City. All of the City's securities are held by a third-party financial institution in the City's name.

Concentration of Credit Risk. The City's formal investment policy places no limit on the amount the City may invest in any one issuer. As of June 30, 2007, 24% of the City's investment pool was in Federal Home Loan Bank (FHLB), 21% in Federal Home Loan Mortgage Corporation (FHLMC), and 17% in Federal National Mortgage Association (FNMA). Of the Telshor Facility fund portfolio, 50% was in FHLMC and 48% was in FHLB. Of the Water and Wastewater Funds portfolio, 26% was in a JP Morgan Chase flexible repurchase agreement and 10% was in FHLB. 100% of the major and 43% of the nonmajor Capital Projects fund investments were in a MBIA Inc. flexible repurchase agreement.

4) Capital Assets

Primary Government

Capital asset activity for the City's primary government for the year ended June 30, 2007, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities				
Capital assets not being depreciated				
Land and land rights	$ 13,342,919	$ 43,500	$ -	$ 13,386,419
Land improvements	19,127,374	10,000	-	19,137,374
Construction in progress	427,635	756,621	-	1,184,256
Total capital assets not being depreciated	32,897,928	810,121	-	33,708,049
Other capital assets				
Buildings and building improvements	32,834,568	3,555,000	(475)	36,389,093
Leasehold improvements	3,124,131	-	-	3,124,131
Airport runways	10,243,224	1,506,715	-	11,749,939
Park improvements	7,757,450	1,879,919	-	9,637,369
Machinery and equipment	29,160,255	4,547,548	(1,636,799)	32,071,004
Roads network	207,763,302	19,350,816	(731,946)	226,382,172
Flood control network	13,708,494	3,520,131	(49,740)	17,178,885
Total other capital assets at historic cost	304,591,424	34,360,129	(2,418,960)	336,532,593
Less accumulated depreciation for				
Buildings and building improvements	(11,844,675)	(1,006,170)	475	(12,850,370)
Leasehold improvements	(811,439)	(90,018)	-	(901,457)
Airport runway	(4,045,706)	(339,494)	-	(4,385,200)
Park improvements	(430,157)	(257,822)	-	(687,979)
Machinery and equipment	(20,928,984)	(2,464,030)	2,239,844	(21,153,170)
Roads network	(91,308,211)	(6,909,433)	62,140	(98,155,504)
Flood control network	(4,301,251)	(403,748)	49,739	(4,655,260)
Total accumulated depreciation	(133,670,423)	(11,470,715)	2,352,198	(142,788,940)
Total other capital assets at historic cost, net	170,921,001	22,889,414	(66,762)	193,743,653
Governmental activities capital assets, net	$ 203,818,929	$ 23,699,535	$ (66,762)	$ 227,451,702

4) Capital Assets — continued

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Business type activities					
Capital assets not being depreciated					
Land and land rights	$ 4,945,728	$ 18,726	$ -	$ -	$ 4,964,454
Construction in progress	356,310	471,784	-	43,527	871,621
Total capital assets not being depreciated	5,302,038	490,510	-	43,527	5,836,075
Other capital assets					
Buildings and building improvements	4,686,599	601,018	-	(43,527)	5,244,090
Distribution and collection system	58,196,254	3,864,655	(139,674)	-	61,921,235
Utilities transmission	137,556,891	14,276,896	(1,256,899)	-	150,576,888
Machinery and equipment	26,243,071	2,187,147	(1,102,540)	-	27,327,678
Total other capital assets at historic cost	226,682,815	20,929,716	(2,499,113)	(43,527)	245,069,891
Less accumulated depreciation for					
Buildings and building improvements	(2,091,361)	(128,132)	-	-	(2,219,493)
Distribution and collection system	(24,629,035)	(1,569,641)	205,321	-	(25,993,355)
Utilities transmission	(41,492,020)	(3,299,748)	1,102,563	-	(43,689,205)
Machinery and equipment	(18,996,122)	(1,411,234)	1,085,666	-	(19,321,690)
Total accumulated depreciation	(87,208,538)	(6,408,755)	2,393,550	-	(91,223,743)
Total other capital assets at historic cost, net	139,474,277	14,520,961	(105,563)	(43,527)	153,846,148
Business type activities capital assets, net	$ 144,776,315	$ 15,011,471	$ (105,563)	$ -	$ 159,682,223

4) Capital Assets — continued

Depreciation expense was charged to functions as follows:

	Governmental Activities	Business-Type Activities
General government	$ 333,272	$ -
Facilities	674,839	-
Police	743,632	-
Fire	572,928	-
Community development	33,498	-
Public services	1,035,916	-
Public works	7,763,891	-
Gas	-	1,701,513
Water	-	1,669,193
Waste water	-	1,733,507
Solid waste	-	525,131
Other	-	479,441
In addition, depreciation on capital assets held by the City's internal service funds is charged to the various functions based on their usage of the assets	312,739	299,970
Total depreciation expense	$ 11,470,715	$ 6,408,755

4) Capital Assets — continued

Component Units

Capital asset activity for the Housing Authority for the year ended June 30, 2007, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets not being depreciated				
Land	$ 4,268,393	$ 364,629	$ (46,570)	$ 4,586,452
Construction in progress	772,479	6,550,359	(22,279)	7,300,559
Total capital assets not being depreciated	5,040,872	6,914,988	(68,849)	11,887,011
Other capital assets				
Site improvements	1,734,159	135,281	(51,327)	1,818,113
Structures and improvements	18,791,010	203,992	(497,267)	18,497,735
Equipment	664,345	25,642	-	689,987
Total other capital assets at historic cost	21,189,514	364,915	(548,594)	21,005,835
Less accumulated depreciation for				
Site improvements	(1,118,988)	(19,307)	13,048	(1,125,247)
Structures	(6,546,590)	(644,440)	285,541	(6,905,489)
Equipment	(215,489)	(63,560)	-	(279,049)
Total accumulated depreciation	(7,881,067)	(727,307)	298,589	(8,309,785)
Total other capital assets at historic cost, net	13,308,447	(362,392)	(250,005)	12,696,050
Total capital assets, net	$ 18,349,319	$ 6,552,596	$ (318,854)	$ 24,583,061

4) Capital Assets — continued

Component Units — continued

Capital asset activity for SCSWA for the year ended June 30, 2007, was as follows:

	Beginning Balance	Increases	Ending Balance
Capital assets not being depreciated			
Land	$ 807,276	$ -	$ 807,276
Landfill cell/site - construction in progress	309,441	167,213	476,654
Total capital assets not being depreciated	1,116,717	167,213	1,283,930
Other capital assets			
Buildings	4,006,690	126,533	4,133,223
Equipment	3,527,017	357,595	3,884,612
Infrastructure	1,056,988	-	1,056,988
Landfill cell/site	4,523,315	-	4,523,315
Total other capital assets at historic cost	13,114,010	484,128	13,598,138
Less accumulated depreciation for			
Buildings	1,256,046	138,390	1,394,436
Equipment	2,330,304	433,859	2,764,163
Landfill cell/site	3,782,800	167,152	3,949,952
Infrastructure	238,004	26,425	264,429
Total accumulated depreciation	7,607,154	765,826	8,372,980
Total other capital assets at historic cost, net	5,506,856	(281,698)	5,225,158
Total capital assets, net	$ 6,623,573	$ (114,485)	$ 6,509,088

5) Receivables and Payables

Governmental activities receivables are the following at June 30, 2007:

	General Fund	Debt Service	Telshor Facility	2005 Gross Receipts Tax-City Hall	Sonoma Ranch	Other Governmental Funds	Internal Service Funds	Total Governmental Activities
Accounts	$ 250,199	$ -	$ -	$ -	$ -	$ -	$ 171,320	$ 421,519
Dockets	211,966	-	-	-	-	-	-	211,966
Interest	-	5,739	123,592	-	-	679,324	-	808,655
Contracts	-	-	-	-	-	1,328,556	-	1,328,556
Special assessments	-	-	-	88,221	9,302,793	79,538	-	9,470,552
Total governmental receivables	$ 462,165	$ 5,739	$ 123,592	$ 88,221	$ 9,302,793	$ 2,087,418	$ 171,320	$ 12,241,248

Special assessments receivables represent amounts due from local developers to reimburse the City for the construction of subdivisions or other improvements for residential development. Though a majority of special assessments are not scheduled for collections within the next fiscal year, the amounts are expected to be fully collected.

5) Receivables and Payables — continued

Business-type activities receivables are as follows at June 30, 2007:

	Accounts Receivable	Allowance for Doubtful Accounts	Accounts Receivable, Net
Gas	$ 3,593,052	$ (927,523)	$ 2,665,529
Water	1,431,021	(329,633)	1,101,388
Wastewater	1,135,041	(290,644)	844,397
Solid Waste	1,086,295	(280,607)	805,688
Other enterprise funds	1,998	-	1,998
Internal service funds	162,880	-	162,880
Total business-type activities	$ 7,410,287	$(1,828,407)	$ 5,581,880

Accounts and contracts payable and accrued liabilities at June 30, 2007, were as follows:

	Vendors	Salaries and Benefits	Total Accounts Payables and Accrued Liabilities
Governmental activities			
General Fund	$ 742,164	$ 2,723,971	$ 3,466,135
Telshor Facility	106,194	-	106,194
2005 Gross Receipts Tax-City Hall	117,436	-	117,436
Other governmental	4,008,538	69,137	4,077,675
Internal service funds	339,225	-	339,225
Total governmental activities	$ 5,313,557	$ 2,793,108	$ 8,106,665
Business-type activities			
Gas	$ 1,252,764	$ 152,926	$ 1,405,690
Water	768,158	573,386	1,341,544
Wastewater	769,656	387,223	1,156,879
Solid waste	17,864	91,715	109,579
Other enterprise funds	943	48,964	49,907
Internal service funds	215,817	-	215,817
Total business-type activities	$ 3,025,202	$ 1,254,214	$ 4,279,416

6) Risk Management

The City is exposed to various risks of loss related to: torts and civil rights claims (including law enforcement and employment related exposures); theft, damage and destruction of its real and personal assets; workers' compensation losses; errors and omissions of City officers and officials; and natural disasters. The City uses the insurance fund (an internal service fund) to account for and finance its uninsured risks of loss. At various periods in past years, certain risk exposures were insured and the City continues to benefit from case coverage on claims that were incurred during those claim years.

The insurance fund tracks claims on a fund by fund basis and assesses charges to each fund based on historical claims experience and the need to establish a reserve for unanticipated catastrophic losses. The claims liabilities reported in the insurance fund are based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

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

Premiums and program costs, claims, fees and transfers to other funds, less reimbursed expenses, were:

	2007	2006
Health program costs	$ 17,191	$ (30,709)
Workers' compensation premiums	(2,175,993)	1,090,972
Workers' compensation program costs	1,743,560	1,378,676
Liability insurance premiums	(1,136,836)	1,242,899
Liability program costs	1,529,074	1,146,076
Unemployment insurance premiums	-	130,000
Unemployment program costs	59,214	66,275
Judgments insurance premiums	(400,000)	-
Judgments program costs	229,593	234,147
Total premiums	$ (3,712,829)	$ 2,463,871
Total program costs	$ 3,578,632	$ 2,794,465

6) Risk Management — continued

Changes in the insurance fund's claims liabilities were:

	2007	2006
Claims liabilities, beginning of year	$ 5,302,127	$ 5,753,065
Current year claims and changes in estimates	3,578,632	2,794,465
Payment of claims liabilities	(3,052,268)	(3,245,403)
Claims liabilities, end of year	$ 5,828,491	$ 5,302,127

7) Long–Term Liabilities

Primary Government

Changes in long-term liabilities are as follows:

	Primary Government				
	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
Governmental activities					
Sales tax revenue bonds	$ 64,340,000	$ -	$ (5,260,000)	$ 59,080,000	$ 4,955,000
Unamortized premium/discount on sales tax revenue bonds	276,275	3,692	(22,039)	257,928	-
Notes payable (NMFA)	-	12,667,476	(368,623)	12,298,853	871,126
Capital leases	998,963	-	(288,156)	710,807	262,549
Claims and judgments	3,934,709	-	(782,982)	3,151,727	1,247,563
Pollution remediation obligation see (Note 10)	-	6,890,106	-	6,890,106	3,445,053
Compensated absences	2,623,852	3,414,038	(2,013,783)	4,024,107	495,806
	72,173,799	22,975,312	(8,735,583)	86,413,528	11,277,097
Business-type activities					
Utility revenue bonds	36,755,000	17,575,000	(1,800,000)	52,530,000	2,420,000
Unamortized discount on utility revenue bonds	(173,805)	(33,866)	-	(207,671)	-
Notes payable	810,044	268,552	(49,586)	1,029,010	60,702
Capital leases	93,439	-	(9,458)	83,981	12,935
Claims and judgments	1,367,418	-	(272,108)	1,095,310	407,904
Accrued landfill closure costs	2,028,000	219,000	-	2,247,000	359,520
Compensated absences	886,617	1,026,639	(239,061)	1,674,195	394,078
	41,766,713	19,055,325	(2,370,213)	58,451,825	3,655,139
Total long-term liabilities	$ 113,940,512	$ 42,030,637	$(11,105,796)	$ 144,865,353	$ 14,932,236

7) Long–Term Obligations — continued

Primary Government — continued
Compensated absences typically have been liquidated in the fund to which the employees are assigned. Claims and judgment liabilities have typically been liquidated in the general and the self-insurance fund (an internal service fund).

Description of Bonds
Sales and Gasoline Tax Revenue Bonds—In 1995, the City issued $10,795,000 of South Central Solid Waste Authority Environmental Gross Receipts Tax/Project Revenue Bonds. The bond proceeds were issued to construct a regional landfill and transfer station. The bond issue is secured by sales tax revenue of the City.

In 1996, the City issued $5,000,000 of sales tax bonds to fund street reconstruction and major maintenance projects. The bonds are secured by the sales tax revenue of the City.

Gross receipts tax revenue bonds were issued July 15, 1999, series A for $10,075,000 for street projects and to refund $3,320,000 of the 1991 sales tax revenue bonds (for interest savings), and series B for $7,040,000 for flood control projects. These bonds are secured by the sales tax revenue of the City.

Gasoline tax revenue bonds, series 2000A, were issued November 2000 for $5,110,000 to fund various street projects. The bonds are secured by and payable from gasoline tax revenues distributed monthly by the State of New Mexico to the City.

Gross Receipts Tax Refunding and Improvement Revenue Bonds, Series 2005, were issued in the amount of $12,800,000 for the purposes of defraying the cost of funding facilities and park improvement projects at an approximate cost of $6,000,000, acquiring street lighting systems at an approximate cost of $3,790,000, and refinancing the outstanding city Gross Receipts Tax Refunding Revenue Bond, series 1992 at an approximate cost of $3,010,000.

7) Long–Term Obligations — continued

Description of Bonds — continued

Type	Purpose	Date	Original Due	Issue	Balance Outstanding	Rates
Gross receipts tax revenue	Street projects and refunding	07/15/99	2014	$10,075,000	$ 6,720,000	4.25–5.05
Gross receipts tax revenue	Flood control	07/15/99	2014	7,040,000	3,955,000	4.25–5.0
Gasoline tax revenue	Street projects	12/04/00	2016	5,110,000	3,665,000	4.8–5.5
Component unit revenue and environmental gross receipts tax	Construction of South Central Solid Waste Facilities	09/14/04	2016	7,980,000	6,375,000	3.0–4.0
Street projects and sales tax revenue refunding		5/29/2003	2018	12,800,000	7,160,000	2.0–5.0
Sales Tax Series		9/14/2005	2035	33,000,000	31,205,000	3.5–4.5
				$76,005,000	$59,080,000	

Debt Service Requirements

Future debt service requirements for governmental activities revenue bonds are:

Year Ending June 30,	Principal	Interest
2008	$ 4,955,000	$ 2,596,486
2009	5,175,000	2,380,021
2010	4,805,000	2,150,279
2011	4,485,000	1,944,401
2012	4,710,000	1,753,656
2013-2017	17,785,000	5,838,564
2018-2036	17,165,000	7,971,501
	$ 59,080,000	$ 24,634,908

7) Long–Term Obligations — continued

Refunded Bonds

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

Bond issues that are outstanding but have been refunded and are payable from escrow accounts are:

Joint utility revenue, series 1992	$ 3,245,000
Sales tax, series 1991	2,810,000
Sales tax, series 1995	59,070,000
	$ 65,125,000

Nonrecourse (Conduit) Debt

The City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on underlying mortgage loans. The City is not obligated for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of June 30, 2007, there were five series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $42,243,638.

Arbitrage

Under U.S. Treasury Department regulations, all governmental tax-exempt debt issued after August 31, 1986, is subject to arbitrage rebate requirements. The requirements stipulate, in general, that the earnings from the investment of tax-exempt bond proceeds, which exceed related interest expenditures on the bonds, must be remitted to the federal government on every fifth anniversary of each bond issue. The City used an independent consultant to evaluate the City's outstanding tax-exempt debt for arbitrage liability and determined that an arbitrage payment was due to the federal government in the amount of approximately $23,109.

Governmental Activities Notes Payable

A note payable was issued in the amount of $9,985,448 on December 15, 2006 for the purpose of financing the cost of public projects such as flood control improvements within the City.

7) Long–Term Obligations — continued

Governmental Activities Notes Payable — continued
A note payable was issued in the amount of $1,865,251 on November 10, 2006 to finance the cost of acquiring certain street equipment for use by the city.

A note payable was issued in the amount of $816,777 on November 10, 2006 to finance the cost of acquiring a fire truck apparatus for use by the City.

Type	Purpose	Original Date	Balance Due	Issue	Outstanding	Rates
2007 NMFA Note	Street & Arroyo Improvements	12/15/2006	2021	$ 9,985,448	$ 9,743,487	3.56-4.10%
2007 NMFA Note	Public Works Equipment	11/10/2006	2014	1,865,251	1,770,220	3.31-3.51%
2007 NMFA Note	Fire Apparatus	11/10/2006	2014	816,777	778,146	3.31-3.51%

Debt Service Requirements
Future debt service requirements for governmental activities notes payable are:

Year Ending June 30,	Principal	Interest
2008	$ 871,126	$ 463,773
2009	902,087	433,098
2010	934,327	401,155
2011	967,999	367,794
2012	1,003,014	333,040
2013-2017	4,295,288	1,128,995
2018-2036	3,318,012	344,198
	$ 12,291,853	$ 3,472,053

Joint Utility Revenue Bonds
In 1997, the City issued $34.8 million in joint utility refunding and improvement revenue bonds (Series 1997), with an average interest rate of 5.3%, to provide funds for new water and wastewater expansion projects and to refund $5.7 million of outstanding 1992 Series bonds. Bond proceeds of $4.2 million plus an additional $1.1 million of 1992 sinking fund monies were used to purchase U.S. government securities to advance refund $4.1 million of the 1992 Series bonds and to defease the remaining $1.6 million of the 1992 Series bonds. The securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1992 Series bonds. As a result, all of the 1992 Series bonds are considered to be defeased and the liability for those bonds has been removed from the enterprise fund liabilities.

7) Long–Term Obligations — continued

Joint Utility Revenue Bonds — continued

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of approximately $100,000. This difference, reported in the accompanying financial statements as a deduction from bonds payable is being charged to operations through the year 2012. The advance refunding will reduce total debt service payments over the following 15 years by approximately $600,000 result in an economic gain (difference between the present values of the old and new debt service payments) of approximately $200,000.

The 1997 Series bonds are secured by, and payable exclusively from, the net revenues of the utility system.

In 2000, the City issued $3.1 million in joint utility revenue bonds (Series 2000B) to provide funds for improvements to the water, wastewater, and natural gas utility systems. The Series 2000B bonds create a first lien on the net revenues of the utility system on parity with the Series 1997 bonds.

In 2005, the City issued $11.05 million in joint utility revenue bonds (Series 2005) to provide funds for water expansion projects. In 2006, the City issued $17,575,000 in joint utility revenue bonds (Series 2006) to provide funds to finance the extending, enlarging, and facility expansion of the City's water and wastewater utility systems.

In 2006, the City issued $17,575,000 for the purpose of paying costs of properties, facilities, and equipment which are acquired, constructed, modified or improved to extend, enlarge, improve, repair, and replace including the payment of working capital expenditures. Certain proceeds of this issuance were deposited in the Acquisition Fund and used to finance the acquisition, installation, and construction of water and wastewater capital improvements. Additionally, certain proceeds were used to fund the Reserve Requirement and pay costs of issuance relating to these Bonds.

Schedule of Bonded Indebtedness–Joint Utility Revenue Bonds

Purpose	Date	Due	Original Issue	Outstanding	Interest Rates
Series 1997 refunding and system expansion	01/22/97	2016	$ 34,815,000	$ 21,685,000	4.0-5.5
Series 2000B System Expansion	11/01/00	2016	3,105,000	2,220,000	4.55-4.9
Series 2005	7/13/2005	2025	11,050,000	11,050,000	3.5-4.125
Series 2006	8/29/2006	2026	17,575,000	17,575,000	4.2-4.6
			$ 66,545,000	$ 52,530,000	

7) Long–Term Obligations — continued

Joint Utility Revenue Bonds — continued

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

Year	Principal	Interest	Total
2008	$ 2,330,000	$ 2,434,489	$ 4,764,489
2009	3,115,000	2,320,659	5,435,659
2010	3,265,000	2,169,944	5,434,944
2011	3,435,000	2,010,525	5,445,525
2012	3,595,000	1,841,821	5,436,821
2013-2017	20,535,000	6,303,706	26,838,706
2018-2026	16,255,000	3,589,829	19,844,829
	$ 52,530,000	$ 20,670,973	$ 73,200,973

Provisions of the Joint Utility Bond Ordinances

The 1997 revenue bond ordinance provides that the net revenue of the City's utility systems shall be used to service the debt and shall be at least 133% of the maximum outstanding debt requirements for the utility system; the 2000B revenue bond ordinance requires 125% of the maximum outstanding debt requirements, including those of the 1997 bonds. The net revenue for the fiscal year ended June 30, 2007, exceeded the maximum annual debt service requirement. Net revenue as defined in the bond ordinances means the revenue after deducting operation and maintenance expenses. Operation and maintenance expenses include all reasonable and necessary current expenses of the City, paid or accrued, for operating, maintaining, and repairing the system; and shall include, without limiting the generality of the foregoing, legal and overhead expenses of the various City departments directly related and reasonably allocable to the administration of the system, insurance premiums, the reasonable charge of depository banks and paying agents, contractual services, professional services required by this ordinance, salaries and administrative expenses, labor, the cost of materials and supplies used for current operation; but shall not include any allowance for depreciation, payments in lieu of taxes, liabilities incurred by the City as a result of its negligence in the operation of the system, improvements, extension, enlargements or betterment, or any charges for the accumulation of reserves for capital replacements. Bond reserve accounts have been established to accumulate funds with which to make principal and interest payments on outstanding revenue bonds.

7) Long–Term Obligations — continued

Joint Utility Revenue Bonds — continued

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

Bond covenants require reporting of the number of customers utility customers served, which were the following at June 30, 2007:

	Water	Wastewater	Gas
Residential	26,325	24,912	26,660
Commercial/other	2,739	2,076	2,459
Total	29,064	26,988	29,119

Capital Leases

The City is obligated under certain leases accounted for as capital leases. Significant capital lease commitments at June 30, 2008, are as follows:

The loader identified in the following table is being leased from *John Deere Credit and* the fire equipment listed in the following table is being leased from *Mercedes Benz Credit Corporation.* In the event that sufficient funds are not appropriated in any fiscal year, the City may terminate the lease and return the equipment to the lessor on the last day of the year in which funds were appropriated.

Description	Cost	Lease Term	Date
Loader	$ 112,000	60 months	Dec 2003
ALF 148 pumper	295,062	108 Months	March 2002
ALF 148 pumper	295,062	108 Months	March 2002
ALF brush truck	125,957	72 Months	March 2002
Aerial Truck	606,306	108 Months	August 2002
ALF 148 Pump Truck	295,062	108 Months	September 2002
ALF 148 Pump Truck	295,062	108 Months	September 2002
	$2,024,511		

7) Long–Term Obligations — continued

Capital Leases — continued

As of June 30, 2007, future minimum lease payments on the above capital lease are as follows:

Year Ending June 30,	Amount
2008	$ 275,484
2009	339,406
2010	262,549
2011	86,724
Total minimum payments	964,163
Less: interest	(109,536)
Present value of net minimum lease payments	$ 854,627

Depreciation expense on the above leased equipment was $155,450 for the year ended June 30, 2007, and accumulated depreciation was $628,434 as of year-end.

Component Units

Changes in long-term liabilities for the Housing Authority during the year ended June 30, 2007, are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Amount Due Within One Year
LCHDC Mortgage Revenue Bond (Series 2005)	$ 2,700,003	$ -	$ 154,925	$ 2,545,078	$ 150,511
Note payable - Gallup Federal Savings Bank	424,596	-	11,713	412,883	14,412
Note payable - Wells Fargo Bank	378,575	-	8,375	370,200	9,094
Note payable - First Federal Bank	290,140	-	7,048	283,092	7,572
Loan agreements	3,757,982	2,605,000	250,823	6,112,159	211,399
Total	$ 7,551,296	$ 2,605,000	$ 432,884	$ 9,723,412	$ 392,988

7) Long–Term Obligations — continued

Component Units — continued

Changes in long-term liabilities of SCSWA for the year ended June 30, 2007, are as follows:

	Balances June 30, 2006	Increases	Decreases	Balances June 30, 2007	Amount Due Within One Year
Long-term debt					
Capital lease obligations	$ 128,545	$ -	$ 115,570	$ 12,975	$ 12.975
Due to City of Las Cruces	6,131,583	-	605,000	5,526,583	574,583
Other noncurrent liabilities					
Estimated landfill closure/postclosure liability	1,504,500	61,750	-	1,566,250	-
Compensated absences	56,183	32,342	-	88,525	17,705
	$ 7,820,811	$ 94,092	$ 720,570	$ 7,194,333	$ 605,263

8) Interfund Assets, Liabilities and Transfers

Primary Government

Governmental interfund receivables and payables as of June 30, 2007, are as follows:

	Interfund Receivable	Interfund Payable	Total
Governmental activities			
General fund			
Nonmajor governmental funds	$ 621,550	$ -	
Nonmajor enterprise funds	-	-	$ 621,550
Nonmajor governmental funds			
General fund	-	(621,550)	(621,550)
Total governmental activities			$ -

8) Interfund Assets, Liabilities and Transfers - continued

Interfund Transfers

Interfund transfers for the year ended June 30, 2007, consisted of the following:

Transfers to general fund from	
Nonmajor governmental funds	$ 799,504
Total transfers to the general fund	$ 799,504
Transfers to the debt service fund from	
General fund	$ 4,129,199
Nonmajor governmental funds	2,827,561
Total transfers to the debt service fund	$ 6,956,760
Transfers to nonmajor governmental funds from	
General fund	$ 3,726,523
Nonmajor governmental funds	1,133,437
Total transfers to the nonmajor governmental funds	$ 4,859,960
Transfers to the waste water fund from	
Nonmajor governmental funds	$ 1,484,371
Total transfers to the wastewater fund	$ 1,484,371

8) Interfund Assets, Liabilities and Transfers — continued

Interfund Transfers — continued

Transfers to solid waste fund from	
Nonmajor governmental funds	$ 240,012
Total transfers to the solid waste fund	$ 240,012
Transfers to nonmajor enterprise funds from	
General fund	$ 1,653,000
Nonmajor governmental funds	496,577
Total transfers to the nonmajor enterprise funds	$ 2,149,577
Transfers to internal service funds from	
General fund	$ 1,315,421
Nonmajor governmental funds	190,000
Total transfers to internal service funds	$ 1,505,421
Transfers from the general fund to	
Debt service fund	$ (4,129,199)
Nonmajor governmental funds	(3,726,523)
Nonmajor enterprise funds	(1,653,000)
Internal service funds	(1,315,421)
Total transfers from the general fund	$ (10,824,143)
Transfers from nonmajor governmental funds to	
General fund	$ (799,504)
Debt service fund	(2,827,561)
Waste water fund	(1,484,371)
Solid waste fund	(240,012)
Internal Service funds	(190,000)
Nonmajor governmental funds	(1,133,437)
Nonmajor enterprise funds	(496,577)
Total transfers from the nonmajor governmental funds	$ (7,171,462)

8) Interfund Assets, Liabilities and Transfers — continued

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

Component Units
Interfunds between the Housing Authority and its component units are as follows:

	December 31, 2006			
	Montana Senior Village, LLC	Montana Senior Village II	Stone Mountain Place LP	Total
Due from Housing Authority	$ -	$ 199,995	$ -	$ 199,995
Payables to Housing Authority	(684,746)	(1,633,941)	(256,574)	(2,575,261)
	(684,746)	(1,433,946)	(256,574)	(2,375,266)
Receivable from component units, net				1,200,019
Total internal balances				$ (1,175,247)

Interfunds between the Housing Authority and its component units are different because they have different fiscal year-ends.

9) Contingent Liabilities

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

The City is a defendant various lawsuits. Management estimates that $450,000 may be paid to settle such lawsuits from the self-insurance fund. Management is not aware of any other pending or threatened litigation that would adversely affect the City's financial position.

10) Pollution Remediation Obligation

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

	Total Obligation	City's Portion
Capital assets in fiscal year 2008	$ 5,151,978	$ 2,575,989
Operating costs in fiscal year 2008	821,029	410,514
Operating costs in fiscal year 2009–2012	638,635	319,318
Completion costs in fiscal years in 2010–2013	7,168,571	3,584,285
	$ 13,780,213	$ 6,890,106

The pollution remediation obligation is reported in long-term liabilities in the statement of net assets (see Note 7). All of the accrued costs have been expensed and are included in the general government function on the statement of activities.

11) Deferred Compensation Plan

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

The City has 441 active participants in the plan as of June 30, 2007.

12) Employee Retirement System

Retirement Plan

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

Retirement Eligibility

Eligibility for receiving the monthly benefit equal to the number of years of credited service x 3.0% (3.5% for police and fire plan employees) of their final average monthly salary, the 36 consecutive months of credited service producing the largest average, is as follows:

Employees may retire at: any age with 25 or more years of credited service; or age 60 or older with 20 or more years of credited service; with the exception of police and fire plan employees who may retire at any age with 20 or more years of credited service. All employees are eligible for retirement at: age 61 or older with 17 or more years of credited service; or age 62 or older with 14 or more years of credited service; or age 63 or older with 11 or more years of credited service; or age 64 or older with eight or more years of credited service; or age 65 or older with five or more years of credited service. Benefits vest after five years of credited service.

Disability Benefits

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

12) Employee Retirement System — continued

Funding Policy
The City has chosen to enroll in a plan that requires the following contribution percentages:

	City	Employees
Police	18.50%	16.30%
Fire	21.25%	16.20%
All other contributing employees	9.15%	13.15%

For employees in the general municipal employees' plan, the City has chosen to pay a portion of the employees' 13.15% required contribution as an additional benefit. For union-represented employees, the City contributes an additional 1% of the participants' gross salary; for all other employees in this plan, the City contributes 2%.

Contribution requirements for the years ended are as follows:

	City	Employee	Total	Percentage Contributed
June 30, 2004	$ 4,635,660	$ 5,413,208	$ 10,048,868	100%
June 30, 2005	4,799,796	5,580,795	10,380,591	100%
June 30, 2006	5,113,911	5,916,678	11,030,589	100%
June 39, 2007	5,490,247	6,331,551	11,821,798	100%

If a member's employment is terminated before the member is eligible for other benefits under PERA, the member may receive a refund of the member's contribution and interest accrued based on rates established biannually by the retirement board.

The payroll for the City's employees covered by PERA for the year ended June 30, 2007, was $44,946,992; the total payroll of all employees of the City was $50,785,964.

13) Individual Fund Deficits and Budget Variances

Individual funds with deficit fund balances at year-end are as follows:

Fund	Deficit Fund Balance
1999 Sales Tax Street Sales Tax Street Projects	$ 92
Judicial Education	$ 3,246
DWI Prevention	$ 2,068
State Capital Improvements	$ 12,248

13) Individual Fund Deficits and Budget Variances — continued

Management expects fund balance/net asset deficits will be eliminated through increased user fees charges to employees and participating funds and General fund appropriations.

The following funds over-expended budgeted amounts as follows:

Fund	Total Budgeted Expenditures	Actual Expenditures	Amount Over-Expended
1999 Sales Tax Street Projects Series A	$ 280,000	$ 307,838	$ (27,838)
Clean Community Commission	43,800	71,774	(27,974)
Flood Control Operations	512,564	602,123	(89,559)
Traffic Safety	57,173	187,815	(130,642)
Public Safety Gross Receipts Tax	3,095,960	3,114,234	(18,274)

14) Landfill Closure and Postclosure Care Cost

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

The City's landfill closure and postclosure care liability is reported as $2,247,000 for the year ending June 30, 2007. Actual closure and postclosure care costs at 100% capacity may be higher due to inflation, changes in technology, or changes in regulations. The liability reported reflects a change in the estimate of total closure and postclosure costs of $219,000 which is included in expenses in the financial statements.

The City enacted a 1/16th cent environmental gross receipts tax that became effective January 1, 1995, to raise funds for environmental costs such as for landfill closure and postclosure care.

15) Development Impact Fees

The City collects, invests and expends development impact fees in accordance with Ordinance No. 1456 (June 19, 1995) and Resolution No. 95–368 (June 30, 1995).

In accordance with §6 of Ordinance 1456, the City is required to use qualified professionals to prepare a capital improvements plan that describes the specific capital improvements needed to increase the number of new service units in an area over a reasonable period of time, not to exceed ten years. Additionally, the capital improvements plan will calculate total estimated costs of improvements for which the development impact fees may be assessed. Ordinance 1456 §24 states that the capital improvements plan must be updated at least every five years. Expenditures of fees collected must improve the following facilities:

1) Water supply, treatment and distribution facilities and wastewater collection and treatment facilities;

2) Parks, recreational areas, open space, trails and related areas and facilities.

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

The capital improvements plan and land use assumptions for parks expired on June 30, 2000. The impact fees assessed for the parks were extended by resolution 00-456, through June 30, 2001. Ordinance 1456 §11 requires that impact fees collected be used to pay for capital improvements or facility expansions identified in a capital improvements plan.

15) Development Impact Fees — continued

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

Development impact fee activity for the year ended June 30, 2007, is as follows:

Parks Impact Fees	
Impact fees collected	$ 368,298
Investment income	113,492
Expenditures	(63,374)
Net Parks Impact Fees	$ 418,416
Water Impact Fees	
Impact fees collected	$ 3,296,165
Investment income	378,852
Expenditures	(2,596,215)
Net Water Impact Fees	$ 1,078,802
Wastewater Impact Fees	
Impact fees collected	$ 3,117,049
Investment income	549,451
Expenditures	(4,070,579)
Net Wastewater Impact Fees	$ (404,079)
Total Impact Fees	
Impact fees collected	$ 6,781,512
Investment income	1,041,795
Expenditures	(6,730,168)
Net Total Impact Fees	$ 1,093,139

16) Major Construction Commitments

The City has the following construction commitments as of June 30, 2007. These projects are evidenced by contractual arrangements with construction contractors:

Project	Fund	Contract Amount	Spent to Date	Commitment Remaining	Source of Payment
Joint Utilities					
Gas Streets Rehab Project	Gas Capital Improvements	$ 155,406	$ 83,669	$ 71,737	Gas Utility Rates
Water Street Utility Rehab	Water Capital Improvements	377,417	234 046	143,371	Water Utility Rates
Wastewater Street Utility Rehab	Wastewater Capital Improvements	110,481	40 628	69,853	Water Utility Rates
Wastewater Street Utility Rehab	Wastewater Capital Improvements	410 784	137 206	273,578	Water Utility Rates
Wastewater Street Utility Rehab	Wastewater Capital Improvements	75 258	-	75,258	Water Utility Rates
Wastewater Street Utility Rehab	Wastewater 2000 Bond Projects	78 601	-	78,601	Wastewater 2000 Bond Projects
		1,207,947	495,549	712,398	
Capital Projects Funds					
Street Lighting Project Phase 4	2005 GRT Bond Public Improvement	186,949	-	186,949	GRT Tax
Major Arroyo Crossing	2005 GRT Bond Public Improvement	2,008,612	1,849,222	159,390	GRT Tax
Laabs/East Mesa Pools	2005 GRT Bond Public Improvement	3,701,679	1,292,388	2,409,291	Bond Proceeds
Municipal Operations Center	2005 GRT Bond Public Improvement	100,000	40,073	59.927	Bond Proceeds
New City Hall	2005 GRT Bond Public Improvement	1,651,661	735,769	915.892	Bond Proceeds
Fire Stations Improvements	2005 GRT Bond Public Improvement	657,945	319,954	337.991	Bond Proceeds
Regional Aquatic Center	2005 GRT Bond Public Improvement	77,167	-	77,167	Bond Proceeds
Street Lighting	2003 GRT Bond Street Lights	455,630	222,018	233,612	Bond Proceeds
Street Lighting	2003 GRT Bond Street Lights	58 910	-	58,910	Bond Proceeds
Laabs/East Mesa Pools	2003 GRT Bond Facilities/Parks	80 000	31,105	48,895	Bond Proceeds
Fire Stations Improvements	2003 GRT Bond Facilities/Parks	200,375	164,982	35,393	Bond Proceeds
Bowman/Mesilla	1999 GRT Bond Street Projects	70,000	-	70,000	GRT Tax
Downtown Plaza 06-1610	State Grant Park/Land Improvements	513,193	300,000	213,193	State Legislative Grants
E Mesa Street Improvements	GRT Street Maintenance	989,815	642,618	347,196	GRT Tax
May Avenue (Mesilla Street)	GRT Street Maintenance	100,000	-	100,000	GRT Tax
Melendres Rehab Phase 1	GRT Street Maintenance	280,000	-	280 000	GRT Tax
Solano Drive Improvements	GRT Street Maintenance	130,000	-	130,000	GRT Tax
Solano Drive Sidewalk Improvements	GRT Street Maintenance	83,407	-	83,407	GRT Tax
Rehab Runway 4-22	Airport Improvement	1,600,000	1,519,120	80,880	FAA Grant
Air Traffic Control Tower	Airport Improvement	1,100,000	6,968	1,093,032	FAA Grant
Bowman/Mesilla	Flood Control	810 000	555,085	254,915	Property Tax
Triviz Landscaping	Streets State Grants	243,000	111,205	131,795	NM Dept of Transportation
Union Avenue	Streets State Grants	187,500	9,375	178,125	NM Dept of Transportation
Arterial Street Lights	Streets State Grants	592,000	52,281	539,719	NM Dept of Transportation
East Mesa Streets	Streets State Grants	150,000	4,733	145 267	NM Dept of Transportation
Valley Drive	Streets State Grants	150,000	78,053	71,947	NM Dept of Transportation
Animal Shelter Expansion	Facilities State Grants	88,000	36,275	51,725	State Legislative Grant
Comm of Hope-Peregrinos Food Bank	Facilities State Grants	100,000	10 796	89,204	State Legislative Grant
LC Downtown Revitalization	Facilities State Grants	103,000	18,820	84,180	State Legislative Grant
Lohman Median Landscaping	Facilities State Grants	100,000	7,421	92,580	State Legislative Grant
Munson Senior Center	Facilities State Grants	148,500	4,066	144,434	State Legislative Grant
LC Downtown Revitalization	Facilities State Grants	1,050 000	851,089	198,911	State Legislative Grant
Mesquite Historic District	Facilities State Grants	346 500	101,070	245,430	State Legislative Grant
Indoor Swimming Pool & Rec	Facilities State Grants	1,485,856	77,875	1,407,981	State Legislative Grant
Fire Stations Improvements	Facilities State Grants	235,000	888	234,112	State Legislative Grant
Regional Aquatic Center	Facilities State Grants	1,635,856	125,546	1,510,310	State Legislative Grant
Burn Lake/Esslinger Park	Facilities State Grants	95,000	23,700	71 300	State Legislative Grant
		21,565,555	9,192,495	12,373,060	
		$ 22,773,502	$ 9,688,044	$ 13,085,458	

17) Joint Ventures

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

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

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

The City is the fiscal agent for the organization and accounts for its resources in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2007.

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

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

The City is the fiscal agent for the organization and accounts for it in an agency fund. Separate audited financial statements were prepared for the year ended June 30, 2007.

17) Joint Ventures — continued

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

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

Lower Rio Grande Water Users Organization
The City is a participant in this organization to provide for acquisition of information regarding the hydrologic features of the Lower Rio Grande River System. The organization has eight participants: the City, the County, the Town of Mesilla, the Anthony Water and Sanitation District, the Village of Hatch, New Mexico State University, the Elephant Butte Irrigation District and the Dona Ana Mutual Domestic Water Consumers Association.

The objective of this organization is to complete and implement a regional water plan, to make the best use of the available water supply, to secure additional supplies of water for the water users in the region, and to facilitate New Mexico entities' participation in the New Mexico-Texas Water Commission.

Funds are received from the New Mexico Interstate Stream Commission and from other sources. The City of Las Cruces shall serve as the fiscal agent for the Organization. The City will maintain all fiscal records in accordance with generally accepted accounting principles. Upon termination of the agreement, any unexpended funds will be returned pro rata by the fiscal agent to the contributing members and third party funding sources.

South Central Solid Waste Authority
The City is a participant in South Central Solid Waste Authority (SCSWA), a City-County joint venture that establishes a mechanism for designing, constructing, financing, operating and maintaining regional solid waste landfills and related facilities. SCSWA is reported as a component unit of the City because its revenues are the primary source of debt service for City bonds issued to construct a regional landfill and transfer station. SCSWA is governed by a board comprised of six working members and two ex-officio members. Three of the members are appointed from the City Council by the Mayor and

17) Joint Ventures — continued

South Central Solid Waste Authority — continued
three members are appointed from the County Commission by the Chairman. The two ex-officio members are the City Manager and the County Manager or their designees.

The City serves as the fiscal agent for the Authority for the term of the agreement. The fiscal agent is compensated for services rendered to the Authority in the amount of $84,000 per year base rate. The base rate increases each year by the Consumer Price Index plus audit fees or other direct costs. The City issued revenue bonds on behalf of the Authority which are to be secured by pledges of the net revenues derived from operation of the facility and of the proceeds of the 1/16% Municipal Environmental Services Gross Receipts Tax of the City and the 1/8% County Environmental Services Gross Receipts Tax of the County.

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

18) Telshor Facility Lease

Memorial Medical Center / Province Hospital (Telshor Facility)

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

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

18) Telshor Facility Lease — continued

Memorial Medical Center / Province Hospital (Telshor Facility) — continued

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

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

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

The proceeds of the PHC lease are reported in a special revenue fund (Telshor Facility fund) because the City Council adopted a resolution restricting the use of the lease proceeds to fund health-related programs and health-related capital projects. Amounts originally received by the City for expanded care services and property taxes are reported in the statement of net assets as deferred revenue. The deferred revenue is amortized each year to the extent of expenditures recorded in the Telshor fund. The revenue amortized in 2007 was $2,972,909.

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

MMCI began distributing its cash and investments equally between the City and the County in July 2004. MMCI retained cash to pay certain liabilities; any cash remaining at the end of the liquidation process will be distributed equally between the City and the County.

19) Internal Service Fund Governmental and Business-Type Activities Allocations

The City allocates its internal service funds based on the utilization of these internal service funds between governmental and business-type activities. The governmental allocation, as identified in the governmental funds balance sheet, follows:

Internal service fund		
Net assets, beginning balance		$ 2,891,687
Revenues less eliminations	$ 316,111	
Expenses less eliminations	(862,545)	
Other financing sources	944,955	
Change in net assets		398,521
Net assets, ending balance		$ 3,290,208

Changes in net assets of internal service funds reported in business-type activities follows:

Net assets, beginning balance		$ 2,194,394
Revenues less eliminations	$ 140,810	
Expenses less eliminations	(614,332)	
Other financing sources	560,466	
Change in net assets		86,944
Net assets, ending balance		$ 2,281,338

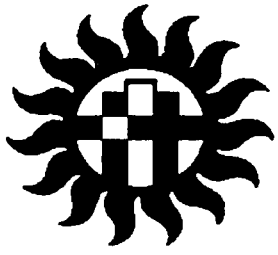
Total net assets of the City's internal service funds are:

Governmental activities allocation	$ 3,290,208
Business-type activities allocation	2,281,338
Net assets, ending balance	$ 5,571,546

20) Restatement of Beginning Fund Balance–Telshor Facility Fund

Certain assets held in connection with the Telshor Facility lease (see Note 18) bear interest that accrues to the City; however, in previous years, such interest was not reported in the City's financial statements. Accordingly, fund balance in the Telshor Facility fund is restated as follows:

Fund balance at June 30, 2006, as previously reported	$ 25,493,110
Accrued interest receivable	541,395
Fund balance at June 30, 2006, as restated	$ 26,034,505



City of Las Cruces

City of Las Cruces

Combining Balance Sheet—Nonmajor Governmental Funds

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2007

	Special		
	Community Development Block Grant	Court Awarded Funds	MPO Urban Transportation
Assets			
Pooled cash and investments	$ 113,274	$ 501,977	$ -
Receivables, net	1,325,937	-	-
Due from other governmental units	2,050,701	-	165,989
Total assets	$ 3,489,912	$ 501,977	$ 165,989
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 92,468	$ -	$ 200
Due to other funds	99,066	-	30,621
Accrued liabilities	7,375	-	3,919
Deferred revenue	1,709,494	-	-
Total liabilities	1,908,403	-	34,740
Fund balances			
Unreserved	1,581,509	501,977	131,249
Total fund balances	1,581,509	501,977	131,249
Total liabilities and fund balance	$ 3,489,912	$ 501,977	$ 165,989

Revenue Fund

Fire	Police Protection	Emergency Medical Services	Traffic Safety	Court Automation
$ 335,995	$ -	$ 15,940	$ 72,594	$ 307,007
-	2,618	-	-	-
10,554	174,907	-	-	-
$ 346,549	$ 177,525	$ 15,940	$ 72,594	$ 307,007
$ 51,473	$ 2,606	$ -	$ -	$ 13,912
-	54,452	-	-	-
49	(2,779)	-	(40)	-
-	8,960	-	-	-
51,522	63,239	-	(40)	13,912
295,027	114,286	15,940	72,634	293,095
295,027	114,286	15,940	72,634	293,095
$ 346,549	$ 177,525	$ 15,940	$ 72,594	$ 307,007

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2007

	Special		
	Prisoner Care	Juvenile Recreation	Lodgers' Tax and LCCVB
Assets			
Pooled cash and investments	$ 1,108,917	$ 39,597	$ 3,400,769
Receivables, net	-	-	-
Due from other governmental units	-	-	163,131
Total assets	$ 1,108,917	$ 39,597	$ 3,563,900
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 596,878	$ -	$ 84,555
Due to other funds	-	-	-
Accrued liabilities	-	-	10,140
Deferred revenue	-	-	-
Total liabilities	596,878	-	94,695
Fund balances			
Unreserved	512,039	39,597	3,469,205
Total fund balances	512,039	39,597	3,469,205
Total liabilities and fund balance	$ 1,108,917	$ 39,597	$ 3,563,900

Revenue Fund

DWI Prevention	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease	Legislative Equipment Grants
$ 63,379	$ -	$ -	$ 217,692	$ -
-	-	-	-	-
-	-	261,110	-	11,091
$ 63,379	$ -	$ 261,110	$ 217,692	$ 11,091
$ 65,447	$ 1,922	$ -	$ 2,057	$ -
-	1,324	-	-	11,091
-	-	-	-	-
-	-	-	-	-
65,447	3,246	-	2,057	11,091
(2,068)	(3,246)	261,110	215,635	-
(2,068)	(3,246)	261,110	215,635	-
$ 63,379	$ -	$ 261,110	$ 217,692	$ 11,091

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2007

	Gasoline Tax Street Maintenance Fund	Public Safety Gross Receipts Tax	Special Keep Las Cruces Beautiful
Assets			
Pooled cash and investments	$ 186,859	$ -	$ 8,423
Receivables, net	-	-	-
Due from other governmental units	234,432	537,003	17,107
Total assets	$ 421,291	$ 537,003	$ 25,530
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ -	$ 3,121
Due to other funds	-	-	-
Accrued liabilities	2,830	-	940
Deferred revenue	-	-	-
Total liabilities	2,830	-	4,061
Fund balances			
Unreserved	418,461	537,003	21,469
Total fund balances	418,461	537,003	21,469
Total liabilities and fund balance	$ 421,291	$ 537,003	$ 25,530

Revenue Fund

Older Americans Act Programs	Cash in Lieu of Commodities	RSVP	Children, Youth, and Families	Senior Employment Program
$ 118,045	$ -	$ -	$ 75,123	$ -
-	-	-	-	-
73,610	476	36,569	8,378	695
$ 191,655	$ 476	$ 36,569	$ 83,501	$ 695
$ 9,982	$ -	$ 104	$ 3,840	$ -
-	364	17,712	-	263
24,661	-	2,336	465	432
-	-	-	-	-
34,643	364	20,152	4,305	695
157,012	112	16,417	79,196	-
157,012	112	16,417	79,196	-
$ 191,655	$ 476	$ 36,569	$ 83,501	$ 695

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2007

	Special		
	State Library Resources Grant	Street Maintenance Operations	Flood Control Operations
Assets			
Pooled cash and investments	$ 7,138	$ 148,908	$ 258,049
Receivables, net	-	-	-
Due from other governmental units	32,035	-	102,982
Total assets	$ 39,173	$ 148,908	$ 361,031
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 38,911	$ 29,578	$ 3,417
Due to other funds	-	-	-
Accrued liabilities	-	3,679	5,130
Deferred revenue	-	-	-
Total liabilities	38,911	33,257	8,547
Fund balances			
Unreserved	262	115,651	352,484
Total fund balances	262	115,651	352,484
Total liabilities and fund balance	$ 39,173	$ 148,908	$ 361,031

Revenue Fund			
Special Assessments/ Northrise Morningstar	Downtown Revitalization	Regulatory Plan	State Operating Grants
$ 24,489	$ 428,556	$ 50,192	$ -
647,635	-	-	-
2,480,031	-	-	65,000
$ 3,152,155	$ 428,556	$ 50,192	$ 65,000
$ -	$ -	$ -	$ 15,000
-	-	-	50,000
-	-	-	-
2,875,321	-	-	-
2,875,321	-	-	65,000
276,834	428,556	50,192	-
276,834	428,556	50,192	-
$ 3,152,155	$ 428,556	$ 50,192	$ 65,000

City of Las Cruces

Combining Balance Sheet—*Nonmajor Governmental Funds*

June 30, 2007

	Capital		
	Public Parks	Street Improvement	Airport Improvement
Assets			
Pooled cash and investments	$ 1,684,829	$ 8,741,596	$ 1,206,080
Receivables, net	-	-	-
Due from other governmental units	661,576	458,336	36,956
Total assets	$ 2,346,405	$ 9,199,932	$ 1,243,036
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ 50,907	$ 35,226	$ 283,039
Due to other funds	-	-	-
Accrued liabilities	-	-	-
Deferred revenue	-	-	393,032
Total liabilities	50,907	35,226	676,071
Fund balances			
Unreserved	2,295,498	9,164,706	566,965
Total fund balances	2,295,498	9,164,706	566,965
Total liabilities and fund balance	$ 2,346,405	$ 9,199,932	$ 1,243,036

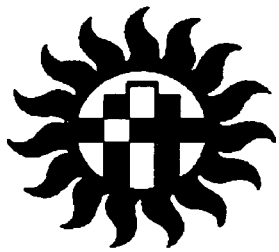
Projects Fund

Sales Tax-Street Maintenance	Flood Control	Capital Improvement Reserve	Legislative Capital Improvements	State Capital Improvements
$ 2,734,603	$ 2,879,588	$ 1,993,043	$ -	$ -
26,358	-	-	-	-
1,044,450	29,964	-	2,150	317,079
$ 3,805,411	$ 2,909,552	$ 1,993,043	$ 2,150	$ 317,079
$ 1,345,180	$ 122,115	$ 39,126	$ -	$ 26,158
-	-	-	2,150	303,169
10,000	-	-	-	-
26,633	-	-	-	-
1,381,813	122,115	39,126	2,150	329,327
2,423,598	2,787,437	1,953,917	-	(12,248)
2,423,598	2,787,437	1,953,917	-	(12,248)
$ 3,805,411	$ 2,909,552	$ 1,993,043	$ 2,150	$ 317,079

City of Las Cruces
Combining Balance Sheet—*Nonmajor Governmental Funds*
June 30, 2007

	EDA West Mesa Industrial Park Fund	1999 Sales Tax Street Projects Series A	Capital 2003 Sales Tax Facilities and Parks
Assets			
Pooled cash and investments	$ 335,702	$ 10,603	$ 429,924
Receivables, net	1,990	-	-
Due from other governmental units	-	-	114,662
Total assets	$ 337,692	$ 10,603	$ 544,586
Liabilities and Fund Balances			
Liabilities			
Accounts and contracts payable	$ -	$ 10,695	$ 19,753
Due to other funds	-	-	-
Accrued liabilities	-	-	-
Deferred revenue	-	-	-
Total liabilities	-	10,695	19,753
Fund balances			
Unreserved	337,692	(92)	524,833
Total fund balances	337,692	(92)	524,833
Total liabilities and fund balance	$ 337,692	$ 10,603	$ 544,586

Projects Fund			
NMFA Loans-Equipment Acquisition	2003 Sales Tax Street Lights	2005 GRT Public Improvements	Total
$ -	$ 1,191,897	$ 8,838,433	$ 37,529,221
-	-	82,880	2,087,418
92,830	-	-	9,183,804
$ 92,830	$ 1,191,897	$ 8,921,313	$ 48,800,443
$ -	$ 115,305	$ 945,563	$ 4,008,538
51,338	-	-	621,550
-	-	-	69,137
-	-	-	5,013,440
51,338	115,305	945,563	9,712,665
41,492	1,076,592	7,975,750	39,087,778
41,492	1,076,592	7,975,750	39,087,778
$ 92,830	$ 1,191,897	$ 8,921,313	$ 48,800,443



City of Las Cruces

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

City of Las Cruces

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

For the Year Ended June 30, 2007

	Special		
	Community Development Block Grant	Court Awarded Funds	MPO Urban Transportation
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	4,356	-	-
Fees and fines	-	527,840	650
Investment income (loss)	23,257	14,864	(1,784)
Licenses and permits	-	-	-
Intergovernmental	1,705,726	-	190,462
Other	47,926	-	571
Total revenues	1,781,265	542,704	189,899
Expenditures			
Current			
General government	-	-	-
Police	-	54,679	-
Fire	-	-	-
Community development	1,680,193	-	250,230
Public services	-	-	-
Public works	-	-	-
Capital outlay	276,298	-	-
Debt service			
Interest and other charges	-	-	-
Total expenditures	1,956,491	54,679	250,230
Revenues over (under) expenditures	(175,226)	488,025	(60,331)
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Transfers in	-	-	125,000
Transfers out	-	-	-
Total other financing sources (uses)	-	-	125,000
Net change in fund balances	(175,226)	488,025	64,669
Fund balances, beginning of year	1,756,735	13,952	66,580
Fund balances, end of year	$ 1,581,509	$ 501,977	$ 131,249

Revenue Fund

Fire	Police Protection	Emergency Medical Services	Traffic Safety	Court Automation
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	44,876	151,995
29,288	4,547	1,875	3,351	14,004
-	-	-	-	-
421,673	663,578	20,000	-	-
34,253	76,506	-	160,980	2,438
485,214	744,631	21,875	209,207	168,437
-	-	-	-	142,785
-	857,114	-	13,635	-
382,175	-	23,530	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
60,069	39,753	16,995	174,180	-
-	-	-	-	-
442,244	896,867	40,525	187,815	142,785
42,970	(152,236)	(18,650)	21,392	25,652
-	-	-	-	-
-	12,026	-	-	-
-	-	-	-	-
-	12,026	-	-	-
42,970	(140,210)	(18,650)	21,392	25,652
252,057	254,496	34,590	51,242	267,443
$ 295,027	$ 114,286	$ 15,940	$ 72,634	$ 293,095

City of Las Cruces

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

For the Year Ended June 30, 2007

	Special		
	Prisoner Care	Juvenile Recreation	Lodgers' Tax and LCCVB
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	1,810,831
State-shared	-	51,021	-
Charges for services	-	-	-
Fees and fines	309,771	-	-
Investment income (loss)	43,901	2,032	160,330
Licenses and permits	-	-	18,656
Intergovernmental	-	-	-
Other	-	-	107,029
Total revenues	353,672	53,053	2,096,846
Expenditures			
Current			
General government	1,478,073	-	-
Police	114,103	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	36,777	1,335,818
Public works	-	-	-
Capital outlay	-	-	44,054
Debt service			
Interest and other charges	-	-	-
Total expenditures	1,592,176	36,777	1,379,872
Revenues over (under) expenditures	(1,238,504)	16,276	716,974
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Transfers in	1,450,000	-	-
Transfers out	-	-	(60,727)
Total other financing sources (uses)	1,450,000	-	(60,727)
Net change in fund balances	211,496	16,276	656,247
Fund balances, beginning of year	300,543	23,321	2,812,958
Fund balances, end of year	$ 512,039	$ 39,597	$ 3,469,205

Revenue Fund

DWI Prevention	Judicial Education	Environmental Gross Receipts Tax	Health Care Services From MMC Lease	Legislative Equipment Grants
$ -	$ -	$ 2,400,513	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
47,198	27,952	-	-	-
3,138	-	-	17,181	-
-	-	-	-	-
-	-	-	-	633
-	-	-	-	-
50,336	27,952	2,400,513	17,181	633
-	27,546	877,351	179,612	633
60,895	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
60,895	27,546	877,351	179,612	633
(10,559)	406	1,523,162	(162,431)	-
-	-	-	-	-
-	-	-	-	-
-	-	(1,525,133)	-	-
-	-	(1,525,133)	-	-
(10,559)	406	(1,971)	(162,431)	-
8,491	(3,652)	263,081	378,066	-
$ (2,068)	$ (3,246)	$ 261,110	$ 215,635	$ -

City of Las Cruces

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

For the Year Ended June 30, 2007

	Special		
	Gasoline Tax Street Maintenance Fund	Public Safety Gross Receipts Tax	Keep Las Cruces Beautiful
Revenues			
Taxes			
Gross receipts	$ -	$ 3,128,422	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	1,506,014	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	(1,017)	-	-
Licenses and permits	-	-	-
Intergovernmental	-	-	24,482
Other	-	-	-
Total revenues	1,504,997	3,128,422	24,482
Expenditures			
Current			
General government	-	-	-
Police	-	2,106,779	54,736
Fire	-	1,007,455	-
Community development	-	-	-
Public services	-	-	-
Public works	516,976	-	-
Capital outlay	-	-	-
Debt service			
Interest and other charges	-	-	-
Total expenditures	516,976	3,114,234	54,736
Revenues over (under) expenditures	988,021	14,188	(30,254)
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Transfers in	-	-	14,384
Transfers out	(803,417)	-	-
Total other financing sources (uses)	(803,417)	-	14,384
Net change in fund balances	184,604	14,188	(15,870)
Fund balances, beginning of year	233,857	522,815	37,339
Fund balances, end of year	$ 418,461	$ 537,003	$ 21,469

Revenue Fund

Older Americans Act Programs	Cash in Lieu of Commodities	RSVP	Children, Youth, and Families	Senior Employment Program
$ -	$ -	$ -	$ -	$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
743,193	141,660	78,157	101,939	6,446
-	-	-	-	-
743,193	141,660	78,157	101,939	6,446
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
1,699,368	141,548	156,772	127,606	6,446
-	-	-	-	-
10,321	-	-	-	-
-	-	-	-	-
1,709,689	141,548	156,772	127,606	6,446
(966,496)	112	(78,615)	(25,667)	-
-	-	-	-	-
1,123,507	-	71,149	19,602	-
-	-	-	-	-
1,123,507	-	71,149	19,602	-
157,011	112	(7,466)	(6,065)	-
1	-	23,883	85,261	-
$ 157,012	$ 112	$ 16,417	$ 79,196	$ -

City of Las Cruces

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

For the Year Ended June 30, 2007

	Special		
	State Library Resources Grant	Street Maintenance Operations	Flood Control Operations
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	-	6,896	3,009
Licenses and permits	-	-	-
Intergovernmental	76,473	-	554,066
Other	-	-	-
Total revenues	76,473	6,896	557,075
Expenditures			
Current			
General government	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	53,554	-	-
Public works	-	292,459	602,123
Capital outlay	22,657	-	-
Debt service			
Interest and other charges	-	-	-
Total expenditures	76,211	292,459	602,123
Revenues over (under) expenditures	262	(285,563)	(45,048)
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Transfers in	-	318,100	194,500
Transfers out	-	-	-
Total other financing sources (uses)	-	318,100	194,500
Net change in fund balances	262	32,537	149,452
Fund balances, beginning of year	-	83,114	203,032
Fund balances, end of year	$ 262	$ 115,651	$ 352,484

Revenue Fund			
Special Assessments/ Northrise Morningstar	Downtown Revitalization	Regulatory Plan	State Operationing Grants
$ -	$ -	$ -	$ -
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
80,961	22,724	192	-
-	-	-	-
190,186	-	-	-
-	400	50,000	65,000
271,147	23,124	50,192	65,000
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	65,000
-	21,276	-	-
-	-	-	-
-	21,276	-	65,000
271,147	1,848	50,192	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
271,147	1,848	50,192	-
5,687	426,708	-	-
$ 276,834	$ 428,556	$ 50,192	$ -

City of Las Cruces

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

For the Year Ended June 30, 2007

	Capital		
	Public Parks	Street Improvement	Airport Improvement
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	-
Fees and fines	-	-	-
Investment income (loss)	113,491	207,913	92,874
Licenses and permits	368,298	-	-
Intergovernmental	1,361,198	1,974,712	37,892
Other	-	-	-
Total revenues	1,842,987	2,182,625	130,766
Expenditures			
Current			
General government	13,000	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	-	-	29,998
Capital outlay	1,461,379	2,095,399	1,547,469
Debt service			
Interest and other charges	-	74,891	-
Total expenditures	1,474,379	2,170,290	1,577,467
Revenues over (under) expenditures	368,608	12,335	(1,446,701)
Other Financing Sources (Uses)			
Issuance of debt	-	9,074,891	-
Transfers in	-	23,812	887,880
Transfers out	-	-	-
Total other financing sources (uses)	-	9,098,703	887,880
Net change in fund balances	368,608	9,111,038	(558,821)
Fund balances, beginning of year	1,926,890	53,668	1,125,786
Fund balances, end of year	$ 2,295,498	$ 9,164,706	$ 566,965

Projects Fund					
Sales Tax-Street Maintenance	Flood Control	Capital Improvement Reserve	Legislative Capital Improvements	State Capital Improvements
$ 6,266,621	$ -	$ -	$ -	$ -
4,277	2,667,626	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
133,704	121,878	94,050	-	-
-	-	-	-	-
-	-	-	63,287	443,506
352,153	1,064,922	-	-	-
6,756,755	3,854,426	94,050	63,287	443,506
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
173,562	26,676	-	-	12,247
4,480,316	1,852,220	289,336	63,287	431,259
-	-	-	-	-
4,653,878	1,878,896	289,336	63,287	443,506
2,102,877	1,975,530	(195,286)	-	-
-	-	-	-	-
20,000	-	600,000	-	-
(2,495,508)	(1,224,838)	-	-	(23,812)
(2,475,508)	(1,224,838)	600,000	-	(23,812)
(372,631)	750,692	404,714	-	(23,812)
2,796,229	2,036,745	1,549,203	-	11,564
$ 2,423,598	$ 2,787,437	$ 1,953,917	$ -	$ (12,248)

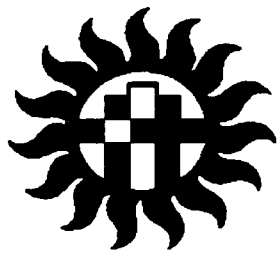
City of Las Cruces

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

For the Year Ended June 30, 2007

	EDA West Mesa Industrial Park Fund	1999 Sales Tax Street Projects Series A	Capital 2003 Sales Tax Facilities and Parks
Revenues			
Taxes			
Gross receipts	$ -	$ -	$ -
Property	-	-	-
Lodgers	-	-	-
State-shared	-	-	-
Charges for services	-	-	114,662
Fees and fines	-	-	-
Investment income (loss)	6,074	13,014	43,689
Licenses and permits	-	-	-
Intergovernmental	-	-	-
Other	1,426,572	-	-
Total revenues	1,432,646	13,014	158,351
Expenditures			
Current			
General government	-	-	-
Police	-	-	-
Fire	-	-	-
Community development	-	-	-
Public services	-	-	-
Public works	41,463	7,000	-
Capital outlay	106,131	300,838	817,422
Debt service			
Interest and other charges	-	-	-
Total expenditures	147,594	307,838	817,422
Revenues over (under) expenditures	1,285,052	(294,824)	(659,071)
Other Financing Sources (Uses)			
Issuance of debt	-	-	-
Transfers in	-	-	-
Transfers out	(1,038,027)	-	-
Total other financing sources (uses)	(1,038,027)	-	-
Net change in fund balances	247,025	(294,824)	(659,071)
Fund balances, beginning of year	90,667	294,732	1,183,904
Fund balances, end of year	$ 337,692	$ (92)	$ 524,833

Projects Fund			
NMFA Loans-Equipment Acquisition	2003 Sales Tax Street Lights	2005 GRT Public Improvements	Total
$ -	$ -	$ -	$ 11,795,556
-	-	-	2,671,903
-	-	-	1,810,831
-	-	-	1,557,035
-	-	-	119,018
-	-	-	1,110,282
38,502	63,408	444,918	1,802,264
-	-	-	386,954
134,453	-	-	8,933,722
-	-	911,131	4,299,881
172,955	63,408	1,356,049	34,487,446
-	-	-	2,719,000
-	-	-	3,261,941
-	-	-	1,413,160
-	-	-	1,930,423
9,746	-	-	3,567,635
-	-	-	1,767,504
2,617,219	343,590	3,736,330	20,807,798
-	-	-	74,891
2,626,965	343,590	3,736,330	35,542,352
(2,454,010)	(280,182)	(2,380,281)	(1,054,906)
2,495,502	-	-	11,570,393
-	-	-	4,859,960
-	-	-	(7,171,462)
2,495,502	-	-	9,258,891
41,492	(280,182)	(2,380,281)	8,203,985
-	1,356,774	10,356,031	30,883,793
$ 41,492	$ 1,076,592	$ 7,975,750	$ 39,087,778



City of Las Cruces

Nonmajor Enterprise Funds

City of Las Cruces

Combining Statement of Net Assets—*Nonmajor Enterprise Funds*

June 30, 2007

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Assets				
Current assets				
Pooled cash and investments	$ 207,714	$ -	$ -	$ 207,714
Accounts receivable, net of allowance for uncollectible accounts	1,998	-	-	1,998
Due from other governments	119,728	-	-	119,728
Total current assets	329,440	-	-	329,440
Noncurrent assets				
Other assets	-	746	-	746
Capital assets	5,634,889	345,729	163,247	6,143,865
Less: accumulated depreciation	(2,972,946)	(85,387)	(58,709)	(3,117,042)
Net capital assets	2,661,943	260,342	104,538	3,026,823
Total noncurrent assets	2,661,943	261,088	104,538	3,027,569
Total assets	2,991,383	261,088	104,538	3,357,009
Liabilities				
Current liabilities				
Accounts and contracts payable	943	-	-	943
Accrued liabilities	48,964	-	-	48,964
Deferred revenue	27,567	-	-	27,567
Current portion of noncurrent liabilities	32,899	-	-	32,899
Total current liabilities	110,373	-	-	110,373
Noncurrent liabilities				
Compensated absences	131,597	-	-	131,597
Total noncurrent liabilities	131,597	-	-	131,597
Total liabilities	241,970	-	-	241,970
Net Assets				
Invested in capital assets, net of related debt	2,661,943	260,342	104,538	3,026,823
Unrestricted	87,470	746	-	88,216
Total net assets	$ 2,749,413	$ 261,088	$ 104,538	$ 3,115,039

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Nonmajor Enterprise Funds*

For the Year Ended June 30, 2007

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Operating Revenues				
Sales/charges	$ 247,043	$ -	$ -	$ 247,043
Other	16,131	-	-	16,131
Total operating revenues	263,174	-	-	263,174
Operating Expenses				
Personnel services	2,399,972	-	-	2,399,972
Supplies	80,823	-	-	80,823
Utilities	20,675	-	-	20,675
Professional services	53,870	-	24,400	78,270
Motor pool charges	321,220	-	-	321,220
Motor fuel	218,664			218,664
Repairs and maintenance	130,065	-	-	130,065
Depreciation and amortization	425,777	6,290	47,374	479,441
Administrative charges from other funds	-	-	-	-
Insurance	27,720	-	-	27,720
Other	81	-	-	81
Total operating expenses	3,678,867	6,290	71,774	3,756,931
Operating income (loss)	(3,415,693)	(6,290)	(71,774)	(3,493,757)
Nonoperating Revenues (Expenses)				
Grants and contributions	1,111,204	-	23,400	1,134,604
Total nonoperating revenue (expenses)	1,111,204	-	23,400	1,134,604
Income (loss) before transfers	(2,304,489)	(6,290)	(48,374)	(2,359,153)
Transfers in (out)	2,149,577	145,730	1,000	2,296,307
Increase in fund net assets	(154,912)	139,440	(47,374)	(62,846)
Net assets, beginning of year	2,904,325	121,648	151,912	3,177,885
Total net assets, end of year	$ 2,749,413	$ 261,088	$ 104,538	$ 3,115,039

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds*

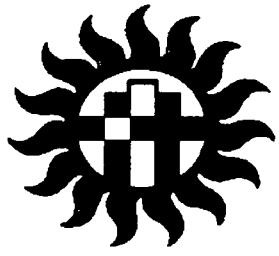
For the Year Ended June 30, 2007

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Cash flows from operating activities				
Cash received from customers	$ 245,806	$ -	$ -	$ 245,806
Cash paid to suppliers	(853,581)	-	(24,400)	(877,981)
Cash paid to employees	(2,336,317)	-	-	(2,336,317)
Internal activity—payments to other funds	(411,536)	-	(23,165)	(434,701)
Other receipts	16,131	-	-	16,131
Net cash used by operating activities	(3,339,497)	-	(47,565)	(3,387,062)
Cash flows from noncapital financing activities				
Grants and contributions	1,397,634	-	126,961	1,524,595
Transfers in	2,149,577	-	1,000	2,150,577
Net cash provided by noncapital financing activities	3,547,211	-	127,961	3,675,172
Cash flows from capital financing activities				
Sale (purchase) of capital assets	-	-	(80,396)	(80,396)
Net cash used by capital financing activities	-	-	(80,396)	(80,396)
Cash flows from investing activities				
Net increase (decrease) in pooled cash and investments	207,714	-	-	207,714
Pooled cash and investments, beginning of year	-	-	-	-
Pooled cash and investments, end of year	$ 207,714	$ -	$ -	$ 207,714

City of Las Cruces

Combining Statement of Cash Flows—*Nonmajor Enterprise Funds* — continued
For the Year Ended June 30, 2007

	Transit	Alternative Fuel Station	Clean Community Commission	Totals
Reconciliation of operating income to net cash used by operating activities				
Operating loss	$ (3,415,693)	$ (6,290)	$ (71,774)	$ (3,493,757)
Adjustments to reconcile operating income to net cash provided by operating activities				
Depreciation and amortization	425,777	6,290	47,374	479,441
Change in assets and liabilities				
Accounts receivable	(1,237)	-	-	(1,237)
Due from/ (to) other funds	(411,536)	-	(23,165)	(434,701)
Deferred revenue	27,567	-	-	27,567
Accounts and contracts payable	(463)	-	-	(463)
Wages payable and accrued liabilities	36,088	-	-	36,088
Total adjustments	76,196	6,290	24,209	106,695
Net cash used by operating activities	$ (3,339,497)	$ -	$ (47,565)	$ (3,387,062)



City of Las Cruces

Internal Service Funds

City of Las Cruces

Combining Statement of Net Assets—*Internal Service Funds*

June 30, 2007

	Internal Services	Self Insurance	Totals
Assets			
Current assets			
Pooled cash and investments	$ 1,448,707	$ 7,998,823	$ 9,447,530
Accounts receivable, net of allowance for uncollectible accounts	330,410	3,790	334,200
Inventories	516,702	-	516,702
Total current assets	2,295,819	8,002,613	10,298,432
Capital assets	9,476,032	40,110	9,516,142
Less accumulated depreciation	(7,565,737)	(35,846)	(7,601,583)
Capital assets, net	1,910,295	4,264	1,914,559
Total assets	4,206,114	8,006,877	12,212,991
Liabilities			
Current liabilities			
Accounts and contracts payable	248,964	239,944	488,908
Accrued liabilities	64,140	1,994	66,134
Current portion of noncurrent liabilities	50,953	1,581,638	1,632,591
Total current liabilities	364,057	1,823,576	2,187,633
Noncurrent liabilities			
Compensated absences	203,813	2,962	206,775
Estimated liability for insurance claims	-	4,247,037	4,247,037
Total noncurrent liabilities	203,813	4,249,999	4,453,812
Total liabilities	567,870	6,073,575	6,641,445
Net Assets			
Invested in capital assets, net of related debt	1,910,295	4,264	1,914,559
Unrestricted	1,727,949	1,929,038	3,656,987
Total net assets	$ 3,638,244	$ 1,933,302	$ 5,571,546

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds*

For the Year Ended June 30, 2007

	Internal Services	Self Insurance	Totals
Operating Revenues			
Motor pool charges	$ 8,571,447	$ -	$ 8,571,447
Maintenance charges	-	-	-
Management information service fees	336,254	-	336,254
Communication information service fees	-	-	-
Rental charges and other	137,089	577,154	714,243
Charges for insurance	-	2,175,993	2,175,993
Total operating revenues	9,044,790	2,753,147	11,797,937
Cost of services	1,980,624	-	1,980,624
Gross margin	7,064,166	2,753,147	9,817,313
Operating Expenses			
Personnel services	3,161,215	60,420	3,221,635
Supplies	2,930,208	4,140	2,934,348
Utilities	303,569	766	304,335
Professional services	130,093	282,456	412,549
Customer service	-	-	-
Repairs and maintenance	557,461	-	557,461
Rent	188,180	-	188,180
Depreciation	611,602	1,107	612,709
Claims and judgments	-	2,875,096	2,875,096
Insurance	142,375	-	142,375
Other	45,245	255	45,500
Total operating expenses	8,069,948	3,224,240	11,294,188
Operating income (loss)	(1,005,782)	(471,093)	(1,476,875)

City of Las Cruces

Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—*Internal Service Funds* — continued
For the Year Ended June 30, 2007

	Internal Services	Self Insurance	Totals
Nonoperating Revenues (Expenses)			
Investment income	85,048	357,964	443,012
Grants and contributions	13,905	-	13,905
Total nonoperating revenue (expenses)	98,953	357,964	456,917
Income (loss) before transfers	(906,829)	(113,129)	(1,019,958)
Transfers in	742,000	763,421	1,505,421
Increase (decrease) in fund net assets	(164,829)	650,292	485,463
Net assets, beginning of year	3,803,073	1,283,010	5,086,083
Net assets, end of year	$ 3,638,244	$ 1,933,302	$ 5,571,546

City of Las Cruces

Combining Statement of Cash Flows—*Internal Service Funds*

For the Year Ended June 30, 2007

	Internal Services	Self Insurance	Totals
Cash flows from operating activities			
Cash received from customers (including other funds)	$ 8,757,180	$ 2,789,407	$ 11,546,587
Cash paid to suppliers	(6,192,249)	(108,093)	(6,300,342)
Cash paid to employees	(3,191,613)	(132,067)	(3,323,680)
Internal activity—receipts from other funds	-	304,170	304,170
Claims paid	-	(2,348,548)	(2,348,548)
Net cash provided (used) by operating activities	(626,682)	504,869	(121,813)
Cash flows from noncapital financing activities			
Grants and contributions	30,665	-	30,665
Transfers in	742,000	763,421	1,505,421
Net cash provided (used) by noncapital financing activities	772,665	763,421	1,536,086
Cash flows from capital and related financing activities			
Purchase of capital assets	(729,295)	-	(729,295)
Net cash used by capital and related financing activities	(729,295)	-	(729,295)
Cash flows from investing activities			
Interest received	85,048	357,964	443,012
Net cash provided by investing activities	85,048	357,964	443,012
Net increase (decrease) in cash and cash equivalents	(498,264)	1,626,254	1,127,990
Cash and cash equivalents, beginning of year	1,946,971	6,372,569	8,319,540
Cash and cash equivalents, end of year	$ 1,448,707	$ 7,998,823	$ 9,447,530

City of Las Cruces

Combining Statement of Cash Flows—*Internal Service Funds* — continued
For the Year Ended June 30, 2007

	Internal Services	Self Insurance	Totals
Reconciliation of operating income to net cash provided (used) by operating activities			
Operating income (loss)	$ (1,005,782)	$ (471,093)	$ (1,476,875)
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	611,602	1,107	612,709
Change in assets and liabilities			
Accounts receivables	(287,610)	36,260	(251,350)
Due from/(to) other funds	-	304,170	304,170
Due from governmental agencies	(28,229)	-	(28,229)
Accounts and contracts payable	113,735	239,944	353,679
Estimated liability for insurance claims	-	526,548	526,548
Wages payable and accrued liabilities	(30,398)	(132,067)	(162,465)
Total adjustments	379,100	975,962	1,355,062
Net cash provided (used) by operating activities	$ (626,682)	$ 504,869	$ (121,813)

Agency Fund

City of Las Cruces
Schedule of Changes in Assets and Liabilities
Agency Fund
June 30, 2007

	Balance June 30, 2006	Additions	Deductions	Balance June 30, 2007
Mesilla Valley Regional Dispatch Authority				
Assets				
Accounts receivable	$ 743	$ 33,983	$ 23,815	$ 10,911
Receivable from other governments	2,306	1,516,763	1,452,364	66,705
Total assets	$ 3,049	$ 1,550,746	$ 1,476,179	$ 77,616
Liabilities				
Due to fiscal agent	$ 132,232	$ 2,676,971	$ 2,651,220	$ 157,983
Accounts and contracts payable	1,138	623,784	624,108	814
Accrued wages payable	100,585	723,234	718,793	105,026
Funds held for others	(230,906)	2,855,950	2,811,251	(186,207)
Total liabilities	$ 3,049	$ 6,879,939	$ 6,805,372	$ 77,616
Metro Narcotics Fund				
Assets				
Pooled cash and investments	$ 1,225,129	$ 1,381,948	$ 1,605,041	$ 1,002,036
Accounts receivable	-	155,000	155,000	-
Receivable from other governments	112,637	903,484	823,577	192,544
Total assets	$ 1,337,766	$ 2,440,432	$ 2,583,618	$ 1,194,580
Liabilities				
Accounts and contracts payable	$ 913	$ 1,168,685	$ 1,149,908	$ 19,690
Accrued wages payable	49,190	40,473	51,354	38,309
Funds held for others	1,287,663	1,266,228	1,417,310	1,136,581
Total liabilities	$ 1,337,766	$ 2,475,386	$ 2,618,572	$ 1,194,580
Lower Rio Grande Water Users Organization				
Assets				
Pooled cash and investments	$ (8,723)	$ -	$ -	$ (8,723)
Accounts receivable	13,224	-	13,224	-
Receivable from other governments	4,858	17,043	6,831	15,070
Total assets	$ 9,359	$ 17,043	$ 20,055	$ 6,347
Liabilities				
Due to fiscal agent	$ -	$ 22,865	$ 16,584	$ 6,281
Accounts and contracts payable	-	16,875	16,875	-
Funds held for others	9,359	18,429	27,722	66
Total liabilities	$ 9,359	$ 58,169	$ 61,181	$ 6,347

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Fund
June 30, 2007

	Balance June 30, 2006	Additions	Deductions	Balance June 30, 2007
Branigan Estate Fund				
Assets				
Pooled cash and investments	$ 2,632,275	$ 149,810	$ 54,894	$ 2,727,191
Total assets	$ 2,632,275	$ 149,810	$ 54,894	$ 2,727,191
Liabilities				
Accounts and contracts payable	$ -	$ 53,901	$ 53,901	$ -
Funds held for others	2,632,275	142,592	47,676	2,727,191
Total liabilities	$ 2,632,275	$ 196,493	$ 101,577	$ 2,727,191
Gifts and Memorials Fund				
Assets				
Pooled cash and investments	$ 90,055	$ 73,512	$ 35,656	$ 127,911
Accounts receivable	-	11,300	10,800	500
Total assets	$ 90,055	$ 84,812	$ 46,456	$ 128,411
Liabilities				
Accounts and contracts payable	$ 137	$ 21,025	$ 21,162	$ -
Funds held for others	89,918	73,545	35,052	128,411
Total liabilities	$ 90,055	$ 94,570	$ 56,214	$ 128,411
Mesilla Valley Safety Council				
Assets				
Pooled cash and investments	$ (353)	$ 78,651	$ 55,325	$ 22,973
Receivable from other governments	76,379	46,167	76,379	46,167
Total assets	$ 76,026	$ 124,818	$ 131,704	$ 69,140
Liabilities				
Accounts and contracts payable	$ 30,125	$ 76,792	$ 83,679	$ 23,238
Funds held for others	45,901	46,167	46,166	45,902
Total liabilities	$ 76,026	$ 122,959	$ 129,845	$ 69,140
Employee Benefits Committee				
Assets				
Pooled cash and investments	$ 2,026	$ 11,961	$ 13,987	$ -
Total assets	$ 2,026	$ 11,961	$ 13,987	$ -
Liabilities				
Due to fiscal agent	$ -	$ 200	$ -	$ 200
Accounts and contracts payable	-	11,615	11,615	-
Funds held for others	2,026	10,263	12,489	(200)
Total liabilities	$ 2,026	$ 22,078	$ 24,104	$ -

City of Las Cruces
Schedule of Changes in Assets and Liabilities — continued
Agency Fund
June 30, 2007

	Balance June 30, 2006	Additions	Deductions	Balance June 30, 2007
Veteran's Museum				
Assets				
Pooled cash and investments	$ 150	$ -	$ -	$ 150
Total assets	$ 150	$ -	$ -	$ 150
Liabilities				
Funds held for others	$ 150	$ -	$ -	$ 150
Total liabilities	$ 150	$ -	$ -	$ 150
Veteran's Memorial Wall				
Assets				
Pooled cash and investments	$ 24,434	$ 37,675	$ 52,251	$ 9,858
Total assets	$ 24,434	$ 37,675	$ 52,251	$ 9,858
Liabilities				
Accounts and contracts payable	$ -	$ 52,251	$ 52,251	$ -
Funds held for others	24,434	11,550	26,126	9,858
Total liabilities	$ 24,434	$ 63,801	$ 78,377	$ 9,858
RGNGA				
Assets				
Pooled cash and investments	$ 3,612,291	$ 13,890,081	$ 14,302,603	$ 3,199,769
Total assets	$ 3,612,291	$ 13,890,081	$ 14,302,603	$ 3,199,769
Liabilities				
Funds held for others	$ 3,612,291	$ 13,890,081	$ 14,302,603	$ 3,199,769
Total liabilities	$ 3,612,291	$ 13,890,081	$ 14,302,603	$ 3,199,769
Total – All Fiduciary Funds				
Assets				
Pooled cash and investments	$ 7,577,284	$ 15,623,638	$ 16,119,757	$ 7,081,165
Accounts receivable	13,967	200,283	202,839	11,411
Receivable from other governments	196,180	2,483,457	2,359,151	320,486
Total assets	$ 7,787,431	$ 18,307,378	$ 18,681,747	$ 7,413,062
Liabilities				
Due to fiscal agent	$ 132,232	$ 2,700,036	$ 2,667,804	$ 164,464
Accounts and contracts payable	32,313	2,024,928	2,013,499	43,742
Accrued wages payable	149,775	763,707	770,147	143,335
Funds held for others	7,473,111	18,314,805	18,726,395	7,061,521
Total liabilities	$ 7,787,431	$ 23,803,476	$ 24,177,845	$ 7,413,062

City of Las Cruces

Budgetary Comparison Schedules

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

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

Debt Service Fund
- Debt Service Fund

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

Capital Projects Fund
- 2005 GRT City Hall Fund

2005 Gross Receipts Tax City Hall Fund: To provide for the design and construction of a new City Hall facility. Funding is the 2005 Sales Tax Bond.

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Debt Service Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 117,000	$ 142,000	**$ 291,634**	$ 149,634	$ 83,981
Other	1,032,772	1,032,772	**840,666**	(192,106)	1,968,599
Total revenues	1,149,772	1,174,772	**1,132,300**	(42,472)	2,052,580
Expenditures					
Current					
General government	300	300	-	300	46,397
Debt service					
Principal	5,260,000	5,628,623	**5,628,623**	-	6,206,351
Interest	2,791,585	3,021,761	**3,021,761**	-	2,651,263
Total expenditures	8,051,885	8,650,684	**8,650,384**	300	8,904,011
Revenues over (under) expenditures	(6,902,113)	(7,475,912)	**(7,518,084)**	(42,172)	(6,851,431)
Other Financing Sources (Uses)					
Issuance of debt	-	1,097,083	**1,097,083**	-	-
Transfers in	5,884,895	7,369,861	**6,956,760**	(413,101)	6,518,792
Total other financing sources (uses)	5,884,895	8,466,944	**8,053,843**	(413,101)	6,518,792
Net change in fund balance	(1,017,218)	991,032	**535,759**	(455,273)	(332,639)
Fund balance, beginning of year	3,117,631	3,117,631	**3,117,631**	-	3,450,270
Fund balance, end of year	$ 2,100,413	$ 4,108,663	**$ 3,653,390**	$ (455,273)	$ 3,117,631

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Capital Projects—2005 GRT City Hall

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 850,000	$ 850,000	**$ 1,056,297**	$ 206,297	$ 766,592
Total revenues	850,000	850,000	**1,056,297**	206,297	766,592
Expenditures					
Current					
Public works	-	-	-	-	425
Capital outlay	23,100,898	23,100,898	**756,621**	22,344,277	410,313
Debt service					
Bond issuance costs	-	-	-	-	344,599
Total expenditures	23,100,898	23,100,898	**756,621**	22,344,277	755,337
Revenues over (under) expenditures	(22,250,898)	(22,250,898)	**299,676**	22,550,574	11,255
Other Financing Sources (Uses)					
Issuance of debt	-	-	-	-	23,000,000
Debt premiums (discounts)	-	-	-	-	(92,312)
Total other financing sources (uses)	-	-	-	-	22,907,688
Net change in fund balance	(22,250,898)	(22,250,898)	**299,676**	22,550,574	22,918,943
Fund balance, beginning of year	22,918,943	22,918,943	**22,918,943**	-	-
Fund balance, end of year	$ 668,045	$ 668,045	**$ 23,218,619**	$ 22,550,574	$ 22,918,943

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

Special Revenue Funds

- Community Development Block Grant
- Court Awarded Funds
- MPO Urban Transportation
- Fire
- Police Protection
- Emergency Medical Services
- Traffic Safety
- Court Automation
- Prisoner Care
- Juvenile Recreation
- Lodgers' Tax and LCCVB
- DWI Prevention
- Judicial Education
- Environmental Gross Receipts Tax
- Health Care Services from MMC Lease
- Legislative Equipment Grants
- Gas Tax Street Maintenance
- Public Safety Gross Receipts Tax
- Keep Las Cruces Beautiful
- Older Americans Act Programs
- Cash in Lieu of Commodities
- RSVP
- Children, Youth, and Families
- Senior Employment Program
- State Library Resources Grant
- Street Maintenance Operations
- Flood Control Operations
- Special Projects–Northrise/Morningstar
- Downtown Revitalization
- Regulatory Plan
- State Operations Grant

Capital Projects Funds

- Public Parks Development
- Street Improvement
- Airport Improvement
- Sales Tax–Street Maintenance
- Flood Control
- Capital Improvement Reserve
- Legislative Capital Improvements
- State Capital Improvements
- EDA West Mesa Industrial Park Fund
- 1999 Sales Tax Street Projects Series A
- 2003 Sales Tax Facilities and Parks
- NMFA Loans–Equipment Acquisition
- 2003 Sales Tax Street Lights
- 2005 Gross Receipts Tax Public Improvements

Special Revenue Funds

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

Community Development Block Grant: To provide for the operation and installation of paving projects, sidewalks, park development, home rehabilitation, and social projects. Funding is from HUD, housing loan and interest repayment, and performance bond payments. PL 93-383 Title I, Housing and Community Development Act of 1974 requires that this grant be used for this purpose.

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

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

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

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

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

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

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

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

Special Revenue Funds
— continued —

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

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

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

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

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

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

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

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

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

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

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

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

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

Children, Youth, and Families: To provide home care services to person 18 years of age or older who have been referred as a result of a report of adult abuse, neglect, or exploitation. Funding is from the State of New Mexico Children, Youth and Families Department, Protective Services Division.

Senior Employment Program: To provide training for low-income persons age 55 years and older for placement in non-governmental agencies. The program is funded by a state grant, administered by the Non-metro Area Agency on Aging.

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

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

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

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

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

Regional Planning Project: To account for the receipt of state funds provided to develop a long-range regional plan (Vision 2040), in cooperation with Dona Ana County and New Mexico State University.

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

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Community Development Block Grant Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Charges for services	$ 10,000	$ 21,000	**$ 4,356**	$ (16,644)	$ 3,094
Investment income	19,500	19,500	**23,257**	3,757	26,306
Other	126,266	23,100	**47,926**	24,826	1,813
Intergovernmental	3,632,490	4,105,145	**1,705,726**	(2,399,419)	2,585,406
Total revenues	3,788,256	4,168,745	**1,781,265**	(2,387,480)	2,616,619
Expenditures					
Current					
Community development	3,090,391	3,370,824	**1,679,868**	1,690,956	2,350,102
Capital outlay	510,466	879,249	**276,298**	602,951	524,025
Total expenditures	3,600,857	4,250,073	**1,956,166**	2,293,907	2,874,127
Net change in fund balance	187,399	(81,328)	**(174,901)**	(93,573)	(257,508)
Fund balance, beginning of year	1,756,735	1,756,735	**1,756,735**	-	2,014,243
Fund balance, end of year	$ 1,944,134	$ 1,675,407	**$ 1,581,834**	$ (93,573)	$ 1,756,735

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Court Awarded Funds

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 15,000	$ 527,840	**$ 527,840**	$ -	$ 30,342
Investment income	-	-	**14,864**	14,864	570
Total revenues	15,000	527,840	**542,704**	14,864	30,912
Expenditures					
Current					
Police	22,000	-	**54,679**	(54,679)	3,819
Capital outlay	-	527,840	-	527,840	19,064
Total expenditures	22,000	527,840	**54,679**	473,161	22,883
Net change in fund balance	(7,000)	-	**488,025**	488,025	8,029
Fund balance, beginning of year	13,952	13,952	**13,952**	-	5,923
Fund balance, end of year	$ 6,952	$ 13,952	**$ 501,977**	$ 488,025	$ 13,952

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

MPO Urban Transportation Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Fees and fines	$ -	$ -	$ **650**	$ 650	$ -
Investment income (loss)	-	-	**(1,784)**	(1,784)	(677)
Intergovernmental	286,645	286,645	**190,462**	(96,183)	141,493
Other	-	-	**571**	571	-
Total revenues	286,645	286,645	**189,899**	(96,746)	140,816
Expenditures					
Current					
Community development	343,391	343,391	**250,230**	93,161	249,176
Revenues over (under) expenditures	(56,746)	(56,746)	**(60,331)**	(3,585)	(108,360)
Other Financing Sources (Uses)					
Transfers in	125,000	125,000	**125,000**	-	125,100
Total other financing sources (uses)	125,000	125,000	**125,000**	-	125,100
Net change in fund balance	68,254	68,254	**64,669**	(3,585)	16,740
Fund balance, beginning of year	66,580	66,580	**66,580**	-	49,840
Fund balance, end of year	$ 134,834	$ 134,834	$ **131,249**	$ (3,585)	$ 66,580

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Fire Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 7,000	$ 7,000	**$ 29,288**	$ 22,288	$ 10,160
Other	-	1,978	**34,253**	32,275	-
Intergovernmental	310,907	424,690	**421,673**	(3,017)	319,431
Total revenues	317,907	433,668	**485,214**	51,546	329,591
Expenditures					
Current					
Fire	322,894	584,862	**382,175**	202,687	226,657
Capital outlay	116,094	100,864	**60,069**	40,795	-
Total expenditures	438,988	685,726	**442,244**	243,482	226,657
Other Financing Sources (Uses)					
Transfers in	-	-	-	-	3,653
Total other financing sources (uses)	-	-	-	-	3,653
Net change in fund balance	(121,081)	(252,058)	**42,970**	295,028	106,587
Fund balance, beginning of year	252,057	252,057	**252,057**	-	145,470
Fund balance, end of year	$ 130,976	$ (1)	**$ 295,027**	$ 295,028	$ 252,057

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Police Protection Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 2,687	$ 2,687	$ **4,547**	$ 1,860	$ 2,502
Other	67,000	64,000	**76,506**	12,506	68,778
Intergovernmental	1,988,921	2,505,375	**663,578**	(1,841,797)	986,332
Total revenues	2,058,608	2,572,062	**744,631**	(1,827,431)	1,057,612
Expenditures					
Current					
Police	1,085,907	1,341,470	**857,114**	484,356	1,015,996
Capital outlay	1,128,000	1,404,794	**39,753**	1,365,041	9,369
Total expenditures	2,213,907	2,746,264	**896,867**	1,849,397	1,025,365
Revenues over (under) expenditures	(155,299)	(174,202)	**(152,236)**	21,966	32,247
Other Financing Sources (Uses)					
Transfers in	13,100	29,744	**12,026**	(17,718)	186,069
Total other financing sources (uses)	13,100	29,744	**12,026**	(17,718)	186,069
Net change in fund balance	(142,199)	(144,458)	**(140,210)**	4,248	218,316
Fund balance, beginning of year	254,496	254,496	**254,496**	-	36,180
Fund balance, end of year	$ 112,297	$ 110,038	$ **114,286**	$ 4,248	$ 254,496

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Emergency Medical Services Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 500	$ 500	**$ 1,875**	$ 1,375	$ 1,066
Intergovernmental	30,030	30,030	**20,000**	(10,030)	30,030
Total revenues	30,530	30,530	**21,875**	(8,655)	31,096
Expenditures					
Current					
Fire	20,000	28,800	**23,530**	5,270	12,020
Capital outlay	-	36,200	**16,995**	19,205	-
Total expenditures	20,000	65,000	**40,525**	24,475	12,020
Net change in fund balance	10,530	(34,470)	**(18,650)**	15,820	19,076
Fund balance, beginning of year	34,590	34,590	**34,590**	-	15,514
Fund balance, end of year	$ 45,120	$ 120	**$ 15,940**	$ 15,820	$ 34,590

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Traffic Safety

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 30,314	$ 30,314	**$ 44,876**	$ 14,562	$ 48,217
Investment income	1,229	1,229	**3,351**	2,122	1,183
Other	-	-	**160,980**	160,980	-
Total revenues	31,543	31,543	**209,207**	177,664	49,400
Expenditures					
Current					
Police	13,313	13,313	**13,635**	(322)	16,816
Capital outlay	43,860	43,860	**174,180**	(130,320)	34,938
Total expenditures	57,173	57,173	**187,815**	(130,642)	51,754
Net change in fund balance	(25,630)	(25,630)	**21,392**	47,022	(2,354)
Fund balance, beginning of year	51,242	51,242	**51,242**	-	53,596
Fund balance, end of year	$ 25,612	$ 25,612	**$ 72,634**	$ 47,022	$ 51,242

City of Las Cruces
Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual
Court Automation Fund
For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 135,000	$ 135,000	**$ 151,995**	$ 16,995	$ 166,393
Investment income	4,000	4,000	**14,004**	10,004	6,911
Other	15,000	15,000	**2,438**	(12,562)	-
Total revenues	154,000	154,000	**168,437**	14,437	173,304
Expenditures					
Current					
General government	292,829	292,829	**142,785**	150,044	160,482
Capital outlay	-	-	**-**	-	-
Total expenditures	292,829	292,829	**142,785**	150,044	160,482
Net change in fund balance	(138,829)	(138,829)	**25,652**	164,481	12,822
Fund balance, beginning of year	267,443	267,443	**267,443**	-	254,621
Fund balance, end of year	$ 128,614	$ 128,614	**$ 293,095**	$ 164,481	$ 267,443

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Prisoner Care Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 275,000	$ 275,000	**$ 309,771**	$ 34,771	$ 325,967
Investment income	10,000	10,000	**43,901**	33,901	9,773
Total revenues	285,000	285,000	**353,672**	68,672	335,740
Expenditures					
Current					
General government	1,315,000	1,315,000	**1,478,073**	(163,073)	1,602,439
Police	400,000	400,000	**114,103**	285,897	174,577
Total expenditures	1,715,000	1,715,000	**1,592,176**	122,824	1,777,016
Revenues over (under) expenditures	(1,430,000)	(1,430,000)	**(1,238,504)**	191,496	(1,441,276)
Other Financing Sources (Uses)					
Transfers in	1,450,000	1,450,000	**1,450,000**	-	1,700,000
Total other financing sources (uses)	1,450,000	1,450,000	**1,450,000**	-	1,700,000
Net change in fund balance	20,000	20,000	**211,496**	191,496	258,724
Fund balance, beginning of year	300,543	300,543	**300,543**	-	41,819
Fund balance, end of year	$ 320,543	$ 320,543	**$ 512,039**	$ 191,496	$ 300,543

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Juvenile Recreation

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
State-shared taxes	$ 35,000	$ 35,000	**$ 51,021**	$ 16,021	$ 38,752
Investment income	-	-	**2,032**	2,032	921
Total revenues	35,000	35,000	**53,053**	18,053	39,673
Expenditures					
Current					
Public services	24,700	45,916	**36,777**	9,139	14,422
Capital outlay	23,987	2,771	-	2,771	27,840
Total expenditures	48,687	48,687	**36,777**	11,910	42,262
Net change in fund balance	(13,687)	(13,687)	**16,276**	29,963	(2,589)
Fund balance, beginning of year	23,321	23,321	**23,321**	-	25,910
Fund balance, end of year	$ 9,634	$ 9,634	**$ 39,597**	$ 29,963	$ 23,321

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Lodgers' Tax & LCCVB Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Lodgers' tax	$ 1,379,900	$ 1,468,451	**$ 1,810,831**	$ 342,380	$ 1,426,424
Total local taxes	1,379,900	1,468,451	**1,810,831**	342,380	1,426,424
Investment income	45,500	45,500	**160,330**	114,830	72,540
Licenses and permits	12,000	12,000	**18,656**	6,656	15,707
Other	49,160	92,432	**107,029**	14,597	55,596
Intergovernmental	-	-	**-**	-	20,000
Total revenues	1,486,560	1,618,383	**2,096,846**	478,463	1,590,267
Expenditures					
Current					
Public services	1,513,673	1,672,597	**1,335,818**	336,779	1,037,541
Capital outlay	1,500	56,598	**44,054**	12,544	55,976
Total expenditures	1,515,173	1,729,195	**1,379,872**	349,323	1,093,517
Revenues over (under) expenditures	(28,613)	(110,812)	**716,974**	827,786	496,750
Other Financing Sources (Uses)					
Transfers in	(50,998)	(53,212)	**(60,727)**	(7,515)	(52,142)
Total other financing sources (uses)	(50,998)	(53,212)	**(60,727)**	(7,515)	(52,142)
Net change in fund balance	(79,611)	(164,024)	**656,247**	820,271	444,608
Fund balance, beginning of year	2,812,958	2,812,958	**2,812,958**	-	2,368,350
Fund balance, end of year	$ 2,733,347	$ 2,648,934	**$ 3,469,205**	$ 820,271	$ 2,812,958

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

DWI Prevention Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 39,000	$ 54,510	**$ 47,198**	$ (7,312)	$ 53,555
Investment income	1,000	1,000	**3,138**	2,138	1,763
Total revenues	40,000	55,510	**50,336**	(5,174)	55,318
Expenditures					
Current					
Police	39,000	64,000	**60,895**	3,105	49,152
Total expenditures	39,000	64,000	**60,895**	3,105	49,152
Net change in fund balance	1,000	(8,490)	**(10,559)**	(2,069)	6,166
Fund balance, beginning of year	8,491	8,491	**8,491**	-	2,325
Fund balance, end of year	$ 9,491	$ 1	**$ (2,068)**	$ (2,069)	$ 8,491

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Judicial Education

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Fees and fines	$ 30,000	$ 34,000	**$ 27,952**	$ (6,048)	$ 24,728
Total revenues	30,000	34,000	**27,952**	(6,048)	24,728
Expenditures					
Current					
General government	30,000	30,000	**27,546**	2,454	28,875
Total expenditures	30,000	30,000	**27,546**	2,454	28,875
Net change in fund balance	-	4,000	**406**	(3,594)	(4,147)
Fund balance, beginning of year	(3,652)	(3,652)	**(3,652)**	-	495
Fund balance, end of year	$ (3,652)	$ 348	**$ (3,246)**	$ (3,594)	$ (3,652)

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Environmental Gross Receipts Tax Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ 2,184,312	$ 2,413,223	**$ 2,400,513**	$ (12,710)	$ 1,444,746
Total local taxes	2,184,312	2,413,223	**2,400,513**	(12,710)	1,444,746
Intergovernmental	-	-	**-**	-	716,892
Total revenues	2,184,312	2,413,223	**2,400,513**	(12,710)	2,161,638
Expenditures					
Current					
General government	692,000	902,000	**877,351**	24,649	756,090
Total expenditures	692,000	902,000	**877,351**	24,649	756,090
Revenues over (under) expenditures	1,492,312	1,511,223	**1,523,162**	11,939	1,405,548
Other Financing Sources (Uses)					
Transfers in	(1,730,012)	(1,730,012)	**(1,525,133)**	204,879	(1,361,061)
Total other financing sources (uses)	(1,730,012)	(1,730,012)	**(1,525,133)**	204,879	(1,361,061)
Net change in fund balance	(237,700)	(218,789)	**(1,971)**	216,818	44,487
Fund balance, beginning of year	263,081	263,081	**263,081**	-	218,594
Fund balance, end of year	$ 25,381	$ 44,292	**$ 261,110**	$ 216,818	$ 263,081

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Health Care Services From MMC Lease Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 13,778	$ 13,778	**$ 17,181**	$ 3,403	$ 12,741
Total revenues	13,778	13,778	**17,181**	3,403	12,741
Expenditures					
Current					
General government	159,612	179,612	**179,612**	-	92,000
Total expenditures	159,612	179,612	**179,612**	-	92,000
Net change in fund balance	(145,834)	(165,834)	**(162,431)**	3,403	(79,259)
Fund balance, beginning of year	378,066	378,066	**378,066**	-	457,325
Fund balance, end of year	$ 232,232	$ 212,232	**$ 215,635**	$ 3,403	$ 378,066

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Legislative Equipment Grants

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Capital grants and contributions	$ -	$ 99,399	$ 633	$ (98,766)	$ 361,307
Total revenues	-	99,399	633	(98,766)	361,307
Expenditures					
Current					
General government	-	-	633	(633)	156,880
Capital outlay	-	99,399	-	99,399	204,427
Total expenditures	-	99,399	633	98,766	361,307
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Gas Tax Street Maintenance Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
State-shared taxes	$ 1,440,000	$ 1,440,000	**$ 1,506,014**	$ 66,014	$ 1,494,409
Investment income (loss)	-	-	**(1,017)**	(1,017)	(3,342)
Total revenues	1,440,000	1,440,000	**1,504,997**	64,997	1,491,067
Expenditures					
Current					
Public works	587,213	596,050	**516,976**	79,074	538,614
Capital outlay	180,000	180,000	**-**	180,000	5,997
Total expenditures	767,213	776,050	**516,976**	259,074	544,611
Revenues over (under) expenditures	672,787	663,950	**988,021**	324,071	946,456
Other Financing Sources (Uses)					
Transfers in	(840,000)	(840,000)	**(803,417)**	(36,583)	(840,000)
Total other financing sources (uses)	(840,000)	(840,000)	**(803,417)**	(36,583)	(840,000)
Net change in fund balance	(167,213)	(176,050)	**184,604**	360,654	106,456
Fund balance, beginning of year	233,857	233,857	**233,857**	-	127,401
Fund balance, end of year	$ 66,644	$ 57,807	**$ 418,461**	$ 360,654	$ 233,857

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Public Safety Gross Receipts Tax

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Gross receipts tax	$ 3,038,333	$ 3,095,960	**$ 3,128,422**	$ 32,462	$ 2,883,005
Total revenues	3,038,333	3,095,960	**3,128,422**	32,462	2,883,005
Expenditures					
Current					
Police	1,853,383	1,888,535	**2,106,779**	(218,244)	1,899,651
Fire	1,184,950	1,207,425	**1,007,455**	199,970	908,407
Total expenditures	3,038,333	3,095,960	**3,114,234**	(18,274)	2,808,058
Net change in fund balance	-	-	**14,188**	14,188	74,947
Fund balances, beginning of year	522,815	522,815	**522,815**	-	447,868
Fund balances, end of year	$ 522,815	$ 522,815	**$ 537,003**	$ 14,188	$ 522,815

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Keep Las Cruces Beautiful

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 22,000	$ 25,300	**$ 24,482**	$ (818)	$ 22,212
Total revenues	22,000	25,300	**24,482**	(818)	22,212
Expenditures					
Current					
Police	73,830	77,024	**54,736**	22,288	35,032
Total expenditures	73,830	77,024	**54,736**	22,288	35,032
Revenues over (under) expenditures	(51,830)	(51,724)	**(30,254)**	21,470	(12,820)
Other Financing Sources (Uses)					
Transfers in	30,925	14,384	**14,384**	-	30,925
Total other financing sources (uses)	30,925	14,384	**14,384**	-	30,925
Net change in fund balance	(20,905)	(37,340)	**(15,870)**	21,470	18,105
Fund balance, beginning of year	37,339	37,339	**37,339**	-	19,234
Fund balance, end of year	$ 16,434	$ (1)	**$ 21,469**	$ 21,470	$ 37,339

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Older Americans Act Programs

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Intergovernmental	$ 791,128	$ 688,688	$ **743,193**	$ 54,505	$ 440,464
Charges for services	-	-	-	-	182,021
Total revenues	791,128	688,688	**743,193**	54,505	622,485
Expenditures					
Current					
Public services	1,657,502	1,792,057	**1,699,368**	92,689	1,599,685
Capital outlay	33,000	20,000	**10,321**	9,679	-
Total expenditures	1,690,502	1,812,057	**1,709,689**	102,368	1,599,685
Revenues over (under) expenditures	(899,374)	(1,123,369)	**(966,496)**	156,873	(977,200)
Other Financing Sources (Uses)					
Transfers in	983,259	1,195,259	**1,123,507**	(71,752)	918,049
Total other financing sources (uses)	983,259	1,195,259	**1,123,507**	(71,752)	918,049
Net change in fund balance	83,885	71,890	**157,011**	85,121	(59,151)
Fund balance, beginning of year	1	1	**1**	-	59,152
Fund balance, end of year	$ 83,886	$ 71,891	$ **157,012**	$ 85,121	$ 1

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Cash in Lieu of Commodities

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Intergovernmental	$ 78,310	$ 141,660	**$ 141,660**	$ -	$ 141,634
Total revenues	78,310	141,660	**141,660**	-	141,634
Expenditures					
Current					
Public services	78,196	141,660	**141,548**	112	141,634
Total expenditures	78,196	141,660	**141,548**	112	141,634
Net change in fund balance	114	-	**112**	112	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ 114	$ -	**$ 112**	$ 112	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

RSVP

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 51,577	$ 78,271	**$ 78,157**	$ (114)	$ 72,456
Total revenues	51,577	78,271	**78,157**	(114)	72,456
Expenditures					
Current					
Public services	92,316	160,809	**156,772**	4,037	138,626
Total expenditures	92,316	160,809	**156,772**	4,037	138,626
Revenues over (under) expenditures	(40,739)	(82,538)	**(78,615)**	3,923	(66,170)
Other Financing Sources (Uses)					
Transfers in	68,056	71,149	**71,149**	-	68,056
Total other financing sources (uses)	68,056	71,149	**71,149**	-	68,056
Net change in fund balance	27,317	(11,389)	**(7,466)**	3,923	1,886
Fund balance, beginning of year	23,883	23,883	**23,883**	-	21,997
Fund balance, end of year	$ 51,200	$ 12,494	**$ 16,417**	$ 3,923	$ 23,883

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Children, Youth, and Families

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 107,879	$ 101,939	**$ 101,939**	$ -	$ 122,490
Total revenues	107,879	101,939	**101,939**	-	122,490
Expenditures					
Current					
Public services	58,988	129,546	**127,606**	1,940	103,904
Total expenditures	58,988	129,546	**127,606**	1,940	103,904
Revenues over (under) expenditures	48,891	(27,607)	**(25,667)**	1,940	18,586
Other Financing Sources (Uses)					
Transfers in	19,602	19,602	**19,602**	-	19,602
Total other financing sources (uses)	19,602	19,602	**19,602**	-	19,602
Net change in fund balance	68,493	(8,005)	**(6,065)**	1,940	38,188
Fund balance, beginning of year	85,261	85,261	**85,261**	-	47,073
Fund balance, end of year	$ 153,754	$ 77,256	**$ 79,196**	$ 1,940	$ 85,261

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Senior Employment Program

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ -	$ 13,331	**$ 6,446**	$ (6,885)	$ 5,378
Total revenues	-	13,331	**6,446**	(6,885)	5,378
Expenditures					
Current					
Public services	-	13,331	**6,446**	6,885	5,378
Total expenditures	-	13,331	**6,446**	6,885	5,378
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

State Library Resources Grant

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Intergovernmental	$ 197,958	$ 115,739	$ 76,473	$ (39,266)	$ 280,178
Total revenues	197,958	115,739	76,473	(39,266)	280,178
Expenditures					
Current					
Public services	159,789	64,332	53,554	10,778	247,674
Capital outlay	51,260	51,260	22,657	28,603	32,652
Total expenditures	211,049	115,592	76,211	39,381	280,326
Net change in fund balance	(13,091)	147	262	409	(148)
Fund balance, beginning of year	-	-	-	-	148
Fund balance, end of year	$ (13,091)	$ 147	$ 262	$ 409	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Street Maintenance Operations

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 6,896**	$ 6,896	$ 2,999
Expenditures					
Current					
Public works	390,905	394,669	**292,459**	102,210	293,467
Revenues over (under) expenditures	(390,905)	(394,669)	**(285,563)**	109,106	(290,468)
Other Financing Sources (Uses)					
Transfers in	318,100	318,100	**318,100**	-	305,523
Total other financing sources (uses)	318,100	318,100	**318,100**	-	305,523
Net change in fund balance	(72,805)	(76,569)	**32,537**	109,106	15,055
Fund balance, beginning of year	83,114	83,114	**83,114**	-	68,059
Fund balance, end of year	$ 10,309	$ 6,545	**$ 115,651**	$ 109,106	$ 83,114

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Flood Control Operations

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 3,009**	$ 3,009	$ 4,856
Intergovernmental	-	115,464	**554,066**	438,602	-
Total revenues	-	115,464	**557,075**	441,611	4,856
Expenditures					
Current					
Public works	386,031	512,564	**602,123**	(89,559)	346,825
Revenues over (under) expenditures	(386,031)	(397,100)	**(45,048)**	352,052	(341,969)
Other Financing Sources (Uses)					
Transfers in	178,500	194,500	**194,500**	-	471,497
Net change in fund balance	(207,531)	(202,600)	**149,452**	352,052	129,528
Fund balance, beginning of year	203,032	203,032	**203,032**	-	73,504
Fund balance, end of year	$ (4,499)	$ 432	**$ 352,484**	$ 352,052	$ 203,032

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Special Projects–Northrise/Morningstar

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 3,000	$ 3,000	**$ 80,961**	$ 77,961	$ 45,385
Intergovernmental	-	1,704,746	**190,186**	(1,514,560)	267,345
Total revenues	3,000	1,707,746	**271,147**	(1,436,599)	312,730
Other Financing Sources (Uses)					
Transfers out	-	-	-	-	(308,881)
Total other financing sources (uses)	-	-	-	-	(308,881)
Net change in fund balance	3,000	1,707,746	**271,147**	(1,436,599)	3,849
Fund balance, beginning of year	5,687	5,687	**5,687**	-	1,838
Fund balance, end of year	$ 8,687	$ 1,713,433	**$ 276,834**	$ (1,436,599)	$ 5,687

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Downtown Revitalization

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 22,724**	$ 22,724	$ 1,708
Other	-	-	**400**	400	425,000
Total revenues	-	-	**23,124**	23,124	426,708
Expenditures					
Capital outlay	-	56,241	**21,276**	34,965	-
Total expenditures	-	56,241	**21,276**	34,965	-
Net change in fund balance	-	(56,241)	**1,848**	(11,841)	426,708
Fund balance, beginning of year	426,708	426,708	**426,708**	-	-
Fund balance, end of year	$ 426,708	$ 370,467	**$ 428,556**	$ (11,841)	$ 426,708

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

Regulatory Plan

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 192**	$ 192	$ -
Other	-	-	**50,000**	50,000	-
Total revenues	-	-	**50,192**	50,192	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	**$ 50,192**	$ 50,192	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance— Budget and Actual

State Operations Grant

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Other	$ -	$ 65,000	**$ 65,000**	$ -	$ -
Total revenues	-	65,000	**65,000**	-	-
Expenditures					
Current					
Public works	-	65,000	**65,000**	-	-
Total expenditures	-	65,000	**65,000**	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

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

Capital Projects Funds

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

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

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

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

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

Flood Control: To provide for extending or improving the storm sewer system. The financing source is a two-mill levy on property tax.

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

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

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

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

1999 Sales Tax Street Projects Series A: To provide for the construction of various street projects.

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

NMFA Loans–Equipment Acquisition: To provide for well improvements.

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

2005 Gross Receipts Tax Public Improvements: To account for various public improvements. Funding is the 2005 Sales Tax Bond.

City of Las Cruces
Budgetary Comparison for Multiple-Year Capital Projects
For the Year Ended June 30, 2007

Capital Project Fund	Project Appropriations	2007 Expenditures	Expenditures Project to Date	Variance with Project Appropriations-Positive (Negative)
Capital Improvement Reserve	$ 1,618,000	$ 289,336	$ 289,336	$ 1,328,664
Legislative Capital Improvements	187,900	63,287	34,665	153,235
State Capital Improvements	19,942,990	443,506	1,558,491	18,384,499
EDA West Mesa Industrial Park Fund	759,629	147,594	212,262	547,367
1999 Sales Tax Street Projects Series A	280,000	307,838	270,354	9,646
2003 Sales Tax Facilities and Parks	1,362,595	817,422	543,553	819,042
NMFA Loans-Equipment Acquisition	2,658,048	2,626,965	895,694	1,762,354
2003 Sales Tax Street Lights	1,413,774	343,590	1,413,774	-
2005 GRT Public Improvements	9,983,966	3,736,330	3,717,740	6,266,226
Public Parks	4,577,085	1,474,379	3,216,347	1,360,738
Street Improvement	13,823,700	2,095,399	1,787,601	12,036,099
Airport Improvement	3,848,540	1,577,467	3,094,938	753,602
Sales Tax-Street Maintenance	9,232,744	4,653,878	2,953,852	6,278,892
Flood Control	4,789,274	1,878,896	1,116,237	3,673,037
Total	$ 74,478,245	$ 20,455,887	$ 21,104,844	$ 53,373,401

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

Public Parks Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ -	$ -	**$ 113,491**	$ 113,491	$ 49,257
Licenses and permits	344,100	344,100	**368,298**	24,198	485,517
Intergovernmental	-	1,942,318	**1,361,198**	(581,120)	-
Total revenues	344,100	2,286,418	**1,842,987**	(443,431)	534,774
Expenditures					
Current					
General government	2,475	36,567	**13,000**	23,567	34,447
Capital outlay	487,000	2,432,318	**1,461,379**	970,939	63,333
Total expenditures	489,475	2,468,885	**1,474,379**	994,506	97,780
Net change in fund balance	(145,375)	(182,467)	**368,608**	551,075	436,994
Fund balance, beginning of year	1,926,890	1,926,890	**1,926,890**	-	1,489,896
Fund balance, end of year	$ 1,781,515	$ 1,744,423	**$ 2,295,498**	$ 551,075	$ 1,926,890

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

Street Improvement Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 207,913**	$ 207,913	$ 325
Other	-	-	**-**	-	84,727
Intergovernmental	2,711,712	5,063,908	**1,974,712**	(3,089,196)	427,616
Total revenues	2,711,712	5,063,908	**2,182,625**	(2,881,283)	512,668
Expenditures					
Capital outlay	2,701,279	13,823,700	**2,095,399**	11,728,301	519,516
Debt service					
Interest and other charges	-	-	**74,891**	(74,891)	-
Total expenditures	2,701,279	13,823,700	**2,170,290**	11,653,410	519,516
Revenues over (under) expenditures	10,433	(8,759,792)	**12,335**	8,772,127	(6,848)
Other Financing Sources (Uses)					
Issuance of debt	-	9,074,891	**9,074,891**	-	-
Transfers in	-	93,943	**23,812**	70,131	-
Total other financing sources (uses)	-	9,168,834	**9,098,703**	70,131	-
Net change in fund balance	10,433	409,042	**9,111,038**	8,842,258	(6,848)
Fund balance, beginning of year	53,668	53,668	**53,668**	-	60,516
Fund balance, end of year	$ 64,101	$ 462,710	**$ 9,164,706**	$ 8,842,258	$ 53,668

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

Airport Improvement Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ -	$ -	**$ 92,874**	$ 92,874	$ 10,343
Intergovernmental	1,898,250	1,922,772	**37,892**	(1,884,880)	621,637
Total revenues	1,898,250	1,922,772	**130,766**	(1,792,006)	631,980
Expenditures					
Current					
Public works	-	50,000	**29,998**	20,002	-
Capital outlay	2,146,056	3,798,540	**1,547,469**	2,251,071	408,498
Total expenditures	2,146,056	3,848,540	**1,577,467**	2,271,073	408,498
Revenues over (under) expenditures	(247,806)	(1,925,768)	**(1,446,701)**	479,067	223,482
Other Financing Sources (Uses)					
Transfers in	62,500	887,880	**887,880**	-	814,277
Total other financing sources (uses)	62,500	887,880	**887,880**	-	814,277
Net change in fund balance	(185,306)	(1,037,888)	**(558,821)**	479,067	1,037,759
Fund balance, beginning of year	1,125,786	1,125,786	**1,125,786**	-	88,027
Fund balance, end of year	$ 940,480	$ 87,898	**$ 566,965**	$ 479,067	$ 1,125,786

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

Sales Tax–Street Maintenance Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Local taxes					
Gross receipts	$ -	$ -	**$ 6,266,621**	$ 6,266,621	$ 5,781,291
Property	1,500	1,500	**4,277**	2,777	37,351
Total local taxes	1,500	1,500	**6,270,898**	6,269,398	5,818,642
Investment income	42,500	42,500	**133,704**	91,204	50,736
Other	173,500	1,173,500	**352,153**	(821,347)	186,331
Total revenues	217,500	1,217,500	**6,756,755**	5,539,255	6,055,709
Expenditures					
Current					
Public works	130,000	130,000	**173,562**	(43,562)	156,870
Capital outlay	7,523,000	9,102,744	**4,480,316**	4,622,428	3,026,633
Total expenditures	7,653,000	9,232,744	**4,653,878**	4,578,866	3,183,503
Revenues over (under) expenditures	(7,435,500)	(8,015,244)	**2,102,877**	10,118,121	2,872,206
Other Financing Sources (Uses)					
Transfers in	20,000	20,000	**20,000**	-	-
Transfers out	(2,146,384)	(2,140,409)	**(2,495,508)**	355,099	(2,484,108)
Total other financing sources (uses)	(2,126,384)	(2,120,409)	**(2,475,508)**	355,099	(2,484,108)
Net change in fund balance	(9,561,884)	(10,135,653)	**(372,631)**	9,763,022	388,098
Fund balance, beginning of year	2,796,229	2,796,229	**2,796,229**	-	2,408,131
Fund balance, end of year	$ (6,765,655)	$ (7,339,424)	**$ 2,423,598**	$ 9,763,022	$ 2,796,229

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

Flood Control Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Local taxes					
Property	$ 2,211,889	$ 2,416,889	**$ 2,667,626**	$ 250,737	$ 2,420,416
Total local taxes	2,211,889	2,416,889	**2,667,626**	250,737	2,420,416
Investment income	18,500	18,500	**121,878**	103,378	30,197
Other	11,000	1,043,500	**1,064,922**	21,422	120,481
Total revenues	2,241,389	3,478,889	**3,854,426**	375,537	2,571,094
Expenditures					
Current					
General government	-	-	-	-	24,537
Public works	-	24,169	**26,676**	(2,507)	-
Capital outlay	3,125,500	4,765,105	**1,852,220**	2,912,885	787,795
Total expenditures	3,125,500	4,789,274	**1,878,896**	2,910,378	812,332
Revenues over (under) expenditures	(884,111)	(1,310,385)	**1,975,530**	3,285,915	1,758,762
Other Financing Sources (Uses)					
Transfers in	-	368,780	-	(368,780)	282,000
Transfers out	(1,071,509)	(1,087,509)	**(1,224,838)**	137,329	(1,359,214)
Total other financing sources (uses)	(1,071,509)	(718,729)	**(1,224,838)**	(231,451)	(1,077,214)
Net change in fund balance	(1,955,620)	(2,029,114)	**750,692**	2,779,806	681,548
Fund balance, beginning of year	2,036,745	2,036,745	**2,036,745**	-	1,355,197
Fund balance, end of year	$ 81,125	$ 7,631	**$ 2,787,437**	$ 2,779,806	$ 2,036,745

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

Capital Improvement Reserve Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income (loss)	$ 15,000	$ 15,000	**$ 94,050**	$ 79,050	$ 35,673
Total revenues	15,000	15,000	**94,050**	79,050	35,673
Expenditures					
Capital outlay	1,618,000	1,618,000	**289,336**	1,328,664	17,783
Total expenditures	1,618,000	1,618,000	**289,336**	1,328,664	17,783
Revenues over (under) expenditures	(1,603,000)	(1,603,000)	**(195,286)**	(1,407,714)	17,890
Other Financing Sources (Uses)					
Transfers in	600,000	600,000	**600,000**	-	618,000
Total other financing sources (uses)	600,000	600,000	**600,000**	-	618,000
Net change in fund balance	(1,003,000)	(1,003,000)	**404,714**	(1,407,714)	635,890
Fund balance, beginning of year	1,549,203	1,549,203	**1,549,203**	-	913,313
Fund balance, end of year	$ 546,203	$ 546,203	**$ 1,953,917**	$ (1,407,714)	$ 1,549,203

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

Legislative Capital Improvements

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 70,150	$ 223,384	**$ 63,287**	$ (160,097)	$ 203,834
Total revenues	70,150	223,384	**63,287**	(160,097)	203,834
Expenditures					
Capital outlay	70,150	223,384	**63,287**	160,097	203,834
Total expenditures	70,150	223,384	**63,287**	160,097	203,834
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

State Capital Improvements

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Intergovernmental	$ 4,621,859	$ 18,167,222	**$ 443,506**	$(17,723,716)	$ 3,420,013
Total revenues	4,621,859	18,167,222	**443,506**	(17,723,716)	3,420,013
Expenditures					
Current					
Public works	-	-	**12,247**	(12,247)	-
Capital outlay	5,445,886	18,212,986	**431,259**	17,781,727	3,548,155
Total expenditures	5,445,886	18,212,986	**443,506**	17,769,480	3,548,155
Revenues over (under) expenditures	(824,027)	(45,764)	-	45,764	(128,142)
Other Financing Sources (Uses)					
Transfers out	-	(93,943)	**(23,812)**	70,131	(338,753)
Total other financing sources (uses)	-	(93,943)	**(23,812)**	70,131	(338,753)
Net change in fund balance	(824,027)	(139,707)	**(23,812)**	115,895	(466,895)
Fund balance, beginning of year	11,564	11,564	**11,564**	-	478,459
Fund balance, end of year	$ (812,463)	$ (128,143)	**$ (12,248)**	$ 115,895	$ 11,564

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

EDA West Mesa Industrial Park Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Intergovernmental	$ -	$ -	$ -	$ -	$ 850,000
Investment income	10,000	10,000	6,074	(3,926)	8,700
Other	35,000	1,697,615	1,426,572	(271,043)	337,116
Total revenues	45,000	1,707,615	1,432,646	(274,969)	1,195,816
Expenditures					
Current:					
Public works	40,000	60,000	41,463	18,537	27,425
Capital outlay	600,000	699,629	106,131	593,498	1,732,063
Total expenditures	640,000	759,629	147,594	612,035	1,759,488
Revenues over (under) expenditures	(595,000)	947,986	1,285,052	(887,004)	(563,672)
Other Financing Sources (Uses)					
Transfers out	-	(1,342,197)	(1,038,027)	304,170	-
Total other financing sources (uses)	-	(1,342,197)	(1,038,027)	304,170	-
Net change in fund balance	(595,000)	(394,211)	247,025	(582,834)	(563,672)
Fund balance, beginning of year	90,667	90,667	90,667	-	654,339
Fund balance, end of year	$ (504,333)	$ (303,544)	$ 337,692	$ (582,834)	$ 90,667

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

1999 Sales Tax Street Projects Series A Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 5,000	$ 5,000	**$ 13,014**	$ 8,014	$ 9,244
Total revenues	5,000	5,000	**13,014**	8,014	9,244
Expenditures					
Current					
Public works	7,000	7,000	**7,000**	-	-
Capital outlay	273,000	273,000	**300,838**	(27,838)	30,117
Total expenditures	280,000	280,000	**307,838**	(27,838)	30,117
Net change in fund balance	(275,000)	(275,000)	**(294,824)**	(19,824)	(20,873)
Fund balance, beginning of year	294,732	294,732	**294,732**	-	315,605
Fund balance, end of year	$ 19,732	$ 19,732	**$ (92)**	$ (19,824)	$ 294,732

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

2003 Sales Tax Facilities and Parks

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Charges for services	$ -	$ 128,691	$ **114,662**	$ (14,029)	$ 1,014
Investment income	50,000	50,000	**43,689**	(6,311)	99,917
Total revenues	50,000	178,691	**158,351**	(20,340)	100,931
Expenditures					
Current					
Facilities	-	-	-	-	1,528
Capital outlay	1,810,454	1,362,595	**817,422**	545,173	2,295,428
Total expenditures	1,810,454	1,362,595	**817,422**	545,173	2,296,956
Revenues over (under) expenditures	(1,760,454)	(1,183,904)	**(659,071)**	524,833	(2,196,025)
Net change in fund balance	(1,760,454)	(1,183,904)	**(659,071)**	524,833	(2,196,025)
Fund balance, beginning of year	1,183,904	1,183,904	**1,183,904**	-	3,379,929
Fund balance, end of year	$ (576,550)	$ -	$ **524,833**	$ 524,833	$ 1,183,904

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

NMFA Loans Equipment Acquisition

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Revenues					
Intergovernmental	$ -	$ 162,546	$ **134,453**	$ (28,093)	$ -
Investment income	-	-	**38,502**	38,502	-
Total revenues	-	162,546	**172,955**	10,409	-
Expenditures					
Current					
Public works	-	-	**9,746**	(9,746)	-
Capital outlay	-	2,658,048	**2,617,219**	40,829	-
Total expenditures	-	2,658,048	**2,626,965**	31,083	-
Revenues over (under) expenditures	-	(2,495,502)	**(2,454,010)**	(20,674)	-
Other Financing Sources (Uses)					
Issuance of debt	-	-	**2,495,502**	(2,495,502)	-
Total other financing sources (uses)	-	-	**2,495,502**	2,495,502	-
Net change in fund balance	-	(2,495,502)	**41,492**	2,474,828	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	$ -	$ (2,495,502)	$ **41,492**	$ 2,474,828	$ -

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

2003 Sales Tax Street Lights

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 57,000	$ 57,000	**$ 63,408**	$ 6,408	$ 90,612
Total revenues	57,000	57,000	**63,408**	6,408	90,612
Expenditures					
Capital outlay	2,250,000	1,413,774	**343,590**	1,070,184	1,877,854
Total expenditures	2,250,000	1,413,774	**343,590**	1,070,184	1,877,854
Net change in fund balance	(2,193,000)	(1,356,774)	**(280,182)**	1,076,592	(1,787,242)
Fund balance, beginning of year	1,356,774	1,356,774	**1,356,774**	-	3,144,016
Fund balance, end of year	$ (836,226)	$ -	**$ 1,076,592**	$ 1,076,592	$ 1,356,774

City of Las Cruces

Schedule of Revenues, Expenditures and Changes in Fund Balance — Budget and Actual

2005 Gross Receipts Tax Public Improvements

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Revenues					
Investment income	$ 150,000	$ 150,000	**$ 444,918**	$ 294,918	$ 344,630
Other	-	-	**911,131**	911,131	344,630
Total revenues	-	-	**1,356,049**	911,131	344,630
Expenditures					
Current					
Public works	-	-	-	-	38,390
Capital outlay	9,919,691	9,983,966	**3,736,330**	6,247,636	184,544
Debt service					
Bond issuance costs	-	-	-	-	134,252
Total expenditures	9,919,691	9,983,966	**3,736,330**	6,247,636	357,186
Revenues over (under) expenditures	(9,919,691)	(9,983,966)	**(2,380,281)**	7,603,685	(12,556)
Other Financing Sources (Uses)					
Proceeds of bonds issued	-	-	-	-	10,000,000
Bond premium	-	-	-	-	368,587
Total other financing sources (uses)	-	-	-	-	10,368,587
Net change in fund balance	(9,919,691)	(9,983,966)	**(2,380,281)**	7,603,685	10,356,031
Fund balance, beginning of year	10,356,031	10,356,031	**10,356,031**	-	-
Fund balance, end of year	$ 436,340	$ 372,065	**$ 7,975,750**	$ 7,603,685	$ 10,356,031

Schedule of Revenues, Expenses and Changes in Net Assets—Budget and Actual

Enterprise Funds

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

Internal Service Funds

- Support Services
- Vehicle Acquisition
- Self-Insurance

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Gas Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 38,290,348	$ 38,290,348	**$ 28,854,453**	$ (9,435,895)	$ 29,772,628
Utility extension/service fee	506,000	500,000	**465,774**	(34,226)	564,103
Other	8,561	14,561	**2,293,519**	2,278,958	161,630
Total operating revenues	38,804,909	38,804,909	**31,613,746**	(7,191,163)	30,498,361
Operating Expenses					
Personnel services	3,266,184	3,266,184	**2,861,262**	404,922	1,616,394
Cost of gas purchased	28,925,625	28,925,625	**20,214,257**	8,711,368	22,282,618
Supplies	222,607	246,770	**201,844**	44,926	216,028
Utilities	32,717	32,717	**18,121**	14,596	20,484
Professional services	551,173	567,873	**433,135**	134,738	429,535
Repairs and maintenance	853,156	951,656	**1,041,636**	(89,980)	495,320
Rent	31,672	18,172	**6,602**	11,570	8,922
Depreciation and amortization	1,730,608	1,730,608	**1,701,513**	29,095	1,635,207
Payment in lieu of taxes	822,010	822,010	**667,834**	154,176	683,370
Administrative charges from other funds	503,279	503,279	**503,279**	-	518,279
Customer service	2,451,219	2,715,608	**1,981,792**	733,816	1,899,823
Insurance	151,060	151,060	**151,060**	-	151,060
Provision for bad debts	12,000	12,000	**42,579**	(30,579)	299,873
Other	90,200	73,500	**32,922**	40,578	66,737
Total operating expenses	39,643,510	40,017,062	**29,857,836**	10,159,226	30,323,650
Operating income (loss)	(838,601)	(1,212,153)	**1,755,910**	2,968,063	174,711
Nonoperating Revenues (Expenses)					
Gain (loss) on sale of capital assets	11,221	11,221	**160,950**	149,729	-
Investment income	150,108	150,108	**449,338**	299,230	231,998
Grants and contributions	120,000	120,000	**342,392**	222,392	45,688
Interest expense	(32,000)	(32,000)	**(26,115)**	5,885	(28,085)
Total nonoperating revenue (expense)	249,329	249,329	**926,565**	677,236	249,601
Income (loss) before transfers	(589,272)	(962,824)	**2,682,475**	3,645,299	424,312
Transfers out	-	(146,730)	**(146,730)**	-	(1,000)
Change in fund net assets	(589,272)	(1,109,554)	**2,535,745**	3,645,299	423,312
Fund net assets, beginning of year	35,141,802	35,141,802	**35,141,802**	-	34,718,490
Fund net assets, end of year	$ 34,552,530	$ 34,032,248	**$ 37,677,547**	$ 3,645,299	$ 35,141,802

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Water Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 15,467,041	$ 14,858,186	**$ 14,727,872**	$ (130,314)	$ 15.982.427
Utility extension/service fee	125,000	125,000	**121,084**	(3,916)	126,969
Rentals	11,900	11,900	**12,495**	595	11,900
Other	141,311	141,311	**278,351**	137,040	113,906
Total operating revenues	15,745,252	15,136,397	**15,139,802**	3,405	16,235,202
Operating Expenses					
Personnel services	2,056,003	2,056,003	**2,089,466**	(33,463)	1,798.104
Supplies	382,901	485,060	**395,140**	89,920	358.641
Utilities	1,839,024	1,753,024	**1,848,324**	(95,300)	1,971.267
Professional services	2,469,945	3,296,818	**2,382,169**	914,649	1,944.393
Repairs and maintenance	705,906	1,424,603	**1,314,134**	110,469	614.510
Rent	28,420	41,120	**19,851**	21,269	23.327
Depreciation and amortization	1,683,512	1,683,512	**1,669,193**	14,319	1,497,150
Payment in lieu of taxes	326,045	326,045	**315,462**	10,583	368,573
Administrative charges from other funds	508,672	508,672	**508,672**	-	508,672
Customer service	1,770,208	1,940,403	**1,269,720**	670,683	1,313,344
Provision for bad debts	6,120	6,120	**44,028**	(37,908)	100,952
Insurance	88,235	88,235	**88,235**	-	88,235
Other	22,860	60,160	**49,924**	10,236	7,977
Total operating expenses	11,887,851	13,669,775	**11,994,318**	1,675,457	10,595,145
Operating income	3,857,401	1,466,622	**3,145,484**	1,678,862	5,640,057
Nonoperating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	**(49,796)**	(49,796)	-
Investment income	435,715	435,715	**1,543,103**	1,107,388	873,093
Grants and contributions	1,700,000	2,187,300	**1,397,840**	(789,460)	1,569,377
Interest expense	(1,366,742)	(1,427,678)	**(1,448,356)**	(20,678)	(1.328.270)
Total nonoperating revenue (expense)	768,973	1,195,337	**1,442,791**	247,454	1,114,200
Income (loss) before transfers	4,626,374	2,661,959	**4,588,275**	1,926,316	6,754,257
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(10,971)
Transfers, net	-	-	-	-	(10,971)
Change in fund net assets	4,626,374	2,661,959	**4,588,275**	1,926,316	6,743,286
Fund net assets, beginning of year	61,035,787	61,035,787	**61,035,787**	-	54,292.501
Fund net assets, end of year	$ 65,662,161	$ 63,697,746	**$ 65,624,062**	$ 1,926,316	$ 61,035,787

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Wastewater Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 12,163,555	$ 12,163,555	**$ 11,951,455**	$ (212,100)	$ 11,724,065
Line extension/service fee	47,400	47,400	**16,908**	(30,492)	31,682
Other	74,586	74,586	**101,940**	27,354	73,424
Total operating revenues	12,285,541	12,285,541	**12,070,303**	(215,238)	11,829,171
Operating Expenses					
Personnel services	2,215,686	2,215,686	**2,031,809**	183,877	1,959,154
Supplies	573,140	628,040	**543,909**	84,131	448,178
Utilities	468,722	790,222	**761,937**	28,285	787,131
Professional services	1,597,197	1,649,547	**1,097,951**	551,596	1,160,804
Repairs and maintenance	458,920	513,520	**556,859**	(43,339)	509,489
Rent	30,000	142,000	**141,700**	300	66,648
Depreciation and amortization	1,766,969	1,766,969	**1,733,507**	33,462	1,562,872
Payment in lieu of taxes	301,706	301,706	**308,884**	(7,178)	600,138
Administrative charges from other funds	482,988	482,988	**482,988**	-	492,988
Customer service	818,970	895,949	**558,490**	337,459	584,461
Provision for bad debts	5,376	5,376	**40,541**	(35,165)	81,436
Insurance	50,420	50,420	**50,420**	-	50,420
Other	230,981	14,981	**11,788**	3,193	5,768
Total operating expenses	9,001,075	9,457,404	**8,320,783**	1,136,621	8,309,487
Operating income	3,284,466	2,828,137	**3,749,520**	921,383	3,519,684
Nonoperating Revenues (Expenses)					
Gain on sale of capital assets	-	-	**18,910**	18,910	-
Investment income (loss)	286,350	286,350	**1,560,707**	1,274,357	494,856
Grants and contributions	1,500,000	830,380	**2,141,410**	1,311,030	306,541
Interest expense	(1,193,000)	(1,429,675)	**(1,142,593)**	287,082	(597,287)
Total nonoperating revenue (expense)	593,350	(312,945)	**2,578,434**	2,891,379	204,110
Income (loss) before transfers	3,877,816	2,515,192	**6,327,954**	3,812,762	3,723,794
Transfers in	1,300,000	1,689,250	**1,484,371**	(204,879)	2,372,032
Change in fund net assets	5,177,816	4,204,442	7,812,325	3,607,883	6,095,826
Fund net assets, beginning of year	60,649,241	60,649,241	**60,649,241**	-	54,553,415
Fund net assets, end of year	$ 65,827,057	$ 64,853,683	**$ 68,461,566**	$ 3,607,883	$ 60,649,241

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Solid Waste Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Operating Revenues					
Sales/charges	$ 10,109,353	$ 10,109,353	$ **10,122,772**	$ 13,419	$ 9.636,369
Rentals	31,992	31,992	**12,935**	(19,057)	183,306
Other	10,100	10,100	**19,731**	9,631	34,297
Total operating revenues	10,151,445	10,151,445	**10,155,438**	3,993	9,853,972
Operating Expenses					
Personnel services	2,399,877	2,399,877	**2,196,797**	203,080	2,083,356
Supplies	442,275	551,440	**384,779**	166,661	389,520
Utilities	46,732	46,732	**23,988**	22,744	24,219
Professional services	3,133,418	3,257,979	**2,819,693**	438,286	2.724,318
Repairs and maintenance	927,401	947,401	**1,218,101**	(270,700)	1,104,116
Rent	137,845	137,845	**65,845**	72,000	65,845
Depreciation and amortization	546,394	546,394	**525,131**	21,263	452,685
Payment in lieu of taxes	198,690	198,690	**204,466**	(5,776)	194,764
Administrative charges from other funds	210,695	210,695	**210,695**	-	225,695
Customer service	1,442,161	1,598,478	**1,169,706**	428,772	1,117,108
Provision for bad debts	4,128	4,128	**37,822**	(33,694)	86,896
Accrued post closure costs	-	-	**168,904**	(168,904)	724,879
Insurance	103,605	103,605	**103,605**	-	103,605
Other	12,075	12,075	**8,021**	4,054	2,892
Total operating expenses	9,605,296	10,015,339	**9,137,553**	877,786	9,299,898
Operating income	546,149	136,106	**1,017,885**	881,779	554,074
Nonoperating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	**108,650**	108,650	-
Investment income	112,522	112,522	**167,352**	54,830	89,498
Interest expense	(5,088)	(5,088)	**(8,857)**	(3,769)	(10.262)
Total nonoperating revenue (expense)	107,434	107,434	**267,145**	159,711	79,236
Income before transfers	653,583	243,540	**1,285,030**	1,041,490	633,310
Transfers in	240,012	240,012	**240,012**	-	-
Transfers out	-	-	-	-	(1,000,000)
Transfers, net	240,012	240,012	**240,012**	-	(1,000,000)
Change in fund net assets	893,595	483,552	**1,525,042**	1,041,490	(366,690)
Fund net assets, beginning of year	5,442,973	5,442,973	**5,442,973**	-	5,809,663
Fund net assets, end of year	$ 6,336,568	$ 5,926,525	$ **6,968,015**	$ 1,041,490	$ 5,442,973

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Bus Transit Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Operating Revenues					
Sales	$ 216,400	$ 237,105	$ **247,043**	$ 9,938	$ 231,442
Other	1,000	1,000	**16,131**	15,131	1,060
Total operating revenues	217,400	238,105	**263,174**	25,069	232,502
Operating Expenses					
Personnel services	2,263,173	2,406,673	**2,399,972**	6,701	2,080,544
Supplies	125,958	140,958	**80,823**	60,135	93,169
Utilities	25,820	25,820	**20,675**	5,145	24,578
Professional services	55,649	64,401	**53,870**	10,531	34,467
Motor pool charges	266,250	388,914	**321,220**	67,694	304,914
Motor fuel	-	150,438	**218,664**	(68,226)	-
Repairs and maintenance	151,548	151,948	**130,065**	21,883	287,964
Depreciation and amortization	371,000	371,000	**425,777**	(54,777)	381,738
Administrative charges from other funds	-	-	-	-	15,500
Insurance	27,720	27,720	**27,720**	-	27,720
Other	16,600	100	**81**	19	667
Total operating expenses	3,303,718	3,727,972	**3,678,867**	49,105	3,251,261
Operating income	(3,086,318)	(3,489,867)	**(3,415,693)**	74,174	(3,018,759)
Nonoperating Revenues (Expenses)					
Gain (loss) on sale of capital assets	-	-	-	-	(33,460)
Investment income (loss)	-	-	-	-	89
Operating grants and contributions	2,460,257	2,461,157	**1,111,204**	(1,349,953)	1,289,363
Total nonoperating revenue (expense)	2,460,257	2,461,157	**1,111,204**	(1,349,953)	1,255,992
Income (loss) before transfers	(626,061)	(1,028,710)	**(2,304,489)**	(1,275,779)	(1,762,767)
Transfers in	1,820,000	2,364,752	**2,165,077**	(199,675)	1,390,000
Transfers out	-	(15,500)	**(15,500)**	-	-
Transfers, net	1,820,000	2,349,252	**2,149,577**	(199,675)	1,390,000
Change in fund net assets	1,193,939	1,320,542	**(154,912)**	(1,475,454)	(372,767)
Fund net assets, beginning of year	2,904,325	2,904,325	**2,904,325**	-	3,277,092
Fund net assets, end of year	$ 4,098,264	$ 4,224,867	$ **2,749,413**	$ (1,475,454)	$ 2,904,325

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Alternative Fuel Station Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Expenses					
Depreciation and amortization	$ -	$ -	**$ 6,290**	$ (6,290)	$ 25.929
Total operating expenses	-	-	**6,290**	(6,290)	25,929
Loss before transfers	-	-	**(6,290)**	6,290	(25,929)
Transfers in	-	145,730	**145,730**	-	-
Change in fund net assets	-	145,730	**139,440**	(6,290)	(25,929)
Fund net assets, beginning of year	121,648	121,648	**121,648**	-	147.577
Fund net assets, end of year	$ 121,648	$ 267,378	**$ 261,088**	$ (6,290)	$ 121,648

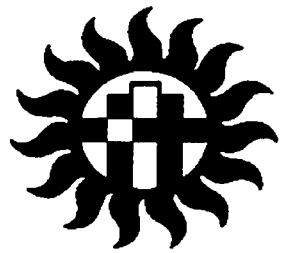
City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Clean Community Commission Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Other	$ 205,287	$ 206,552	$ -	$ (206,552)	$ -
Total operating revenues	205,287	206,552	-	(206,552)	-
Operating Expenses					
Supplies	13,000	13,000	-	13,000	3.000
Special professional services	30,800	30,800	**24,400**	6,400	25,600
Depreciation and amortization	-	-	**47,374**	(47,374)	11,148
Total operating expenses	43,800	43,800	**71,774**	(27,974)	39,748
Operating income (loss)	161,487	162,752	**(71,774)**	(178,578)	(39,748)
Nonoperating Revenues					
Operating grants and contributions	205,287	206,552	**23,400**	(183,152)	161,848
Total nonoperating revenue	205,287	206,552	**23,400**	(183,152)	161,848
Income (loss) before transfers	366,774	369,304	**(48,374)**	(361,730)	122,100
Transfers in	-	1,000	**1,000**	-	1.000
Change in fund net assets	366,774	370,304	**(47,374)**	(417,678)	123,100
Fund net assets, beginning of year	151,912	151,912	**151,912**	-	28,812
Fund net assets, end of year	$ 518,686	$ 522,216	**$ 104,538**	$ (417,678)	$ 151,912



City of Las Cruces

Proprietary Funds
Internal Service Funds

City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

Internal Services Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	Actual	(Negative)	Actual
Operating Revenues					
Motor pool charges	$ 5,494,900	$ 7,824,900	$ **8,571,447**	$ 746,547	$ 4,540,691
Maintenance charges	129,500	9,500	-	(9,500)	-
Management information service fees	3,162,069	2,262,069	**336,254**	(1,925,815)	2,072,814
Communication service fees	-	-	-	-	1,657,578
Rental charges and other	103,579	103,579	**137,089**	33,510	785,971
Total operating revenues	8,890,048	10,200,048	**9,044,790**	(1,155,258)	9,057,054
Operating Expenses					
Personnel services	3,308,661	3,404,092	**3,161,215**	242,877	2.823,215
Cost of goods sold	1,930,000	2,910,000	**1,980,624**	929,376	3.744,647
Supplies	1,987,971	2,428,410	**2,930,208**	(501,798)	488,270
Utilities	299,314	349,564	**303,569**	45,995	257,890
Professional services	233,248	358,028	**130,093**	227,935	176,210
Repairs and maintenance	802,878	774,880	**557,461**	217,419	495,905
Rent	215,051	240,051	**188,180**	51,871	221,283
Insurance	100,425	142,375	**142,375**	-	142,375
Agency distribution	70,500	3,978	-	3,978	-
Depreciation	436,900	436,900	**611,602**	(174,702)	770,797
Other	109,724	81,024	**45,245**	35,779	-
Total operating expenses	9,494,672	11,129,302	**10,050,572**	1,078,730	9,120,592
Operating income (loss)	(604,624)	(929,254)	**(1,005,782)**	(76,528)	(63,538)
Nonoperating Revenue (Expense)					
Gain/(loss) on sale of capital assets	-	-	-	-	15,950
Investment income (loss)	13,700	13,700	**85,048**	71,348	42,946
Operating grants and contributions	6,480	6,480	**13,905**	7,425	-
Capital grants and contributions	-	-	-	-	48.038
Interest expense	-	-	-	-	(3,222)
Total nonoperating revenue (expense)	20,180	20,180	**98,953**	78,773	103,712
Income before transfers	(584,444)	(909,074)	**(906,829)**	2,245	40,174
Transfers in	(41,950)	742,000	**742,000**	-	352,190
Transfers out	-	-	-	-	(80.500)
Transfers, net	(41,950)	742,000	**742,000**	-	271,690
Change in fund net assets	(626,394)	(167,074)	**(164,829)**	2,245	311,864
Fund net assets, beginning of year	3,803,073	3,803,073	**3,803,073**	-	3.491.209
Fund net assets, end of year	$ 3,176,679	$ 3,635,999	$ **3,638,244**	$ 2,245	$ 3,803,073

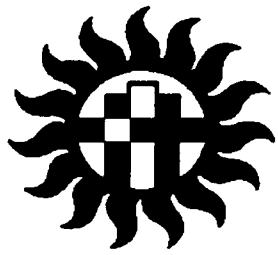
City of Las Cruces

Schedule of Revenues, Expenses and Changes in Fund Net Assets Budget and Actual

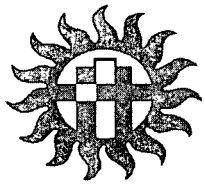
Self-Insurance Fund

For the Year Ended June 30, 2007

	2007				2006
	Budgeted Amounts			Variance with Final Budget - Positive	
	Original	Final	**Actual**	(Negative)	Actual
Operating Revenues					
Rental charges and other	$ 251,840	$ 434.405	**$ 577,154**	$ 142,749	$ 754,319
Charges for insurance	2,175,994	2,175,994	**2,175,993**	(1)	1,090,973
Total operating revenues	2,427,834	2,610,399	**2,753,147**	142,748	1,845,292
Operating Expenses					
Personnel services	140,865	140,865	**60,420**	80,445	24,670
Supplies	4,900	5,150	**4,140**	1,010	-
Utilities	-	-	**766**	(766)	-
Professional services	440,200	875,491	**282,456**	593,035	908,053
Customer service	-	-	**-**	-	72,520
Depreciation	-	-	**1,107**	(1,107)	2,113
Other	1,000	750	**255**	495	-
Claims and judgments	3,140,340	3,034,736	**2,875,096**	159,640	1,656.867
Total operating expenses	3,727,305	4,056,992	**3,224,240**	832,752	2,664,223
Operating income (loss)	(1,299,471)	(1,446,593)	**(471,093)**	(690,004)	(818,931)
Nonoperating Revenue (Expense)					
Investment income	249,500	249,500	**357,964**	108,464	567,098
Total nonoperating revenue (expense)	249,500	249,500	**357,964**	108,464	567,098
Income before transfers	(1,049,971)	(1,197,093)	**(113,129)**	(581,540)	(251,833)
Transfers in	1,235,421	1,809,591	**763,421**	(1,046,170)	1,064,485
Change in fund net assets	185,450	612,498	**650,292**	1,627,710	812,652
Fund net assets, beginning of year	1,283,010	1,283,010	**1,283,010**	-	470,358
Fund net assets, end of year	$ 1,468,460	$ 1,895,508	**$ 1,933,302**	$ 1,627,710	$ 1,283,010



City of Las Cruces



City of Las Cruces

City of Las Cruces
Schedule of Insurance in Force
June 30, 2007

Insurer	Cost	Amount of Policy	Risks Covered
ACE	$ 2,047	$1,000,000 max any one loss	Fine Arts Policy, museum, collections and temporary loans
Federal Insurance/Commercial	145,525	$105,106,113 property $105,046,113 crime $50,000 trucks $10,000	This cost includes total of property, crime, and fire truck policies.
CNA	10,305	$25,000,000 per occurrence	Boiler and machinery
Great American	21,713	$3,050,000	Replacement cost of seven fire trucks
ZURICH	2,596	$1,000,000	Pollution liability, environmental impairment. underground storage tank
ACE USA	6,829	$5,000,000	Airport liability
Safety National	90,331	$350,001-$1,000,000 Statutory liability in excess-per occurrence	Excess workers' compensation liability
City of Las Cruces		Actual expense up to maximum allowable under State Tort Claims Act	Comprehensive automobile liability, general liability, defense of civil rights litigation, fore jurisdiction coverage, law enforcement liabilit
National Union	25,169	$3,000,000	Employee dishonesty, forgery, theft, robbery
Quanta	Included in amount in commercial	$2,000,000 umbrella	Excess crime

The insurance in force covers all City of Las Cruces employees, boards, council members and mayor.

Ordinance No. 479 Section 24, requires inclusion of this schedule in the financial statements.

City of Las Cruces
Schedule of Pledged Collateral
June 30, 2007

Institution/Security	Safe Keeping Location	Market Value
Wells Fargo Bank, NA	Wells Fargo Bank Northwest	
GNSF 781210, 6.50%, 09/15/29, 36225BKX5		$ 76,747
GNSF 781246, 6.00%, 02/15/31, 36225BL30		93,799
GNSF 781259, 6.00%, 03/15/31, 36225BMG0		725,113
GNSF 781278, 6.00%, 04/15/31, 36225BM39		1,057,672
		$ 1,953,331

Summary of Collateralization

Wells Fargo Bank	
Ending bank balance	$ 924,800
Less: FDIC insurance	(100,000)
Total uninsured public funds	$ 824,800
Pledged collateral held by the pledging bank's trust department in the City's name	$ 1,953,331
50% collateral requirement	412,400
Pledged collateral in excess of requirement	$ 1,540,931
Uninsured and uncollateralized	$ -

City of Las Cruces
Schedule of Pledged Collateral — continued
June 30, 2007

Repurchase Agreements

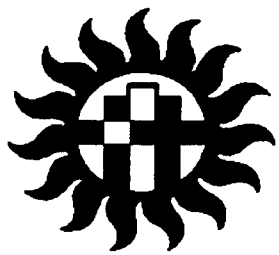
Institution/Security	Safe Keeping Location	Market Value	Margin	Margin Amount
J.P. Morgan Chase Bank, N.A.	Wells Fargo Bank, N.A.			
FNMA 5.35% 03/28/2008 3136F7WQ6		$ 7,495,350	105%	$ 7,138,429
FNMA 5.00% 09/25/2008 31394CFY3		1,957,440	105%	1,864,229
				9,002,658
Investment Balance in repurchase agreement + accrued interest				7,392,134
Pledged collateral in excess of requirement				$ 1,610,524
MBIA, Inc.	Wells Fargo Bank, N.A.			
FNMA REMIC 4.00% 04/25/2013 31393EMY2		$ 447,791	105%	$ 426,468
FNMA REMIC 5.00% 01/25/2025 31394BUN2		13,505,668	105%	12,862,541
FNMA REMIC 5.50% 05/25/2007 31394EPS1		299,294	105%	285,042
FNMA REMIC 4.50% 05/25/2016 31393YM93		6,860	105%	6,533
FNMA 5.00% 02/01/2018 31371KY47 POOL #254631		174,803	105%	166,479
FNMA 6.50% 07/01/2014 31383CS63 POOL #499241		122,053	105%	116,241
FHLMC 6.25% 07/15/2032 3134A4KX1		3,967,660	105%	3,778,724
FNMA 7.25% 05/15/2030 31359MFP3		905,625	105%	862,500
FNMA 6.25% 02/01/2011 31359MGT4		165,350	105%	157,476
FNMA 7.37% 12/17/2021 31359XU9V		76,075	105%	72,452
FNMA 6.00% 02/25/2042 31392CMJO		342,097	105%	325,807
FHLMC 4.50% 03/15/2016 31393P3AO		328,520	105%	312,876
FHLMC 4.00% 03/15/2020 31395FZT4		363,129	105%	345,837
FHLMC 4.50% 01/15/2018 31395KNR0		2,556,750	105%	2,435,000
FHLMC 4.50% 03/15/2028 31397BND9		2,611,201	105%	2,486,858
FHLMC 5 50% 08/01/2034 31397C6Y1 POOL #A25387		309,107	105%	294,388
FHLMC 7.00% 08/01/2024 31292GMTO POOL #C00370		260,755	105%	248,338
FHLMC 6.00% 02/01/2014 31294JVS4 POOL #E00625		296,721	105%	282,591
FHLMC 6.50% 06/01/2017 31294KJC0 POOL #E01159		97,212	105%	92,583
GNMA REMIC 4.74% 04/16/2029 38373MQC7		243,305	104%	233,947
GNMA REMIC 4.50% 04/20/2025 38374G6ZO		806,993	104%	775,955
US TREAS NOTE 3.125% 10/15/2008 912828BM1		1,807,950	104%	1,738,413
US TREAS NOTE 3.750% 05/15/2008 912828DT4		1,236,325	104%	1,188,774
US TREAS NOTE 3.625% 06/30/2007 912828DY3		2,100,000	104%	2,019,231
US TREAS NOTE 4.000% 09/30/2007 912828EH9		2,155,270	104%	2,072,375
US TREAS NOTE 4.250% 11/30/2007 912828EP1		249,335	104%	239,745
				33,827,174
Investment Balance in repurchase agreement + accrued interest				31,033,007
Pledged collateral in excess of requirement				$ 2,794,167

City of Las Cruces
Schedule of Deposit Accounts and Investments
June 30, 2007

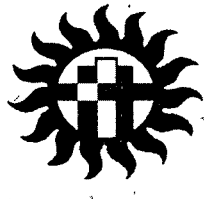
Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance	On Deposit 6/30/2006
Deposit accounts					
Wells Fargo Bank					
Treasury Fund - Operating	Checking	$ (2,969,382)	$ -	$ (2,969,382)	$ 503,170
Payroll Direct Deposit Account	Checking	(238,030)	-	(238,030)	-
On Demand	Checking	47,705	-	47,705	52,978
Rio Grande Natural Gas Assoc Revenue	Checking	(322,375)	-	(322,375)	-
Community Development	Checking	-	249,021	249,041	253,658
Community Development Home Rehab	Checking	-	18,985	18,985	18,985
Community Development Home Program	Checking	-	1,382	1,382	1,382
Metro Narcotics Agency	Savings	-	94,737	94,737	94,627
Total deposit accounts		(3,482,082)	364,125	(3,117,937)	$ 924,800
Investments					
Wells Fargo Bank					
WF Treas Plus MM Fund - Sweep Acct	Sweep	5,517,891	-	5,517,891	
Investment Custody Account	Investment	34,202,664	4,244,493	38,447,157	
Wells Capital Management					
CLC Liquidity Management Agency	Investment	79,914,778	-	79,914,778	
CLC Health Liquidity Management	Investment	-	24,682,229	24,682,229	
CLC Water Reclamation Projects	Investment	-	1,771,770	1,771,770	
CLC WW 2006 Bond Rehab	Investment	-	1,565,471	1,565,471	
CLC WW Bond Development	Investment	-	9,146,479	9,146,479	
CLC WWR 2006 Bond Projects	Investment	-	3,229,248	3,229,248	
CLC JU Bonds Debt Svc Reserve	Investment	-	1,502,206	1,502,206	
Wells Fargo Brokerage Services, LLC					
City of Las Cruces	Brokerage	5,006,158	-	5,006,158	
Bank of Albuquerque					
NMFA 58th Supp 2004A LC Resv	Trust	-	22,411	22,411	
NMFA 64th Supp 04C LC Program	Trust	-	2,533	2,533	
NMFA 64th Supp 04C LC DSR	Trust	-	30,480	30,480	
NMFA 65th Supp 2005A LC Prg	Trust	-	284,710	284,710	
NMFA 65th Supp 2005A LC Res	Trust	-	19,880	19,880	
NMFA DDCR Dtd 7/28/06 CLC R	Trust	-	18,708	18,708	
NMFA Sub PPRF 07A LC St Res	Trust	-	188,087	188,087	
NMFA Sub PPRF 2007A LC Prg	Trust	-	9,208,721	9,208,721	
NMFA Sub PPRF 2007A LC Res	Trust	-	918,163	918,163	
Dreyfus Government Cash Management					
City of Las Cruces	Investment	-	192,602	192,602	
City of Las Cruces Street Light Account	Investment	-	1,049,167	1,049,167	

City of Las Cruces
Schedule of Deposit Accounts and Investments — continued
June 30, 2007

Account	Type of Account	Pooled Cash & Investments	Other Cash & Investments	Total Reconciled Balance
MBIA Inc				
GRT Rev Bonds 2005 New City Hall	Repo Agrmt	-	23,109,609	23,109,609
GRT Rev Bonds 2005 Other Projects	Repo Agrmt	-	7,803,490	7,803,490
JP Morgan Chase				
City of Las Cruces Construction	Repo Agrmt	-	6,487,315	6,487,315
City of Las Cruces Debt Svc Reserve	Repo Agrmt	-	878,450	878,450
Total investments		124,641,491	96,356,222	220,997,713
Total deposits and investment		121,159,409	96,720,347	217,879,776
Other cash				
Petty cash and change funds	Cash	-	5,879	5,879
New Mexico Finance Authority				
2004A PPRF - Las Cruces	Debt Service	-	7,374	7,374
2004C PPRF - Las Cruces	Debt Service	-	6,643	6,643
2005A PPRF - Las Cruces	Debt Service	-	4,252	4,252
DL - City of Las Cruces	Debt Service	-	2,834	2,834
2007A PPRF - CLC	Debt Service	-	33,712	33,712
2007A PPRF - CLC	Debt Service	-	38	38
2007A PPRF - CLC	Debt Service	-	18,324	18,324
Accrued interest receivable				
WCM CLC liquidity management	Accrued int	563,717	-	563,717
Other pooled investments	Accrued int	346,225	-	346,225
Total cash and investments		$ 122,069,351	$ 96,799,403	$ 218,868,774



City of Las Cruces



City of Las Cruces

Statistical Section

City of Las Cruces
Statistical Section Table of Contents
June 30, 2007

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

Effective January 1, 2006, the City adopted the Governmental Accounting Standards Board Statement No. 44, *Economic Condition Reporting*: *The Statistical Section, An Amendment of NCGA Statement 1*. GASB 44 provides the requirements for the schedules contained in this section of the City's CAFR.

Content

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the sales tax.

Debt Capacity

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

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

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

City of Las Cruces
Net Assets by Category (in 000's)
Last Six Years
(Unaudited)

	Fiscal Year					
	2002	2003	2004	2005	2006	2007
Governmental activities						
Invested in capital assets, net of related debt	$ 128,924	$ 133,022	$ 139,710	$ 149,395	$ 131,645	$ 140,890
Restricted	21,629	22,263	20,820	19,752	17,301	34,371
Unrestricted	26,910	31,278	50,714	63,166	103,080	103,926
Subtotal governmental activities net assets	177,463	186,563	211,244	232,313	252,026	279,187
Business-type activities						
Invested in capital assets, net of related debt	104,070	99,468	99,149	104,896	106,615	105,556
Restricted	5,333	4,814	-	13,879	20,976	34,894
Unrestricted	22,201	31,764	42,854	35,901	40,051	43,678
Subtotal business-type activities net assets	131,604	136,046	142,003	154,676	167,642	184,128
Primary government						
Invested in capital assets, net of related debt	232,994	232,490	238,859	254,291	238,260	246,446
Restricted	26,962	27,077	20,820	33,631	38,277	69,265
Unrestricted	49,111	63,042	93,568	99,067	143,131	147,604
Total primary government net assets	$ 309,067	$ 322,609	$ 353,247	$ 386,989	$ 419,668	$ 463,315

Note:
*The requirement for statistical data is ten years, which begins with the GASB 34 implementation in 2002. Data from 2002 to 2007 is shown. Data for other years is not available at this time.

City of Las Cruces
Changes in Net Assets (in 000's)
Last Six Years
(Unaudited)

	Fiscal Year					
	2002	2003	2004	2005	2006	2007
Expenses						
Governmental activities						
General government	$ 12,242	$ 12,948	$ 14,953	$ 17,433	$ 16,800	$ 33,047
Facilities	6,418	6,953	7,107	7,948	9,018	9,648
Police	16,093	16,745	17,666	19,474	21,822	21,426
Fire	7,646	7,810	7,653	8,464	9,288	10,346
Community development	1,744	3,903	4,728	4,653	5,123	4,641
Public services	8,597	8,862	9,201	9,741	10,889	11,774
Public works	12,900	13,017	13,888	14,334	15,604	16,756
Interest on long-term debt	1,755	2,015	2,166	1,919	2,726	3,022
Subtotal governmental activities expenses	67,395	72,253	77,362	83,966	91,270	110,660
Business-type activities						
Gas	12,782	17,986	22,414	22,934	30,367	29,976
Water	8,522	6,398	9,549	8,621	10,655	12,219
Waste water	6,706	6,260	7,506	7,697	8,362	8,514
Solid waste	6,887	9,124	8,403	8,163	9,335	9,003
Other	2,361	2,435	2,492	3,059	3,419	3,801
Interest on long-term debt	1,853	1,920	1,665	1,709	1,965	2,626
Subtotal business-type activities expenses	39,111	44,123	52,029	52,183	64,103	66,139
Total primary government expenses	106,506	116,376	129,391	136,149	155,373	176,799
Program Revenues						
Governmental activities						
Charges for services						
General government	105	95	99	108	5,291	16,114
Facilities	361	172	173	44	114	396
Police	115	104	63	169	2,234	2,833
Fire	-	-	-	-	-	61
Community development	3	5	8	-	3,662	1,607
Public services	452	531	351	313	1,404	4,879
Public works	91	134	235	287	698	2,910
Operating grants and contributions						
General government	17	1,010	733	926	1,420	490
Facilities	58	-	-	-	-	-
Police	67	1,516	1,061	996	1,019	688
Fire	114	251	328	357	349	442
Community development	1,468	2,311	2,977	1,797	2,727	1,896
Public services	2,062	942	1,425	1,497	1,082	1,148
Public works	-	27	21	73	-	554
Capital grants and contributions						
General government	6	-	-	-	1,236	3,344
Facilities	1,210	-	-	-	-	-
Police	68	-	-	-	-	-
Fire	17	-	-	-	-	-
Community development	503	-	-	1,718	-	134
Public services	131	-	-	-	-	-
Public works	2,078	4,074	1,650	3,868	4,673	545
Subtotal governmental activities revenues	8,926	11,172	9,124	12,153	25,909	38,041

City of Las Cruces
Changes in Net Assets (in 000's) — continued
Last Six Years
(Unaudited)

	Fiscal Year					
	2002	2003	2004	2005	2006	2007
Program Revenues - continued						
Business-type activities						
Charges for services						
Gas	12,565	17,342	22,579	24,019	30,498	32,342
Water	10.354	11.302	13.720	13.289	16.235	15.140
Waste water	6.849	7.518	8.661	9.862	11.829	12,070
Solid waste	5,501	6,066	7,649	8,532	9,854	9,987
Other	226	221	286	225	233	263
Operating grants and contributions						
Gas	128	114	175	200	-	-
Water	396	547	608	891	-	-
Waste water	464	557	408	938	-	-
Solid waste	-	-	-	-	-	-
Other	911	735	1,297	2,984	1,048	-
Capital grants and contributions						
Gas	-	-	-	-	46	342
Water	-	-	-	-	1,569	1,398
Waste water	-	-	-	-	307	2,141
Solid waste	-	-	-	-	-	-
Other	-	-	-	-	427	1,141
Subtotal business-type activities revenues	37,394	44,402	55,383	60,940	72,046	74,824
Total primary government revenues	46,320	55,574	64,507	73,093	97,955	112,865
Net (Expense)/Revenue						
Governmental activities	(58,469)	(61,081)	(68,238)	(71,813)	(65,361)	(72.619)
Business-type activities	(1,717)	279	3,354	8,757	7,943	8,685
Total primary government net expense	(60,186)	(60,802)	(64,884)	(63,056)	(57,418)	(63,934)
General Revenues and Other Changes in Net Assets						
Governmental activities						
Transfers	3,201	(2,389)	(2,507)	(2,834)	(3,158)	(4,434)
Subtotal governmental activities	3,201	(2,389)	(2,507)	(2,834)	(3,158)	(4,434)
Business-type activities						
Transfers	(3,201)	2,389	2,507	2,834	3,158	4,434
Subtotal business-type activities	(3,201)	2,389	2,507	2,834	3,158	4,434
Total primary government	-	-	-	-	-	-
Change in Net Assets						
Governmental activities	(55,268)	(63,470)	(70,745)	(74,647)	(68,519)	(77,053)
Business-type activities	(4,918)	2,668	5,861	11,591	11,101	13,119
Total primary government	$ (60,186)	$ (60,802)	$ (64,884)	$ (63,056)	$ (57,418)	$ (63,934)

Note:
*The requirement for statistical data is ten years, which begins with the GASB 34 implementation in 2002. Data from 2002 to 2007 is shown. Data for other years is not available at this time

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

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Fund										
Reserved	$ -	$ -	$ -	$ 451,875	$ 809,105	$ 733,540	$ 657,464	$ 629,171	$ 717,666	$ 732,996
Unreserved	1,059,157	152,900	240,886	4,320,309	12,919,940	17,719,578	17,836,642	22,035,220	29,433,947	35,645,774
General fund subtotal	1,059,157	152,900	240,886	4,772,184	13,729,045	18,453,118	18,494,106	22,664,391	30,151,613	36,378,770
All Other Governmental Funds										
Reserved	-	-	-	3,771,793	-	-	12,100,000	7,903,853	25,493,110	24,829,639
Unreserved, reported in										
Special revenue funds	2,424,657	2,714,068	3,469,384	4,496,396	5,012,957	5,083,027	24,136,265	26,338,605	8,101,600	9,952,018
Capital projects fund	66,792,529	60,734,838	12,427,687	10,406,393	9,242,485	16,783,526	15,512,939	14,289,268	45,701,136	52,354,759
Debt service funds	14,853,946	16,189,785	7,269,220	7,353,325	6,896,116	3,025,527	3,275,033	3,450,270	3,117,631	3,653,390
Other governmental funds subtotal	84,071,132	79,638,691	23,166,291	26,027,907	21,151,558	24,892,080	55,024,237	51,981,996	82,413,477	90,789,806
	$ 85,130,289	$ 79,791,591	$ 23,407,177	$ 30,800,091	$ 34,880,603	$ 43,345,198	$ 73,518,343	$ 74,646,387	$ 112,565,090	$ 127,168,576

Notes

* The substantial increase in governmental fund balances from FY03 to FY04 was primarily due to the 40 year lease of the Telshor Facility The net hospital assets recognized by the City in FY04 was $30,124,793

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

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

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Revenues										
Taxes	$ 44,609,336	$ 45,851,922	$ 48,167,407	$ 49,371,659	$ 52,953,900	$ 57,331,966	$ 63,660,076	$ 68,819,813	$ 77,710,596	$ 85,240,647
Charges for services	2,463,432	2,393,810	2,171,328	2,400,632	1,127,933	1,042,261	930,507	919,973	1,224,934	1,401,332
Fees and fines	776,794	827,337	743,296	976,889	1,635,321	1,773,983	1,814,857	2,198,654	2,498,111	2,849,604
Franchise fees	1,454,473	1,440,059	1,590,117	1,735,414	1,964,238	2,045,459	2,176,607	2,164,259	2,389,962	2,456,015
Investment income	6,193,220	3,209,983	4,252,745	1,703,752	1,263,509	1,241,166	739,313	1,571,350	3,438,111	5,593,370
Licenses and permits	671,346	799,487	730,262	944,921	1,026,617	1,633,918	2,007,529	3,194,133	4,307,748	3,792,776
Operating grants and contributions	6,293,618	9,428,323	-	-	-	-	-	11,232,583	12,481,851	9,233,847
Grants and contracts	-	-	5,626,188	7,215,335	-	-	-	-	-	10,072,290
Intergovernmental	-	-	-	-	7,799,610	10,131,917	8,105,548	-	-	-
Other	5,427,766	4,489,257	5,562,426	3,429,786	7,033,198	4,580,702	5,111,599	5,998,934	7,011,904	-
Contributions from other government agencies	861,631	1,002,446	943,113	928,924	-	-	-	-	-	-
Total revenues	68,751,616	69,442,624	69,786,882	68,707,312	74,804,326	79,781,372	84,546,036	96,099,699	111,063,217	120,639,881
Expenditures										
Current										
General government	10,337,533	10,240,964	10,548,286	10,790,771	10,854,550	12,036,419	13,775,498	16,753,705	16,378,155	18,249,867
Facilities	-	-	-	-	5,709,543	6,519,077	6,842,730	7,227,918	8,089,108	8,919,653
Development services	7,984,286	7,403,354	7,288,858	7,604,563	-	-	-	-	-	-
Police	-	-	-	-	14,044,075	16,099,748	17,439,027	18,626,802	20,994,073	20,577,179
Fire	-	-	-	-	6,601,426	7,426,258	7,398,016	7,909,612	8,663,400	9,717,207
Public safety	17,120,325	17,810,750	18,995,932	18,868,056	-	-	-	-	-	-
Community development	-	-	-	-	2,217,087	3,901,257	4,766,996	4,545,151	5,028,537	4,586,224
Community facilities	9,863,745	14,354,477	11,463,773	11,374,566	-	-	-	-	-	-
Public services	-	-	-	-	7,415,761	8,357,357	8,835,194	9,108,361	10,164,743	10,696,197
Public works	-	-	-	-	6,194,174	6,576,259	7,276,334	7,213,101	8,003,143	8,950,461
Capital outlay	14,997,675	13,831,636	13,739,535	17,088,512	11,763,159	9,555,113	7,763,925	13,723,810	18,572,968	23,443,820

City of Las Cruces

Changes in Fund Balances – Governmental Funds — continued

Last Ten Years

(Unaudited)

	Fiscal Year									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Expenditures - continued										
Debt service										
Principal	2,730,000	2,915,000	75,745,000	3,520,000	3,028,443	6,350,612	3,894,959	11,920,744	6,421,767	5,628,623
Interest and other charges	5,843,614	5,975,617	5,587,596	2,142,754	1,754,671	1,917,452	2,046,928	1,811,112	2,724,004	3,021,761
Bond issuance costs	-	-	-	-	-	-	-	185,926	498,780	-
Total expenditures	68,877,178	72,531,798	143,368,980	71,389,222	69,582,889	78,739,552	80,039,607	99,026,242	105,538,678	113,792,999
Excess of revenues over (under) expenditures	(125,562)	(3,089,174)	(73,582,098)	(2,681,910)	5,221,437	1,041,820	4,506,429	(2,926,543)	5,524,539	6,846,882
Other Financing Sources (Uses)										
Bond proceeds	-	-	13,371,552	5,020,317	-	10,023,555	-	7,980,000	33,000,000	12,667,476
Bond premium (discount)	-	-	-	-	-	-	-	-	276,275	(74,891)
Hospital net assets received	-	-	-	-	-	-	30,124,793	-	-	-
Capital leases	-	-	-	-	-	-	112,000	-	-	-
Proceeds of notes payable	-	-	-	-	564,220	-	-	-	-	-
Gain on sales of investments	-	-	-	-	-	-	-	40,213	-	-
Transfers in	19,678,297	24,541,268	89,532,975	25,087,720	5,271,700	6,283,603	9,020,123	9,870,984	12,951,247	12,616,224
Transfers out	(21,158,297)	(26,076,961)	(85,712,263)	(26,652,865)	(7,410,125)	(8,884,383)	(13,590,200)	(13,836,610)	(17,038,483)	(17,995,605)
Total other financing sources (uses)	(1,480,000)	(1,535,693)	17,192,264	3,455,172	(1,574,205)	7,422,775	25,666,716	4,054,587	29,189,039	7,213,204
Net change in fund balances	$ (1,605,562)	$ (4,624,867)	$(56,389,834)	$ 773,262	$ 3,647,232	$ 8,464,595	$ 30,173,145	$ 1,128,044	$ 34,713,578	$ 14,060,086
Debt service as a percentage of noncapital expenditures	15.91%	15.15%	62.74%	10.43%	8.27%	11.95%	8.22%	16.32%	11.09%	9.57%

Notes

* The substantial increase in governmental fund balances from FY03 to FY04 was primarily due to the 40 year lease of the Telshor Facility The net hospital assets recognized by the City in FY04 was $30,124,793

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

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

Fiscal Year	Real Property Taxable Value	Real Property Assessed Value	Personal Property Taxable Value	Personal Property Assessed Value	Exemptions Real/Personal Property	Total Taxable Value	Total Assessed Value	Ratio of Total Taxable Value To Total Assessed Value
1998	$ 808,818,092	$2,426,454,276	$ 43,602,035	$ 130,806,105	$ 98,299,189	$ 754,120,938	$2,262,362,814	33%
1999	837,419,199	2,512,257,597	50,934,191	152,802,573	98,350,159	790,003,231	2,370,009,693	33%
2000	914,501,016	2,743,503,048	56,104,663	168,313,989	100,624,433	869,981,246	2,609,943,738	33%
2001	957,148,748	2,871,446,244	61,926,754	185,780,262	105,334,645	913,740,857	2,741,222,571	33%
2002	1,022,737,173	3,068,211,519	65,787,419	197,362,257	110,673,980	977,850,612	2,933,551,836	33%
2003	1,069,314,271	3,207,942,813	64,125,478	192,376,434	112,208,406	1,021,231,343	3,063,694,029	33%
2004	1,145,299,951	3,435,899,853	71,335,260	214,005,780	118,976,695	1,097,658,516	3,292,975,548	33%
2005	1,201,648,115	3,604,944,345	72,472,540	217,417,620	125,099,497	1,149,021,158	3,447,063,474	33%
2006	1,380,287,657	4,140,862,971	75,179,023	225,537,069	145,116,822	1,310,349,858	3,931,049,574	33%
2007	1,465,644,191	4,396,932,573	78,063,717	234,191,151	151,047,500	1,392,660,408	4,177,981,224	33%

Source: Dona Ana County Property Abstract

City of Las Cruces

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

Residential

Fiscal Year	City	State	County	School District	Other	Total Residential
1998	6 709	1.347	8.312	10.089	1 920	28 377
1999	6 862	1.438	8.374	10.033	1 929	28 636
2000	6.582	1 482	7 858	9 874	1 872	27 668
2001	6.055	1 529	7 924	9 986	1.882	27.376
2002	5 748	1.765	8 066	10.053	1.899	27 531
2003	5.813	1.123	8.134	9 838	1.907	26 815
2004	5 841	1.520	7 896	9 835	1 895	26.987
2005	5.985	1.028	8 120	9 832	1.899	26.864
2006	5 781	1.234	7.852	9 722	1.904	26.493
2007	5 879	1.221	7 979	9.795	1.927	26 801

Non-Residential

Fiscal Year	City	State	County	School District	Other	Total Non-Residential
1998	7 716	1.347	12.274	10.200	2.000	33.537
1999	7.757	1.438	12.252	10.147	2 000	33.594
2000	7 427	1 482	12.207	10 080	2.000	33 196
2001	6 946	1 529	12 184	10 120	2 000	32.779
2002	6.480	1 765	12 184	10.164	2 000	32 593
2003	6 617	1 123	12.184	9 976	2 000	31.900
2004	6 551	1 520	11.700	9.970	1.971	31.712
2005	6.794	1 028	12 079	9.982	2.000	31.883
2006	6 831	1.234	12.082	9 954	2 000	32.101
2007	7.120	1.221	12.017	10.014	2.000	32.372

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

City of Las Cruces
Principal Taxpayers
June 30, 2007
Last Ten Years
(Unaudited)

		2007			FY 2006			FY 2005			FY 2004			FY 2003		
Taxpayer	Type of Business	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank	Taxable Value	Percentage of Total Taxable Value	Rank
Las Cruces Medical Center LLC	Medical Center	$ 18,392,667	1 32%	4	$ 18,392,667	1 40%	4	$ 23,386,967	2 04%	1	$ 17,285,900	1 57%	1	$ 17,651,467	1 73%	1
El Paso Electric Company	Electricity	59,515,890	4 27%	1	58,026,006	4 43%	1	15,985,973	1 39%	2	14,790,872	1 35%	2	13,351,410	1 31%	2
Memorial Medical Center	Medical Center	16,482,767	1 18%	5	13,754,267	1 05%	5	13,754,267	1 20%	3						
Public Service Co of NM		43,703,556	3 14%	2	34,927,202	2 67%	2									
Qwest Corporation	Communications	24,800,703	1 78%	3	24,027,370	1 83%	3	12,711,340	1 11%	4	12,965,357	1 18%	3	12,571,205	1 23%	3
Union Pacific Rail Road Company	Railroad	13,610,022	0 98%	6	13,267,394	1 01%	6									
El Paso Natural Gas Co	Gasoline	13,732,645	0 99%	7	11,923,259	0 91%	7									
Burlington Northern & Santa Fe Railroad	Railroad	10,883,002	0 78%	8	9,824,600	0 75%	8									
New Mexico Mall Partners LP	Shopping Centers	8,159,267	0 59%	9	8,249,767	0 63%	9	8,187,367	0 71%	5						
Las Cruces Madison Ownership Co LLC		7,687,900	0 55%	10												
My Way of Holdings LLC	Casino				6,329,967	0 48%	10									
Casa Bandera Tic LLC	Real Estate							5,748,767	0 50%	6						
Comcast Cablevision of NM/Pa Inc	Television Services							4,779,585	0 42%	7						
Sonoma Springs Partners LP	Real Estate							4,727,467	0 41%	8						
Park Place Peridot LLC	Business Complex							4,132,329	0 36%	9	3,102,667	0 28%	8			
Fs Laguna Seca I LLC	Shopping Centers							3,608,233	0 31%	10						
Southwest Malls Real Estate	Shopping Centers										7,604,067	0 69%	4	7,411,833	0 73%	4
Las Cruces Apartment Co LLC	Property Development										3,524,333	0 32%	5	3,524,333	0 35%	5
Wal-Mart Stores, Inc	Discount Stores										3,493,133	0 32%	6	3,096,833	0 30%	8
Las Cruces Laguna Seca Ltd	Shopping Centers										3,115,167	0 28%	7	3,115,167	0 31%	6
Cmat 1999-C1 Town Center LLC	Business Complex										2,782,267	0 25%	9	2,836,200	0 28%	9
Sam's East, Inc	Discount Stores										2,592,833	0 24%	10	2,592,833	0 25%	10
Anthem Park Place LP	Business Complex													3,102,667	0 30%	7
Alameda Land & Development	Property Development															
Voicestream Pcs II Corp	Cellular Telephone															
Property Trust of America	Business Complex															
Raley's of New Mexico, Inc	Grocery Stores															
Peak Medical Assisted Living, Inc	Assisted Living															
Campo Loretto Operating Assoc LP	Business Complex															
Loretto Center Ltd Co	Business Complex															
Sonoma Ranch Subdivision Ltd	Business Complex															
First Security Bank of DAC	Bank															
Wells Fargo Bank New Mexico	Bank															
Greco Town Rentals, LLC	Apartments															
American Stores Properties, Inc	Shopping Centers															
Dayton Hudson Corp/Target Stores	Discount Stores															
Las Cruces Hotel Ltd Partnership	Hotel															
U S West Communications, Inc	Communications															
Southwest Shopping Centers	Shopping Centers															
Level 3 Communications LLC	Communications															
			15 58%			15 17%			8 45%			6 48%			6 79%	

City of Las Cruces
Principal Taxpayers — continued
June 30, 2007
Last Ten Years
(Unaudited)

Taxpayer	Type of Business	FY 2002 Taxable Value	FY 2002 Percentage of Total Taxable Value	FY 2002 Rank	FY 2001 Taxable Value	FY 2001 Percentage of Total Taxable Value	FY 2001 Rank	FY 2000 Taxable Value	FY 2000 Percentage of Total Taxable Value	FY 2000 Rank	FY 1999 Taxable Value	FY 1999 Percentage of Total Taxable Value	FY 1999 Rank	FY 1998 Taxable Value	FY 1998 Percentage of Total Taxable Value	FY 1998 Rank
Las Cruces Medical Center LLC	Medical Center															
El Paso Electric Company	Electricity	$ 12,873,898	1 32%	1	$ 11,651,378	1 28%	2	$ 10,970,821	1 26%	2	$ 10,942,064	1 39%	1	$ 10,446,724	1 39%	1
Memorial Medical Center	Medical Center															
Public Service Co of NM																
Qwest Corporation	Communications	11,639,054	1 19%	2												
Union Pacific Rail Road Company	Railroad															
El Paso Natural Gas Co	Gasoline															
Burlington Northern & Santa Fe Railroad	Railroad															
New Mexico Mall Partners LP	Shopping Centers															
Las Cruces Madison Ownership Co LLC																
My Way of Holdings LLC	Casino															
Casa Bandera Tic LLC	Real Estate															
Comcast Cablevision of NM/Pa Inc	Television Services															
Sonoma Springs Partners LP	Real Estate															
Park Place Peridot LLC	Business Complex															
Fs Laguna Seca I LLC	Shopping Centers															
Southwest Malls Real Estate	Shopping Centers	7,551,300	0 77%	3												
Las Cruces Apartment Co LLC	Property Development															
Wal-Mart Stores, Inc	Discount Stores	3,158,200	0 32%	6	3,158,200	0 35%	6	3,155,042	0 36%	6	3,155,042	0 40%	4	3,422,400	0 45%	4
Las Cruces Laguna Seca Ltd	Shopping Centers															
Cmat 1999-C1 Town Center LLC	Business Complex															
Sam's East, Inc	Discount Stores															
Anthem Park Place LP	Business Complex															
Alameda Land & Development	Property Development	4,413,333	0 45%	4												
Voicestream Pcs II Corp	Cellular Telephone	3,595,272	0 37%	5	3,771,167	0 41%	5									
Property Trust of America	Business Complex	3,102,667	0 32%	7	3,102,667	0 34%	7	2,972,358	0 34%	8	2,972,358	0 38%	6	2,975,333	0 39%	5
Raley's of New Mexico, Inc	Grocery Stores	2,878,533	0 29%	8	3,929,510	0 43%	4	3,965,141	0 46%	4	2,918,612	0 37%	7			
Peak Medical Assisted Living, Inc	Assisted Living							3,173,756	0 36%	5	3,128,935	0 40%	5			
Campo Loretto Operating Assoc LP	Business Complex	2,825,500	0 29%	9	2,825,500	0 31%	8	3,073,956	0 35%	7	2,735,329	0 35%	8			
Loretto Center Ltd Co	Business Complex													2,630,633	0 35%	6
Sonoma Ranch Subdivision Ltd	Business Complex							2,670,593	0 31%	9						
First Security Bank of DAC	Bank							2,350,980	0 27%	10	2,350,980	0 30%	9			
Wells Fargo Bank New Mexico	Bank	2,484,100	0 25%	10	2,602,633	0 28%	10									
Greco Town Rentals, LLC	Apartments													1,866,333	0 25%	8
American Stores Properties, Inc	Shopping Centers													1,806,833	0 24%	9
Dayton Hudson Corp/Target Stores	Discount Stores													1,766,666	0 23%	10
Las Cruces Hotel Ltd Partnership	Hotel										2,098,067	0 27%	10	1,966,667	0 26%	7
U S West Communications, Inc	Communications				12,568,052	1 38%	1	12,397,023	1 42%	1	9,581,486	1 21%	2	8,414,989	1 12%	2
Southwest Shopping Centers	Shopping Centers				7,744,433	0 85%	3	7,938,287	0 91%	3	8,354,404	1 06%	3	8,086,733	1 07%	3
Level 3 Communications LLC	Communications				2,648,076	0 29%	9									
			5 57%			5 91%			6 05%			6 11%			5 75%	

Source Dona Ana County Property Abstract

*The requirement for statistical data is ten years, only seven years are available at this time

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

Fiscal Year	Total City Tax Levy	Current and Delinquent Tax Collections	% of Levy Collected
1998	$ 5,297,561	$ 5,298,506	100.02%
1999	5,652,797	5,743,818	101.61%
2000	5,972,864	5,891,362	98.64%
2001	5,811,869	5,771,703	99.31%
2002	5,876,610	5,798,415	98.67%
2003	6,232,578	6,160,562	98.84%
2004	6,708,029	6,653,604	99.19%
2005	7,225,464	7,140,562	98.82%
2006	8,089,660	8,054,750	99.57%
2007	8,553,015	9,109,849	106.51%

Source: Doña Ana County Property Abstract

City of Las Cruces
Ratio of Outstanding Debt by Type
Last Six Years

Governmental Activities

Fiscal Year	Sales Tax Revenue Bonds	Unamortized Discount on Sales Tax Revenue Bonds	Notes Payable	Capital Lease	Claims & Judgments	Compensated Absences
2002	$ 39,420,000	$ -	$ 949,003	$ 364,169	$ 3,469,096	$ 2,211,189
2003	43,370,000	-	724,897	906,347	3,891,451	2,294,330
2004	39,685,000	-	667,497	1,417,616	4,569,470	2,651,415
2005	37,409,000	-	319,931	1,214,376	4,269,350	2,524,205
2006	64,340,000	276,275	-	998,963	3,934,709	2,623,852
2007	59,080,000	346,548	12,298,853	770,645	3,151,727	4,024,107

Business-Type Activities

Fiscal Year	Utility Revenue Bonds	Unamortized Discount on Utility Revenue Bonds	Capital Leases	Claims & Judgments	Notes Payable	Accrued Landfill Closure Costs	Compensated Absences	Total Primary Government	Percentage of Personal Income *	Per Capita *
2002	$ 32,095,000	$ (350,859)	$ 845,540	$ 1,205,620	$ 1,065,351	$ -	$ 767,054	$ 82,041,163	6.51%	1,107
2003	30,610,000	(322,275)	1,176,991	1,352,385	1,041,291	-	781,355	85,826,772	6.57%	1,138
2004	29,050,000	(293,624)	367,064	1,588,015	549,668	-	843,635	81,095,756	5 84%	1,050
2005	27,420,000	(264,972)	237,373	1,483,715	1,057,708	1,457,040	884,125	78,011,851	4.74%	974
2006	36,755,000	(173,805)	93,439	1,367,418	810,044	2,028,000	886,617	113,940,512	6.70%	1,379
2007	52,530,000	(207,671)	83,981	1,095,310	1,029,010	2,247,000	1,674,195	138,123,705	8.13%	1,672

Notes:

* Details regarding the city's outstanding debt can be found in the notes to the financial statements.
* See Schedule 14 for the personal income and population data. These ratios are calculated using personal income and population for the prior fiscal year.
* The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2002 to 2007 is shown.

Source: City of Las Cruces CAFR, Note 7, Long-Term Obligations

City of Las Cruces

Ratio of Net General Obligation Debt to Taxable Value and Net General Obligation Bonded Debt Per Capita

Last Ten Years

(Unaudited)

Fiscal Year	Population	Taxable Value	General Obligation Bonded Debt Outstanding	Less Debt Service Fund	Net Bonded Debt	Ratio of Net Bonded Debt To Taxable Value	Net Bonded Debt Per Capita
1998	75,545	$ 754,120,938	$ 2,665,000	$ 747,231	$ 1,917,769	0.25%	25.39
1999	75,786	790,003,231	2,045,000	896,062	1,148,938	0.15%	15.16
2000	74,267	869,981,246	1,395,000	1,081,945	313,055	0.04%	4.22
2001	74,267	913,740,857	715,000	715,000	-	0.00%	0.00
2002	74,267	977,850,612	-	-	-	N/A	N/A
2003	77,237	1,021,231,343	-	-	-	N/A	N/A
2004	80,054	1,097,658,516	-	-	-	N/A	N/A
2005	82,611	1,149,021,158	-	-	-	N/A	N/A
2006	86,607	1,310,349,858	-	-	-	N/A	N/A
2007	87,542	1,392,660,408	-	-	-	N/A	N/A

Source: Doña Ana County Property Abstract

City of Las Cruces
Computation of Direct and Overlapping Debt
June 30, 2007
(Unaudited)

Jurisdiction	General Obligation as of June 30, 2007	Percentage Applicable to City of Las Cruces	City of Las Cruces Share of Debt
Direct			
City of Las Cruces	$ -	100.00%	$ -
Overlapping			
State of New Mexico	362,735,000	3.30%	11,970,255
Dona Ana County	3,510,000	50.78%	1,782,378
Las Cruces School District	86,080,000	68.52%	58,982,016
Dona Ana Branch Community College	14,450,000	50.78%	7,337,710
Total overlapping	466,775,000		80,072,359
Total direct and overlapping general obligation bonded debt	$ 466,775,000		$ 80,072,359

Source: City of Las Cruces; State of New Mexico; Dona Ana County; Las Cruces School District; Dona Ana Branch Community College.

Notes:
* Overlapping rates are those of local and county governments that apply to the property owners of the City of Las Cruces.

City of Las Cruces
Computation of Legal Debt Margin
Last Eight Years
June 30, 2007
(Unaudited)

	2007
Taxable valuation	$1,392,660,408
Legal debt limit - 4% of assessed calculation	55,706,416
Amount of long-term debt subject to legal debt limit: general obligation debt outstanding	-
Legal debt margin	$ 55,706,416

	2000	2001	2002	2003	2004	2005	2006
Debt limit	$ 34,799,250	$ 36,549,634	$ 39,114,024	$ 40,849,254	$ 43,906,341	$ 45,906,846	$ 52,413,994
Total net debt applicable to limit	1,395,000	715,000	-	-	-	-	-
Total debt margin	$ 33,404,250	$ 35,834,634	$ 39,114,024	$ 40,849,254	$ 43,906,341	$ 45,906,846	$ 52,413,994
Total debt applicable to the limit as a percentage of debt limit	4.01%	1.96%	N/A	N/A	N/A	N/A	N/A

Source: Doña Ana County Property Abstract

Notes:
* The requirement for statistical data is ten years; only eight years are available at this time.

City of Las Cruces
Pledged-Revenue Bond Coverage
Last Ten Fiscal Years
(Unaudited)
June 30, 2007

Fiscal Year	Sales Tax Revenue Bonds/Notes				Gas Tax Bonds			
		Debt Service				Debt Service		
	Tax Revenues	Principal	Interest	Coverage	Tax Revenues	Principal	Interest	Coverage
1998	$ 19,304,198	$ 1,815,000	$ 1,197,611	6 41	$ -	$ -	$ -	-
1999	19,866,215	1,955,000	1,107,919	6 49	-	-	-	-
2000	22,047,899	2,220,000	1,731,083	5.58	-	-	-	-
2001	25,245,000	2,460,000	1,712,394	6 05	1,008,424	-	-	-
2002	27,766,154	1,793,168	1,637,898	8.09	1,539,143	-	260,853	5 90
2003	29,598,948	1,521,087	927,515	12 09	1,512,281	265,000	260,853	2 88
2004	33,236,280	3,089,418	1,213,189	7.72	1,544,437	275,000	248,663	2 95
2005	36,245,275	3,203,196	1,209,419	8 21	1,451,120	290,000	235,875	2 76
2006	40,686,980	3,992,351	1,096,173	8 00	1,532,985	300,000	222,245	2 94
2007	47,195,398	4,583,873	2,447,367	6 71	1,506,014	315,000	207,845	2 88

Fiscal Year	Environmental Gross Receipts Tax Bonds				Utility Revenue Bonds/Notes					
		Debt Service			Utility Service Charges	Less Operating Expenses	Net Available Revenue	Debt Service		
	Tax Revenues	Principal	Interest	Coverage				Principal	Interest	Coverage
1998	$ 786,912	$ 320,000	$ 604,375	0.85	$ 26,619,450	$(22,564,249)	$ 4,055,201	$ 1,070,000	$ 1,739,980	1 44
1999	808,988	340,000	587,575	0 87	27,631,743	(20,658,022)	6,973,721	1,115,000	1,696,001	2 48
2000	856,426	360,000	567,175	0 92	27,393,866	(21,412,332)	5,981,534	1,160,000	1,648,773	2 13
2001	890,199	380,000	545,575	0.96	30,213,313	(22,884,302)	7,329,011	1,215,000	1,598,000	2 61
2002	968,127	405,000	522,775	1 04	29,079,551	(22,978,421)	6,101,130	1,325,000	1,668,811	2 04
2003	1,011,472	425,000	498,981	1 09	35,803,200	(27,376,457)	8,426,743	1,550,000	1,607,861	2 67
2004	1,134,753	450,000	477,200	1 22	43,902,605	(34,970,027)	8,932,578	1,643,043	1,542,500	2 80
2005	1,237,329	410,000	189,656	2 06	46,421,742	(34,718,010)	11,703,732	1,739,857	1,473,776	3 64
2006	1,401,404	590,000	253,366	1 66	57,510,802	(44,533,053)	12,977,749	1,838,047	1,781,858	3 59
2007	1,523,163	605,000	235,666	1 81	58,441,509	(45,068,724)	13,372,785	1,940,010	2,330,112	3 13

Notes

* Details regarding the City's outstanding debt can be found in Note 7 of the financial statements
* Operating expenses do not include interest, depreciation, or amortization expenses

City of Las Cruces
Demographic Data
Last Ten Fiscal Years
June 30, 2007
(Unaudited)

Fiscal Year	Population	Personal Income (thousands of dollars)	Per Capita Income	Median Age	School Enrollment	Unemployment Rate %
1998	73,493	$ 1,163,541	$ 15,832	30.1	$ 22,381	8.2%
1999	76,102	1,263,217	16,599	30.1	22,395	8.0%
2000	73,539	1,220,674	16,599	30.1	22,253	8.3%
2001	74,091	1,259,769	17,003	31.2	21,779	8.3%
2002	75,409	1,306,159	17,321	30.2	22,706	9.1%
2003	77,237	1,389,030	17,984	31.2	22,633	7.3%
2004	80,054	1,646,951	20,573	31.2	22,880	6.1%
2005	82,611	1,699,556	20,573	31.2	23,400	6.8%
2006	86,607	1,477,429	17,059	30.1	23,100	5.1%
2007	87,542	1,539,951	17,591	32.5	24,000	4.2%

Sources

U.S. Census Bureau
Las Cruces Public Schools
New Mexico Department of Labor
Community Dev. Dept Population Est.

City of Las Cruces
Principal Employers
Last Two Fiscal Years
June 30, 2007
(Unaudited)

FY 2007	FY 2006
Border Foods Inc.	Alliance Hospital
Coordinated Care Corp.	Coordinated Care Corp.
Dona Ana Branch Community College	Dona Ana Branch Community College
Dona Ana County Administration	Dona Ana County Administration
Las Cruces Public Schools	Memorial Medical Center
Memorial Medical Center	Mountain View Regional Medical Center
Mountain View Regional Medical Center	National Aeronautics & Space
National Aeronautics & Space	New Mexico State University
New Mexico State University	Peak Hospital of Santa Teresa
Tresco Tots	Tresco Tots

Note: By law, the NM Dept. of Labor may not release the number of employees. For further information, contact Susan Reagan at the NM Dept. of Labor at (505) 222-4685.

Source: New Mexico Department of Labor, Bureau of Labor & Statistics

* Information is only available for Fiscal Years 2006 and 2007. GASB reporting for Principal Employers per GASB Statement 44 was implemented in Fiscal Year 2006.

City of Las Cruces
City Government Employees by Function/Program
Last Six Fiscal Years
June 30, 2007
(Unaudited)

	Fiscal Year					
	2002	2003	2004	2005	2006	2007
Function/Program						
General Government						
City Administration	16	15	11	18	17	17
Human Resources	10	9	11	9	12	12
Financial Services	45	49	52	48	49	47
Legal	29	34	36	35	31	35
Risk Management	6	6	6	6	6	6
Community Development						
Administration	16	16	20	29	22	22
Permits and Inspections	13	17	16	17	19	20
Neighborhood Development	4	5	5	10	6	7
Facilities						
Administration	5	6	7	6	7	7
Airport Operations	6	5	4	3	4	4
Building Services	33	29	39	33	31	32
Fleet Services	16	16	22	21	19	22
Parks	48	53	56	51	56	60
Fire						
Administration	12	12	8	9	10	12
Firefighters and Officers	93	100	97	103	115	109
Police						
Administration	45	50	69	41	58	61
Officers	174	183	189	189	194	192
Public Services						
Convention & Visitors' Bureau	7	7	7	8	7	8
Library	30	32	34	38	39	37
Museum Systems	14	13	14	13	16	15
Public Information	6	6	6	5	6	6
Parks & Recreation	33	34	35	42	39	51
Senior Programs	37	37	37	40	41	46
Transit	42	43	36	37	50	51
Public Works						
Administration	1	1	2	3	2	2
Engineering	39	38	41	40	41	36
Street Systems	47	48	44	44	49	58
Utilities						
Gas	62	63	68	62	66	67
Water	51	50	48	45	48	52
Wastewater	51	51	53	53	53	55
Solid Waste	55	58	57	57	61	63
Support Services						
Information Tech. & Communications	28	30	31	29	26	28
Document Services	3	3	3	3	2	3
Total employees	1,077	1,119	1,164	1,147	1,202	1,243

Notes:
* The requirement for statistical data is ten years. GASB 34 was implemented in 2002. Data from 2002 to 2007 is shown

City of Las Cruces
Operating Indicators by Function/Program
Last Six Fiscal Years
June 30, 2007
(Unaudited)

	Fiscal Year					
	2002	2003	2004	2005	2006	2007
Function/Program						
General Government						
Number of newsletters printed and mailed				108,000	216,000	216,000
Cost per newsletter				$ 0 26	$ 0 26	$ 0 26
Number of days from position postings to position hires				43	44	44
Operating and maintenance cost per work station				<$3500	<$3500	<$3500
Facilities						
Dollar amount of projects managed per employee				N/A	$7 13 M	$8 96 M
Number of project work orders (over $10,000) requested				N/A	86	75
Conduct park safety and maintenance inspections				120/qtr	126/qtr	126
Total number of facilities operated and maintained	88	88	88	88	90	94
Police						
Number of citations issued				28,251	32,000	26,374
Number of clean up events				N/A	25	
Number of codes violations addressed		30,784	33,547	37,073	31,719	
Fire						
Number of building inspections	not avail	1,871	2,535	3,586	3,410	2,696
Number of citizens who receive safety education	not avail	1,763	4,385	3,653	2,584	3,860
Community Development						
Number of affordable rental and owner occupied housing using CDBG and HOME funds	25	50	147	50	100	108
Miles of bicycle facility lane installed	12	14	11	6	10	
Number of special events hosted in downtown area	10	11	12	22	23	23
Number of vendors participating in the Farmer's and Crafts Market	100	110	125	135	121	126
Number of residential building permits issued	1,108	1,389	1,435	2,044	1,756	1,547
Amount collected for residential permits	$ 1,549,769	$ 2,767,171	$ 2,841,679	$ 5,072,857	$ 4,883,106	$ 4,751,817
Number of commercial building permits issued	166	170	218	177	131	147
Amount collected for commercial permits	$ 383,684	$ 417,162	$ 589,046	$ 342,056	$ 551,029	$ 532,631

City of Las Cruces
Operating Indicators by Function/Program — continued
Last Six Fiscal Years
June 30, 2007
(Unaudited)

	Fiscal Year					
	2002	2003	2004	2005	2006	2007
Function/Program - continued						
Public Services						
Request for visitor information at Convention & Visitor's Bureau (CVB)	$ 15,445	$ 15,780	$ 19,978	$ 24,920	$ 33,889	$ 33,585
Walk-in visitors to CVB office	3,483	4,824	3,702	5,544	5,674	5,153
Number of congregate meals served to seniors	73,036	72,877	76,500	78,877	73,138	82,205
Number of home-delivered meals served to seniors	83,961	130,852	155,000	172,141	173,048	184,615
Number of homemaker units	6,257	3,334	5,510	7,135	8,200	9,905
Museum visitors				159,630	172,245	279,202
Museum exhibit openings attendance				10,271	11,409	9,659
Museum program participants				13,248	32,755	13,643
Fixed route ridership				622,560	690,000	733,128
Cost per trip on fixed route				$ 2 90	$ 2 90	$ 2 90
Total library circulations	393,500	421,925	425,757	423,340	475,156	533,294
Total number of library sponsored programs	277	308	283	304	445	1,040
Computer sessions at library	32,027	47,817	59,515	54,654	97,932	104,382
Public Works						
Number of potholes patched within 24 hours of report				95 7%	90 0%	0 0%
Maintain major arterials and intersections through routine striping program				1/yr	2/yr	
Utilities						
Meter reading complaints	<1%	<1%	<1%	<1%	<1%	<1%
Metering operating cost per customer	$ 0 45	$ 0 52	$ 0 59	$ 0 58	$ 0 60	$ 0 61
Operating and maintenance cost per dekatherm (Gas)	$ 0 93	$ 1 10	$ 1 24	$ 1 03	$ 1 48	$ 1 83
Operating and maintenance cost per 1,000 gallons produced (Water)	$ 0 86	$ 0 93	$ 1 07	$ 1 05	$ 1 10	$ 1 37
Operating and maintenance cost per 1,000 gallons treated (Wastewater)	$ 1 81	$ 1 83	$ 2 23	$ 2 03	$ 2 02	$ 2 44
Total operating cost per ton collected (Solid Waste)	$ 31 79	$ 42 27	$ 48 40	$ 43 04	$ 44 42	$ 49 34

* The requirement for statistical data is ten years GASB 34 was implemented in 2002 Data from 2002 to 2007 is shown

City of Las Cruces
Capital Assets and Infrastructure Statistics by Function/Program
Last Eight Fiscal Years
June 30, 2007
(Unaudited)

	Fiscal Year							
	2000	200120	02	2003	2004	2005	2006	2007
Function/Program								
Area in square miles	50.46	50.46	50.46	50 46	51 5	52.25	56.07	76.18
Government facilities and services								
Miles of streets	380	380	438	438	438	992	524	537
Number of street lights	3,600	3,600	5,400	4,245	5,019	5,488	4,889	6,392
Culture and Recreation								
Community centers	5	5	5	5	6	6	5	5
Lakes	1	1	1	1	1	1	1	1
Pond	1	1	1	1	1	1	1	1
Parks	59	59	72	72	51	75	78	77
Park acreage	736	736	736	303	308	308	373	373
Sports complex	11	12	12	12	13	13	13	13
Swimming pools	3	3	3	3	3	3	3	3
Shooting range	1	1	1	1	1	1	1	1
Tennis courts	18	18	18	18	18	18	18	18
Bike path	1	2	2	2	2	2	2	2
Miles of bike paths							10	10
Fire Protection								
Number of stations	6	6	7	7	7	7	7	7
Police Protection								
Number of stations	1	1	1	1	1	1	1	1
Sewerage Systems								
Miles of sanitary sewers (est)	321	321	321	369	373	393	435	476
Miles of storm sewers (mains)	29	29	29	29	111	18	17	17 5
Number of treatment plants	2	2	2	2	2	2	2	2
Number of service connections	21,320	21,518	22,264	23,117	23,955	25,180	33,806	26,018
Water System								
Miles of water mains (est.)	353	353	356	389	412	462	476	505
Number of service connections	22,540	22,971	23,852	24,525	25,616	27,040	28,835	29,980
Transit System								
Miles of Bus Routes					81 7	81.7	86	86
Number of Bus Stops					358	358	358	358
Number of Buses					17	17	16	16
Number of Dial-a-Ride Vehicles					11	11	17	17

Notes·

* The requirement for statistical data is ten years; only eight years are available at this time.

Sources: Various City departments.

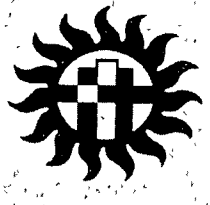
City of Las Cruces
Sales Tax Revenue Payers by Industry
Fiscal Years 2006 and 2007
(Unaudited)
June 30, 2007

	Fiscal Year 2006				Fiscal Year 2007			
Industry	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Tax Liability	Percentage of Total
Retail Trade	9,334	19.83%	$ 48,838,520	35 03%	9,934	20.68%	$ 54,982,847	35.53%
Construction	6,362	13.51%	22,699,553	16.28%	7,134	14.85%	27,879,283	18.02%
Other Services (except Public Admin)	10,901	23.15%	14,730,815	10.57%	11,210	23.34%	15,924,204	10.29%
Health Care and Social Assistance	4,444	9.44%	12,806,038	9.19%	5,037	10.49%	15,916,601	10.29%
Accommodation and Food Services	2,491	5.29%	11,132,432	7.99%	2,784	5.80%	13,413,860	8.67%
Professional, Scientific and Technical Svcs	5,250	11.15%	7,725,877	5.54%	5,655	11.77%	8,817,718	5.70%
Wholesale Trade	2,141	4.55%	5,856,880	4.20%	2,247	4.68%	6,431,631	4.16%
Unclassified Establishments	3,102	6.59%	5,394,616	3.87%	426	0.89%	442,676	0.29%
Utilities	84	0.18%	5,016,725	3.60%	104	0.22%	5,226,613	3.38%
Information and Cultural Industries	1,291	2.74%	2,721,581	1.95%	1,531	3.19%	3,275,233	2.12%
Real Estate and Rental and Leasing	1,681	3.57%	2,480,707	1.78%	1,967	4.10%	2,419,365	1.56%
	47,081	100%	$ 139,403,745	100%	48,029	100%	$ 154,730,031	100%

Source: State of New Mexico Taxation & Revenue

* Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

* Information is only available for fiscal years 2006 and 2007. GASB reporting for Sales Tax Revenue Payers by Industry per GASB Statement 44 was implemented in Fiscal Year 2006.



City of Las Cruces

Single Audit Section

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report on Schedule of Expenditures of State and Federal Awards

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

We have audited the basic financial statements, combining and individual fund financial statements and all the budgetary comparisons presented as supplemental information of the City of Las Cruces, as of and for the year ended June 30, 2007, and have issued our report thereon dated December 27, 2007. Our audit was performed for the purpose of forming opinions on the financial statements and supplemental information described above. The accompanying schedule of expenditures of state and federal awards is presented for purposes of additional analysis as required by U. S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is 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 basic financial statements taken as a whole.

REDW LLC

December 27, 2007

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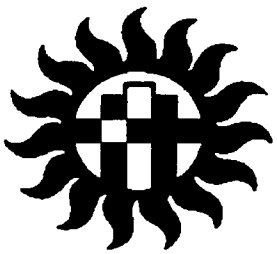


City of Las Cruces

City of Las Cruces
Schedule of Expenditures of State and Federal Awards
For the Year Ended June 30, 2007

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Aging & Long-Term Services Department					
Retired and Senior Volunteer Program		05-SRWNM009	7/06 thru 6/07	$ 16,053	$ 15,939
Senior Employment Program		2001-067	7/06 thru 6/07	6,177	6,446
Meals Transportation -Title III		2001-067	7/06 thru 6/07	356.036	392,363
Title XX		04-690-5000-5055	7/06 thru 6/07	101,939	101,939
Meals Equipment Grant for Senior Centers		2006-328	11/05 thru 6/07	45.000	42,546
Total New Mexico Aging & Long-Term Services				525,205	559,233
New Mexico State Department of Transportation					
Arterial Street Lights		TPZ-4532(3)04	3/06 thru 9/10	592,000	52,281
East Mesa - Reynolds Drive		SP-GA-7613(229)	10/05 thru 6/10	400,000	254,017
Elks Drive Widening		MAP-4504(901)	12/05 thru 6/07	386,181	386,181
Elks Drive		ST-4504(202)	10/05 thru 6/10	125,000	75,500
Elks Drive		ST-4504(203)	10/04 thru 06/10	250,000	250,000
Elks Drive		ST-4504(204)	10/05 thru 06/10	290,000	290,000
Elks Drive		ST-4504(205)	10/04 thru 06/10	200,000	200,000
Triviz Landscaping		TPE-4539(3)02	5/05 thru 6/09	243,000	44,149
South Main Rehab/ADA		SP-1-06(915)	7/05 thru 12/06	52,698	52,698
Union Ave		TPE-07373(3)	6/06 thru 9/10	187,500	9,375
Valley Drive		TPO-4536(1)	6/04 thru 6/08	150,000	78,053
Section 112		PL-92A-1(47)	7/06 thru 6/07	151,767	151,767
Section 5303		PL-92A-2(042)	7/06 thru 6/07	36,749	23,761
Traffic Count Program		HPR-92A-2(43)	7/06 thru 6/07	14,480	14,935
S T E P		06-PT-63-049	10/05 thru 09/06	25,960	20,736
Traffic Safety Bureau		06-AL-64-P2B	10/05 thru 09/06	44,100	21,711
Traffic Safety Bureau		06-RF-01-049	10/05 thru 09/06	12,800	5,673
Traffic Safety Bureau		07-AL-64-P2C	10/06 thru 09/07	42,711	12,999
Traffic Safety Bureau		07-RF-01-049	10/06 thru 09/07	12,794	8,075
Traffic Safety Bureau		07-AL-64-049	10/06 thru 09/07	42,684	33,728
Traffic Safety Bureau		07-AL-64-P2B	10/06 thru 09/07	32,289	25,292
Community DWI Program		07-CD-05-049	07/06 thru 09/07	50.195	22,929
Total New Mexico State Dept of Transportation				3,342,908	2,033,860
New Mexico Economic Development Department					
Downtown Revitalization		04-L-NR-I-3-G-0183	5/06 to 6/06	200,000	51,223
New Mexico Economic Development Department				200,000	51,223
New Mexico Energy, Minerals and Natural Resources Department					
Rideshare NMEMNR		07-521-0300-0017	7/06 thru 6/07	30,000	17,579
Total New Mexico Energy, Minerals and Natural Resources Department				30,000	17,579
New Mexico Children, Youth and Families Department					
Juvenile Citation Program		07-690-7000-7028	7/06 thru 9/06	50,500	50,500
Juvenile Citation Program		07-690-3061	10/06 thru 6/07	135,000	113,245
Juvenile Citation Program Spanish		05-690-7000-7148	3/05 thru 8/06	31,000	1,894
Total Children, Youth and Families Department				216,500	165,639

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2007

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Crime Victim Reparation					
Victim Assistance Unit		2007-VA-242	7/06 thru 6/07	$ 30,450	$ 30,450
Victim Assistance Unit		2007-VA-281	7/06 thru 6/07	3,612	3,612
Total New Mexico Crime Victim Reparation				34,062	34,062
State Department of Public Safety					
Project Safe Neighborhoods		2006-PG-BX-0006	10/06 thru 9/07	12,205	848
New Mexico Gang & Terrorism Task				-	2,053
Total State Department of Public Safety				12,205	2,901
University of New Mexico					
UNM Pedestrian Safety			7/06 thru 06/07	10,000	10,000
Total University of New Mexico				10,000	10,000
NM Department of Public Safety					
OEM 2006 Disaster Recovery /Flood Related Damages		FEMA-1659-DR-NM	01/16/07 thru 2/28/07	13,012	12,492
OEM 2006 Disaster Recovery /Flood Related Damages		FEMA-1659-DR-NM	01/16/07 thru 2/29/08	626.830	554,066
OEM 2006 Disaster Recovery /Flood Related Damages		FEMA-1659-DR-NM	01/16/07 thru 2/28/07	31,643	30,377
OEM 2006 Disaster Recovery /Flood Related Damages		FEMA-1659-DR-NM	01/16/07 thru 2/29/08	14,636	13,905
OEM 2006 Disaster Recovery /Flood Related Damages		FEMA-1659-DR-NM	01/16/07 thru 2/29/08	1,542	1,465
Total NM Department of Public Safety				687,663	612,305
NM Tourism Department					
Convention & Visitors Bureau		07-418-3001-0018	7/1/06 thru 6/30/07	20,000	20,000
Total NM Tourism Department				20,000	20,000
NM State Library					
New Mexico State Library		NMSA 178 Sect 18 2-4b	7/06 thru 6/07	5,690	5,690
Total NM State Library				5,690	5,690
NM Department of Cultural Affairs					
North and South of the Border Exhibit		CUGE-07-051	07/01/06 thru 06/30/07	4,759	2,000
Total NM Department of Cultural Affairs				4,759	2,000

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2007

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
New Mexico Department of Finance and Administration					
Airport Lights/Signs		3-35-0024-018		$ 7,500	$ 973
Airport Master Plan				50,000	17,062
Animal Shelter Expansion		04-L-NR-I-3-G-1673	9/05 to 6/09	88,000	36,275
Branigan Library Expansion		06-L-G-395	9/06 to 6/10	50,000	41,290
Burn Lake/Esslinger Park		05-L-G-1431	9/05 to 6/10	95.000	6,600
Benavidez Community Center		05-L-G-1434	9/05 to 6/10	25.000	1,806
Community of Hope-Peregrinos Food Bank		04-L-NR-I-3-G-1669	10/04 to 6/09	100.000	6,612
Community of Hope		04-L-NR-I-3-G-2350	10/04 to 6/09	50.000	31,126
Community of Hope-Phase 3 Food Bank Job Ctr		03-L-NR-I-3-G-820	10/03 to 6/08	40.000	14,557
Football and Basketball Equip		05-L-NR-I-3-G-1449	8/05 to 6/07	25,000	633
Grandparents Housing		05-L-G-1443	9/05 to 6/10	25,000	1,536
Grandparents Housing		05-L-G-1724	9/05 to 6/10	50,000	10.711
Housing for Handicapped		06-L-NR-I-3-G-1604	10/06 to 06/10	75,000	59.790
Housing for Handicapped		06-L-NR-I-3-G-1614	10/06 to 06/10	53,000	15,925
Indoor Swimming Pool & Rec.		05-L-G-444	9/05 to 6/10	50,000	47,671
Indoor Swimming Pool & Rec		06-L-G-1608	5/06 to 6/10	3,702,600	77,875
La Casa Domestic Violence Shelter		02-L-NR-I-3-G-501	7/05 to 6/07	10,000	10,000
Las Cruces Convention Center		02-L-NR-I-3-G-803	8/02 to 6/07	50,000	25,499
LC Aquatic & Family Rec Center		06-L-G-411	9/06 to 6/10	9,033,255	300
LC Downtown Plaza		03-L-NR-I-3-G-805	10/03 to 6/08	316,800	97,191
LC Downtown Revitalization		04-L-NR-I-3-G-275	10/04 to 6/09	420,750	275,038
LC Downtown Revitalization		05-L-1043	5/06 to 6/10	140,000	107,538
LC Downtown Revitalization		06-L-G-416	9/06 to 6/10	1,050,000	805,247
LC Downtown Revitalization		06-L-G-1610	5/06 to 6/10	300,000	300,000
Lohman Median Landscaping		ST-5614(201)03	10/05 to 6/10	100.000	6,758
Mesquite Historic District		04-L-NR-I-3-G-276	10/04 to 6/09	346,500	1,410
Munson Senior Center		05-L-NR-I-3-G-0838	9/06 to 6/10	148,500	4,066
Museum of Fine Arts		02-L-NR-I-3-G-523	2/03 to 6/07	50,000	960
North Las Cruces Park		05-L-NR-I-3-G-0291	9/05 to 6/10	50,000	12.907
Open Space Park		05-L-NR-I-3-G-1425	9/05 to 6/10	25,000	8,256
Rio Grande Theatre		04-L-NR-I-3-G-279	10/04 to 6/09	693,000	2,240
Thomas Branigan Memorial Library GO Bond		06-587-600399	7/05 to 6/07	395,917	62,613
Veteran's Museum		04-L-NR-I-3-G-267	10/04 to 6/09	60,000	2,562
Enhanced 9-1-1		03-T-018	03 to 6/30/07	24,700	20,814
Total Department of Finance and Administration				17,700,522	2,113,841
Total state expenditures of state awards				22,789,514	5,628,333
U.S. Department of Agriculture					
Pass-through State Health Environment Department					
Summer Food Program	10 559	06-3027	6/06 thru 7/06	210,000	59,549
Total U S Department of Agriculture				210,000	59,549

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2007

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U. S. Department of Housing and Urban Development					
Community Development Block Grant Metro Entitlement Grants					
B-03-MC-35-0002	14 228		10/03 to Comp	$ 1,373,757	$ 2,875
B-04-MC-35-0002	14 228		10/04 to Comp	1,277,435	158,560
B-05-MC-35-0002	14 228		10/05 to Comp	1,492,828	210,010
B-06-MC-35-0002	14 228		10/06 to Comp	1,019,805	413,129
Total Community Development Block Grant				5,163,825	784,574
Home Investment Partnerships Program					
M-04-MC-35-0222	14 239		10/04 to Comp	587,587	69,030
M-05-MC-35-0222	14 239		10/05 to Comp	493,332	19,582
M-06-MC-35-0222	14 239		10/06 to Comp	502,636	321,846
Total Home Investment Partnerships Program				1,583,555	410,458
Community Development Block Grant Brownsfield Economic Development Initiative					
NMSU Model Extension Program	14 246	B-02-SP-NM-0442	8/02 thru 8/07	1,000,000	336,218
Sammy Burke Youth Boxing	14 246	B-03-SP-NM-0490	11/04 thru 5/05	89,415	61,137
Total Community Development Block Grants/Brownsfield Economic Development Initiative				1,089,415	397,355
Other HUD					
Transitional Housing	14 235	NM02B2-01-006	6/06 to 7/06	129,171	30,956
Supportive Housing	14 235	NM02B4-01-008	7/05 to 6/08	197,794	82,797
Shelter Plus Care	14 238	NM02C3-01-006	9/04 to 8/09	327,060	60,724
Total other HUD				654,025	174,477
Total U S Department of Housing and Urban Development				8,490,820	1,766,864
Bureau of Reclamation					
Lush & Lean Demonstration Program Grant, Ph	15 BCD	07-FG-40-2612	02/23/07-03/30/08	12,300	1,576
Total Bureau of Reclamation				12,300	1,576
Office of National Drug Control Policy					
High Intensity Drug Trafficking Area	16.000	I5PSNP562	7/05 thru 6/07	743,605	22,798
High Intensity Drug Trafficking Area	16 000	I6PSNP562	7/06 thru 6/07	725,583	621,466
Total Office of National Drug Control Policy				1,469,188	644,264

City of Las Cruces

Schedule of Expenditures of State and Federal Awards — continued

For the Year Ended June 30, 2007

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
U.S. Department of Justice					
Grants to Encourage Arrest Policies & Enforcement of Protection Orders-Secure Our Schools	16 590	2004-CKWX-0485	9/04 thru 8/06	$ 7,950	$ 1,063
Grants to Encourage Arrest Policies & Enforcement of Protection Orders-Encourage Arrest Policies & Enforcement	16 590	04-WE-AX-0075	9/04 thru 2/07	572,626	110,047
Local Law Enforcement0Block Grant Program	16 592	04LBBX1131	1/05 thru 1/07	25,504	8,472
Grants to Encourage Arrest Policies & Enforcement of Protection Orders-Justice Assistance	16 738	2006-DJBX-1020	10/05 thru 9/09	45,529	13,819
Total U S Department of Justice				651,609	133,401
U.S. Department of Transportation					
Airport Improvement Program-Airport Air Traffic Control Tower	20.106	OTA City of Las Cruces	7/04 to Completion	1,100,000	1,851
Airport Improvement Program-Airport Lights and Signs	20 106	OTA City of Las Cruces	5/06 to Completion	250,000	36,956
Total Airport Air Traffic Control Tower				1,350,000	38,807
Federal Transit Formula Grants-Federal Transportation Administration					
Section 5307	20 507	NM 90-0071	7/04 to Completion	1,005,197	1,048
Section 5310	20 507	NM 90-4074	7/05 to Completion	1,053,434	549,685
Section 5307	20 507	NM 90-4076	8/06 to Completion	518,876	502,994
Total Federal Transit Formula Grants-Federal Transportation Administration				2,577,507	1,053,727
Federal Highway Administration					
Pass-through State Highway Department					
Federal Highway Administration					
Highway Planning & Construction-Rideshare NMSHTD	20 205	M00173	7/06 thru 6/07	31,000	20,104
Highway Planning & Construction-New Mexico Beautification	20 205	07-418-6001-0029	7/06 thru 6/07	25,300	25,300
Total Pass-through State Highway Department				56,300	45,404
Total U S Department of Transportation				3,983,807	1,137,938

City of Las Cruces
Schedule of Expenditures of State and Federal Awards — continued
For the Year Ended June 30, 2007

Grantor/Pass-Through Grantor/ Grant or Contract Name	Federal CFDA Number	Contract/Grant or State Number	Grant/Program Period	Program or Award Amount	Expenditures
Environmental Protection Agency					
Office of Air & Radiation					
Surveys, Studies, Investigations, Demonstrations, & Special Purpose Activities Relating to the Clean Air Act Grant	66.034	XA-97671401-3	10/04 thru 06/07	$ 411,000	$ 23,400
Lower Rio Grande Water Users Org					
Regional Sustainable Water Project	66 606	XP-986611-01-0	10/00 - 9/07	650,000	9,422
Total Environmental Protection Agency				1,061,000	32,822
U.S. Department of Health and Human Services					
Administration on Aging Special Programs for the Aging-Title III, Part C-Nutrition Services	93 045	99-14C	7/06 thru 6/07	165,739	151,540
Nutrition Services Incentive Program	93 053	2001-00	7/06 thru 6/07	141,660	141,660
Total U S Department of Health and Human Services				307,399	293,200
Corporation for National & Community Service					
Retired and Senior Volunteer Program	94 002	440-6652/21	7/06 thru 6/07	62,218	62,218
U.S. Department of Homeland Security					
Assistance to Firefighters Grant	97 044	EMW-2005-FP-01412	1/06 thru 09/15/07	35,220	11,599
Office of Emergency Management					
Pass-through New Mexico Department of Public Safety					
Interoperable Communication Equipment	97 055	2004-GE-T4-COMM-DA	07/01/06 thru 03/31/07	175,913	46,227
Total expenditures of federal awards				16,459,474	4,189,658
Total expenditures of state and federal awards				$ 39,248,988	$ 9,817,991

City of Las Cruces

Notes to Schedule of Expenditures of State and Federal Awards
June 30, 2007

1) General

The accompanying schedule of expenditures of state and federal awards presents the activity of all state and federal award programs of the City of Las Cruces, New Mexico, (the "City"). The City's reporting entity is defined in Note 1 to the City's financial statements. The Office of Management and Budget's (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations* sets forth requirements whereby federal grants may be audited under a "single audit" approach at the same time the City's financial statements are audited. All awards received from state and federal agencies, as well as awards passed through other organizations and government agencies, are included on the schedule, except for those awards received directly by the Housing Authority of the City of Las Cruces, New Mexico (the "Housing Authority"). These awards are presented on the Housing Authority's schedule of expenditures of federal awards on page 273.

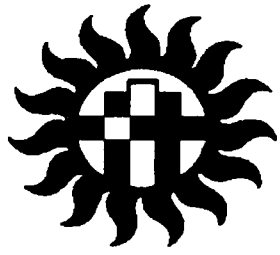
2) Basis of Presentation

The accompanying schedule of expenditures of state and federal awards includes the state and federal grant activity of the City and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3) Reconciliation of Schedule of Expenditures of State and Federal Awards

The following is a reconciliation of the expenditures reported on the schedule of expenditures of state and federal awards to the expenditures reported in the financial statements for the City:

Expenditures on schedule of expenditures of federal awards	$ 9,817,991
Expenditures paid from program income and other	160,259,223
Total expenditures reported for the primary government in the statement of activities	$170,077,214



City of Las Cruces

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LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report on Internal Control Over Financial Reporting and on Compliance and Other Matter Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Las Cruces, New Mexico (the "City") as of and for the year ended June 30, 2007, which collectively comprise the City's basic financial statements. We also have audited the financial statements of each of the City's nonmajor governmental, nonmajor enterprise, internal service and fiduciary funds presented in the accompanying combining financial statements and the budgetary comparison schedules as of and for the year ended June 30, 2007, and have issued our report thereon dated December 27, 2007. 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 City's internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City'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 that we consider to be significant deficiencies.

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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 City'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 City's financial statements that is more than inconsequential will not be prevented or detected. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items FS 07-1 through FS 07-4 to be significant deficiencies in internal control over financial reporting.

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 City's internal control. Our consideration of the 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 the 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 is a material weakness.

Compliance and Other Matters

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

In addition, the results of our tests disclosed another matter that is required to be reported under New Mexico State Auditor Rule 2 NMAC 2.2, *Requirements for Contracting and Conducting Audits of Agencies*, which is described in the accompanying schedule of state auditor's rule findings as SA 07-1.

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

This report is intended solely for the information and use of the Mayor, the City Council, the City's management, and the New Mexico State Auditor, and the New Mexico Department of Finance and Administration, and is not intended to be and should not be used by anyone other than these specified parties.

REDW LLC

December 27, 2007

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LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance

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

Compliance

We have audited the compliance of the City of Las Cruces (the "City") 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, 2007. The City's major federal programs are identified in the summary of auditors' 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 City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City 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, 2007. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is disclosed in the accompanying schedule of findings and questioned costs as item FA 07-1.

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Internal Control Over Compliance

The City's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City'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 as opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the City's 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 consider to be significant deficiencies.

A *control deficiency* in the City'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 City's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement if a federal program that is more than inconsequential will not be prevented or detected by the City's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item FA 07-1 to be a significant deficiency.

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 City's internal control. We did not consider the deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness.

The City's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Mayor, City Council and management, the State of New Mexico Office of the State Auditor, the New Mexico Department of Finance and Administration, 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.

REDW LLC

December 27, 2007

City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2007

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weakness identified?	No
Significant deficiency identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness identified?	No
Significant deficiency identified not considered to be a material weakness?	Yes
Type of auditors' 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?	Yes

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section I — Summary of Auditors' Results — continued

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
14.239	Home Investment Partnerships Program
14.246	Community Development Block Grant/Brownsfield Economic Development Initiative
16.000	High Intensity Drug Trafficking Area
20.507	Federal Transit Formula Grants- Federal Transportation Administration

Dollar threshold used to distinguish between type A and type B programs:	$300,000
Auditee qualified as low-risk auditee?	Yes

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings

FS 07-1 — Information Technology (Repeat Finding)

Criteria: Information Technology (IT) including systems and infrastructure are essential and integral to the efficiency of the City's operations. IT internal controls are essential to maintain the confidentiality, integrity and availability of data. IT internal controls are as important as the internal controls that surround the input of financial transactions into the City's general ledger.

Condition: Several areas of the Information Technology infrastructure were identified as needing enhanced controls. These areas are:

- lack of IT policies implementation
- lack of Munis user access level review
- lack of local redundancy for Munis system
- lack of mobile computing policy (including the use of USB removable drives)
- lack of formal written "user set up and termination" policy and procedures
- lack of security awareness and social engineering training for employees

Context:

The IT Department has made extraordinary progress towards correcting many of the IT findings documented in the audit report of 2006. These include obtaining approval of comprehensive IT policies and procedures, implementation of the enterprise resource planning (ERP) system, approval of an IT strategic plan, increase in IT staffing levels, implementation of a new firewall and intrusion detection system, and the implementation of data encryption. However, there are some important controls lacking.

Lack of IT policy implementation

- The comprehensive IT policies created by the IT Department have been approved but not yet implemented. Until these policies are implemented effective and important controls are lacking.
- Of importance and urgency is the implementation of the Password Policy and the Acceptable Use Policy (which references the use of password protected screen savers). This is particularly important now that the Munis System is being accessed by 300 – 400 City employees. Munis utilizes Microsoft Windows authentication. This means that the same password and user identification (ID) is used to access the network and Munis. Currently passwords are very weak, rarely changed, and in some cases non-existent. Munis stores a great deal of sensitive and mission critical information therefore strong passwords and password protected screen savers are essential security controls.

Section II — Financial Statement Findings — continued

FS 07-1 — Information Technology (Repeat Finding) — continued

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Context: — continued

Lack of user access level review

- There are 300 – 400 employees with different levels of access to the Munis System. At this time Munis software does not support the generation of a printed report of user names and associated permissions. Without this kind of report is it very difficult to know who has what level of access to the system and it is possible that users may have access to more data than is required to perform their job function. Munis will be changing its security model to a role-based model in the future. This will make reviewing users access levels less complex.

Lack of local redundancy for the Munis System

- The City's Munis database is backed up overnight to Munis servers in Maine. However, should either the Munis application server or the database server fail, there is no real-time backup servers maintained on-site to replace them. If these servers failed and there are no redundant servers employees would only be able to access data from the previous day (housed on servers in Maine). In addition, backup Munis servers on-site would allow load balancing of real-time processing.

Lack of formal policy approval processes

- The comprehensive IT policies and procedures drafted by the IT Department have been approved by the City Manager. However it is still unclear, going forward what the approval process will be for future IT policies.

Lack of mobile computing policy

- Laptops, Personal Digital Assistants (PDA) and USB drives are used by City employees. Data is downloaded to these mobile computing devices in order to work off-site. This data may contain sensitive information and is not encrypted. Should these devices be lost or stolen anyone can access the information stored on these. There is no Mobile Computing Policy that addresses downloading and securing City data on these devices.

Lack of user-set up and termination policy

- There are procedures that are followed for setting up users on the network and Munis System. There are procedures for removing user's accounts from the network and Munis System upon termination. These termination procedures are not always adhered to and user accounts can remain active in the system after a user has left or changed job position. There is no formal written user set-up and termination policy.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings — continued

FS 07-1 — Information Technology (Repeat Finding) — continued

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Context: — *continued*

Lack of security and social engineering awareness training for employees

- Other than the security awareness information included in the quarterly IT newsletters there is no formal security and social engineering awareness training given to City employees. There is no security and social engineering awareness training given to new hires as part of their orientation. There is a great deal of important and sensitive data accessible in Munis and there is a plan to make a public portal to Munis via the Internet. In order to protect this data it is essential that employees are aware of security issues and social engineering techniques.

Cause: The IT Department has made a great deal of improvement in the strength of IT internal controls; however, the areas described above have not yet been addressed. To address vulnerabilities and implement the approved IT policies, the IT Department needs the support of City management and the cooperation of City employees.

Effect: Without strong internal controls over the City's IT infrastructure and the Munis System there is the potential for the confidentiality, integrity and/or availability of data to be compromised. This compromise could be by an internal user of the system, by an external source (hacker) and could be intentional or unintentional.

Auditors' Recommendations: The City should ensure that:

- The approved IT policies and procedures are implemented as soon as possible, starting with the password policy and acceptable use policy.
- User access levels on the Munis System are reviewed regularly (at least annually). This review will be easier to perform once the Munis System is converted to "role-based" access levels.
- Redundant servers are available to provide real-time local backup for the Munis System.
- A formal process for approval of IT policies is developed.
- Mobile computing policy and user set-up and termination policies are developed and implemented.

The City should consider providing security awareness and social engineering training to all employees.

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings — continued

FS 07-1 — Information Technology (Repeat Finding) — continued

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Management's Response: The City will continue efforts to enhance policies for control and system security. The implementation of approved policies has begun, and will continue throughout FY08. The Password Policy and Acceptable Use Policy have been implemented. Information Technology (IT) will present several new policies to the City Manager as part of an update to the current IT Policy Manual in early 2008.

IT staff are currently reviewing requirements for a redundant ERP. Funds will be requested for procurement of the requisite hardware/software in the FY09 budget cycle.

The City's software provider is changing the security model in a future release. User access levels will be re-addressed when the upgrade is complete.

IT has requested that security awareness be incorporated as part of the City's New Employee Orientation Program.

Section II — Financial Statement Findings — continued

FS 07-2 — Municipal Court Fines and Fees

Criteria: Municipal Court fines and fees should be reported as revenue when they are assessed. Uncollected court fines and fees should be reported as receivables, with an allowance for estimated doubtful amounts, and a corresponding provision, for any amounts considered unlikely to be collected.

Procedures should be in place to ensure accurate and timely recording of court fines and fees as revenue and receivables in the City's general ledger. Further, procedures should be in place to ensure that court fines and fees are periodically evaluated for collectibility based on historical payment characteristics, delinquency statistics and other relevant data. The allowance for estimated uncollectible amounts should be adjusted based on these evaluations, with a corresponding income statement provision.

Reasonable, cost effective collection efforts should be pursued for significant delinquent Municipal Court fees and fines.

Condition. Court fines and fees are not recorded in the City's general ledger until they are collected by the Court and submitted to the Treasurers office for deposit. The software used by the Court to monitor and administer cases maintains details of amounts owed, but those amounts, aggregating over $6 million, have not been recorded in the City's general ledger. Many of the amounts reported by the Court software are very old, dating back as far as 1988.

Procedures are not in place to ensure the following:

- Fines and fees are recorded as revenue when assessed by the Court.
- Uncollected fines and fees are recorded as receivables.
- Fines and fees considered uncollectible are identified and recorded timely.
- Reasonable, cost effective efforts are made to collect delinquent Court fines and fees.

Cause: Systems and procedures are not in place to share financial information maintained by Municipal Court regarding fines and fees assessed, and uncollected fines and fees, with the City's Finance Department.

Effect: Uncollected fines and fees receivable and related revenue, allowance for uncollectible amounts, and provision for uncollectible amounts, were not recorded in the City's general ledger. Adjustments to record these amounts have been made for presentation in the financial statements and related notes to financial statements. Reasonable, cost effective efforts may not have been pursued to collect delinquent Court fines and fees.

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings — continued

FS 07-2 — Municipal Court Fines and Fees — continued

Auditors' Recommendations: Establish procedures to ensure that Court fines and fees are recorded as revenue when assessed. Uncollected fines and fees should be recorded and periodically reviewed for collectibility, with corresponding adjustment of the allowance for uncollectible amounts and recording of a provision for uncollectible amounts. Further, procedures should be established to ensure that collection efforts are pursued for delinquent Court fees and fines.

Management's Response: The Court management and City management acknowledge the finding and agree with the recommendations. Court staff and City staff will begin implementation of the recommended procedures.

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings — continued

FS 07-3 — Procurement Code

Criteria: According to the City's emergency procurement policy, the City Manager may authorize the purchasing manager or designee to make emergency procurement of supplies, services, or construction items when there exists a threat to public health, welfare, or safety, provided that such emergency procurement shall be made with such competition as is practicable under the circumstances. A written determination of the basis for the emergency and for the selection of the particular contractor shall be included in the contract file. As soon as practicable, a record of each emergency procurement shall be made and shall set forth the contractor's name, the amount and type of the contract, a listing of the items procured under the contract, and the identification number of the contract file.

Condition: A purchase of $2,558 for emergency tree pruning services was not supported with proper documentation in accordance with the City's procurement code.

Cause: The purchasing department did not follow the City's procurement code.

Effect: Purchases may not be authorized or may not be made on optimum terms if the procurement code is not followed.

Auditors' Recommendations: Ensure all procurement policies are followed and required supporting documentation is available for all emergency purchases.

Management's Response: The Purchasing Department will review internal procedures to ensure compliance with all procurement policies, and that supporting documentation for emergency purchases is obtained.

City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings — continued

FS 07-4 — SCSWA Cash Receipts Procedures

Criteria: Policies and procedures for cash receipts require daily reconciliations, supporting documentation for voided transactions and explanations for unusual variances.

In addition, the Joint Powers Agreement requires SCSWA to maintain fiscal records and security over money received.

Condition: The following were identified during the City's internal audit of 31 daily deposits of SCSWA's:

- 24 did not comply with the daily deposit requirements,
- Nine receipts, cash count sheets and deposit slips did not agree to the cash over/short reported,
- 31 did not comply with the second person verification,
- 29 contained evidence of untimely receipt of daily reports by Cashiers Department,
- 18 contained skipped ticket numbers with no supporting documentation for the void or cancellation.

Context: Policies and procedures are not being followed regarding the receipt, deposit, and security of money received.

Cause. Practices for the receipt, deposit and security of money were not in compliance with established cash receipts procedures.

Effect: This could result in failure to deposit monies timely and increased susceptibility to misappropriation of cash receipts.

Auditors' Recommendations: The cash receipts procedures and the Joint Powers Agreement should be followed to ensure proper safeguards over cash receipts.

Management's Response: SCSWA and the City will review the internal procedures provided in the cash receipts and JPA procedures, and implement the changes needed to ensure proper safeguards over cash receipts.

City of Las Cruces

Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section III — Federal Award Findings and Questioned Costs

FA 07-1 — Special Tests and Provisions—Form I-9

Federal program information:

Funding agency:	Office of National Drug Control Policy
Title:	High Intensity Drug Trafficking Area Program
CFDA Number:	N/A
Award number:	I3PSNP562
Award year:	07/01/06 – 06/30/07

Criteria: According to Section A of the HIDTA grant document, the recipient of HIDTA funds is required to submit an acceptable equal employment opportunity plan that is approved by the office of civil rights, as well as complete and keep on file the appropriate Immigration and Naturalization Service Employment Eligibility Verification forms (I-9) for each employee.

Condition: I-9 forms for three HIDTA officers could not be located for officers paid overtime from the HIDTA grant.

Context: Three of four officers selected for testwork.

Cause: Adequate internal controls do not exist that would ensure the appropriate Immigration and Naturalization Service Employment Eligibility Verification forms (I-9) are kept on file for each employee.

Effect: Employees may not be eligible because of their immigration status.

Auditors' Recommendations: Develop internal controls that would ensure the required I-9 form is kept on file for all HIDTA employees.

Management's Response: The required I-9 forms have been placed in the personnel file of each of the three officers. The City will continue efforts to improve internal review procedures, ensuring the proper forms are maintained in the employees' personnel files.

City of Las Cruces
Schedule of State Auditor Rule Findings
For the Year Ended June 30, 2007

The following finding is reported in accordance with the New Mexico State Audit Rule 2 NMAC 2.2., *Requirements for Contracting and Conducting Audits of Agencies.*

SA 07-1 — Actual Expenditures Exceeded Budgeted Expenditures

Criteria: State regulation 2.2.2.10.P NMAC requires that if actual expenditures exceed budgeted expenditures it must be reported as a finding.

Condition: The following funds over-expended budgeted amounts as of June 30, 2007:

- Traffic Safety ($130,642)
- Public Safety Gross Receipts Tax ($18,274)
- Flood Control Operations ($89,559)
- 1999 Sales Tax State Projects A ($27,838)
- Clean Community Commission ($27,974)

Context: Six funds over-expended approved budgeted amounts.

Cause: Procedures were not in place to ensure budgetary compliance.

Effect: Actual expenditures exceed budgeted amounts in several funds.

Auditors' Recommendations: Establish procedures to monitor budget compliance and prohibit spending exceeding budgeted amounts. Unfavorable variances should be investigated to ensure that program directors are spending according to the adopted budget.

Management's Response: The City will enhance monitoring procedures to identify budget overruns and investigate unfavorable variances.

City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2007

Prior Audit Findings	Current Status
FS 06-1—Information Technology Infrastructure	Some items have been corrected, some are in process and some are repeat findings. See FS 07-1.
FS 06-2—Accounting and Financial Reporting Function– General Ledger Accounting and Reconciliations	General ledger accounts for court appearance bonds are now being reconciled; resolved.
SA 06-1— Actual Expenditures Exceeded Budgeted Expenditures	Repeat finding; see SA 07-1.
SA 06-2—State Auditor Approval of Financial Service/Audit Contract	State Auditor approval of financial service type contracts is now being obtained prior to performance; resolved.

City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2007

Audit Finding	Corrective Action Plan	Person Responsible	Estimated Completion Date
FS 07-1 Significant Deficiency-Information Technology: Approved Policies; System User Access; Security Concerns	The City will continue efforts to enhance controls and increase system security. New policies addressing security concerns will be presented to City management in FY08. A software modification addressing user access is expected in a future release from the software provider. User access levels will be re-evaluated at that time. City staff is reviewing the requirements for a redundant ERP, and funding will be requested in FY09. Security awareness training will be provided to City employees.	Information Technology Director	June 30, 2009
FS 07-2 General Ledger Accounting and Reconciliations-Court Docket Receivables	The Court staff and City staff will begin implementation of the recommended procedures.	Municipal Judge/ City Treasurer	June 30, 2008
FS 07-3 Procurement Code-Emergency procurement	The City will review internal procedures to ensure compliance with all purchasing policies.	Purchasing Manager	June 30, 2008
FS 07-4 SCSWA Cash Receipts Procedures	SCSWA and the City will review the internal procedures provided in the cash receipts and JPA procedures, and implement the changes needed to ensure proper safeguards over cash receipts.	SCSWA/ City Treasurer	June 30, 2008
07-01 Special Tests and Provisions – Form I-9	The City will improve monitoring procedures to ensure proper forms are maintained in employees' personnel files.	Human Resources Director	June 30, 2008
SA 07-1 Actual Expenditures Exceeded Budgeted Expenditures	The City will enhance monitoring procedures to identify budget overruns more timely and investigate unfavorable variances.	Budget Manager	June 30, 2008

Housing Authority of the City of Las Cruces
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Contract/Grant or State Number	Grant Period	Program or Award Amount	Federal Expenditures
U.S. Department of Housing and Urban Development					
Direct Programs					
Section 8 New Construction	14 182	NM02-0002-004	7/1/06 - 6/30/07	$ 385,960	$ 385,960
Public Housing Operating Subsidy	14 850	NM003-001-07J	7/1/06 - 6/30/07	369,296	369,296
Section 8 Housing Choice Vouchers	14 871	NM003V0	7/01/06 -6/30/07	3,997,956	3,997,956
Public Housing Capital Funds	14 872	NM02P003501-04	8/19/04-9/13/08	469,251	9,917
		NM02P003501-05	7/22/05-8/17/09	482,720	225,603
		NM02P003501-06	6/08/06-7/17/10	421,103	101,871
Total U S Department of Housing and Urban Development					5,090,603
Total expenditures of federal awards					$ 5,090,603

Housing Authority of the City of Las Cruces
Notes to Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2007

1) General

The accompanying schedule of expenditures of federal awards presents expenditures of all federal awards of the Housing Authority of the City of Las Cruces, New Mexico, (the "Housing Authority"). The Housing Authority's reporting entity is defined in Note 1 to the Housing Authority's financial statements.

2) Basis of Presentation

The accompanying schedule of expenditures of federal awards includes federal grant activity of the Housing Authority and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' 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*

Hector Balderas,
New Mexico State Auditor,
The Board of Commissioners of the Housing
Authority of the City of Las Cruces
and the
Honorable Mayor and City Council Members of
the City of Las Cruces

We have audited the financial statements and budgetary comparison of the Housing Authority of the City of Las Cruces (the "Housing Authority"), a component unit of the City of Las Cruces, New Mexico, as of and for the year ended June 30, 2007, and have issued our report thereon dated December 27, 2007. We did not audit the financial statements of Montana Senior Village, LLC (MSV) and Montana Senior Village II, LP (MSV II) component units of the Housing Authority. Those financial statements were audited by other auditors who issued unqualified reports thereon. Our opinion insofar as it included MSV and MSV II is based on the reports of those other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Housing Authority's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Housing Authority's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority'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.

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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 Housing Authority'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 Housing Authority's financial statements that is more than inconsequential will not be prevented or detected by the Housing Authority's internal control. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as FS 07-1 and FS 07-2 to be significant deficiencies in internal control over financial reporting.

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 Housing Authority's internal control. Our consideration of the 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 the 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 the significant deficiencies described above are not material weaknesses.

Compliance and Other Matters

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

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

This report is intended solely for the information and use of the City of Las Cruces' City Council, the Housing Authority's Board of Commissioners and management, the State of New Mexico Office of the State Auditor, the New Mexico Department of Finance and Administration, 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.

REDW LLC

December 27, 2007

REDW
The Rogoff Firm

LIMITED LIABILITY COMPANY
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Hector Balderas,
New Mexico State Auditor,
The Board of Commissioners of the Housing
Authority of the City of Las Cruces
and the
Honorable Mayor and City Council Members of
the City of Las Cruces

Compliance

We have audited the compliance of the Housing Authority of the City of Las Cruces (the "Housing Authority") 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, 2007. The Housing Authority's major federal programs are identified in the summary of auditors' 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 Housing Authority's management. Our responsibility is to express an opinion on the Housing Authority's compliance based on our audit.

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

In our opinion, the Housing Authority 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, 2007. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 which are described in the accompanying schedule of findings and questioned costs as items FA 07-1 through FA 07-4.

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Internal Control Over Compliance

The management of the Housing Authority 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 Housing Authority'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 Housing Authority's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the Housing Authority's 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 consider to be significant deficiencies.

A *control deficiency* in the Housing Authority'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 Housing Authority'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 Housing Authority's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items FA 07-1 through FA 07-4 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 Housing Authority'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 Housing Authority's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the Housing Authority's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the City of Las Cruces' City Council, the Housing Authority's Board of Commissioners and management, the State of New Mexico Office of the State Auditor, the New Mexico Department of Finance and Administration, 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.

RBDW LLC

December 27, 2007

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2007

Section I — Summary of Auditors' Results

Financial Statements

Type of auditors' report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	Yes
Type of auditors' 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?	Yes

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section I — Summary of Auditors' Results — continued

Identification of major program:

CFDA Number	Name of Federal Program or Cluster
14.871	Section 8 Housing Choice Vouchers

Dollar threshold used to distinguish between type A and type B programs:	$300,000
Auditee qualified as low-risk auditee?	No

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings

FS 07-1 — Component Unit Financial Reporting

Criteria or Specific Requirement: The Housing Authority should monitor the financial reporting of its component units. Housing Authority management should analyze transactions during the startup phase and throughout the project for proper recording in the financial statements. Component unit transactions and balances should be reconciled to corresponding Housing Authority amounts, when applicable.

Condition: Accounting for Stone Mountain Place, LP, a component unit of the Housing Authority, is outsourced to a third party. The Housing Authority has been receiving and reviewing monthly financial statements from the third party since Stone Mountain Place, LP's operations commenced. Housing Authority management was involved and approved all significant activities and transactions from the onset of the project. However, Housing Authority management did not receive financial information or provide oversight of the financial reporting process during the initial startup and construction phases of the project. Many complicated transactions occur during the initial startup of these types of projects, and it's important that the Housing Authority is adequately involved during this phase to make sure the transactions are recorded and reported appropriately. The Housing Authority failed to record $257,000 of developer fees receivable from Stone Mountain Place, LP.

Cause Component unit transactions and financial reporting activity was not properly reviewed by the Housing Authority.

Effect Failure to monitor and provide oversight of Stone Mountain Place, LP's accounting and financial reporting process during the startup phase could cause material errors to go undetected. In addition, the Housing Authority risks missing important transactions between the entities that should be recorded in the Housing Authority's general ledger.

Auditors' Recommendations: When the accounting and financial reporting for the Housing Authority's tax credit projects is outsourced to a third party, Housing Authority management should ensure that they are appropriately involved in the recording of transactions during the startup and construction phases. Reports of financial activity during these phases should be reviewed carefully to ensure that all transactions were recorded properly, and that appropriate balances are recorded in the Housing Authority's general ledger for transactions between the entities.

Management's Response: Management will work closely with the third party management companies during the startup phase to ensure all entries relevant to the Housing Authority are properly reviewed and recorded for the tax credit projects.

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section II — Financial Statement Findings — continued

FS 07-2 —Donated Land

Criteria or Specific Requirement: Capital assets donated to the Housing Authority should be recorded in the accounting records at the time of donation.

Condition: The City of Las Cruces donated two vacant lots to the Housing Authority in 2007 with an appraised value of approximately $22,000. This donated land was not recorded in the Housing Authority's capital asset records or in their general ledger. A process is not in place to ensure donated assets are recorded in the accounting records.

Cause: Processes are not in place to ensure donated assets are recorded in the accounting records.

Effect: Failure to record donated assets could cause the Housing Authority's financial statements to be misstated.

Auditors' Recommendations: Establish procedures to ensure that contributed capital assets and land is communicated to the appropriate finance personnel and recorded in the general ledger.

Management's Response: Management will record the land and make sure that all donated capital assets and land are recorded in the future.

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section III — Federal Award Findings and Questioned Costs

FA 07-1 Special Tests and Provisions—Waiting List

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/06 – 6/30/07

Criteria: The PHA must have written policies in its Housing Choice Vouchers Program administrative plan for selecting applicants from the waiting list and PHA documentation must show that the PHA follows these policies when selecting applicants for admission from the waiting list. Except as provided in 24 CFR section 982.203 (special admission (nonwaiting list)), all families admitted to the program must be selected from the waiting list. "Selection" from the waiting list generally occurs when the PHA notifies a family whose name reaches the top of the waiting list to come in to verify eligibility for admission (24 CFR sections 5.410, 982.54(d), and 982.201 through 982.207).

Condition: Two of ten clients tested had information entered incorrectly into the waiting list ranking report. Both clients were portable clients, but were entered on the waiting list as being elderly with a weight of zero.

Context: Two of ten client files tested.

Questioned Costs: None.

Cause: The waiting list was not reviewed for accuracy before applicants were selected.

Effect: Information entered incorrectly in the waiting list will cause improper selection of applicants.

Auditors' Recommendations: Management should review all information for accuracy before it is locked in.

Management's Response: Effective immediately management will work with software company (Tenmast) personnel to identify and follow a more effective procedure to absorb portable voucher clients.

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section III — Federal Award Findings and Questioned Costs — continued

FA 07-2 Special Tests and Provisions—Utility Allowance Schedule

---

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/06 – 6/30/07

Criteria: The PHA must maintain an up-to-date utility allowance schedule. The PHA must review utility rate data for each utility category each year and must adjust its utility allowance schedule if there has been a rate change of 10 percent or more for a utility category or fuel type since the last time the utility allowance schedule was revised (24 CFR section 982.517).

Condition: Six of the 25 files tested did not contain an updated utility allowance schedule.

Context: Six of the 25 tenant files tested.

Questioned Costs: None.

Cause: Procedures were not in place to ensure utility assistance payments are calculated based on current utility allowance schedules.

Effect: Failing to update or complete utility schedules can cause the assistance payment amount to be incorrect.

Auditors' Recommendations: When tenant files are receiving the yearly inspection, the file should be checked to verify the existence of updated schedules calculating the utility assistance payments.

Management's Response: Management accepts this finding, as this checklist item was absent from the noted files. Please note that the correct utility allowance schedule, in Tenmast, is applied at move in and at annual recertification.

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section III — Federal Award Findings and Questioned Costs — continued

FA 07-3 Special Tests and Provisions—Annual Inspections

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/06 – 6/30/07

Criteria: The PHA must inspect the unit leased to a family at least annually to determine if the unit meets Housing Quality Standards (HQS) and the PHA must conduct quality control re-inspections. The PHA must prepare a unit inspection report (24 CFR sections 982.158(d) and 982.405(b)).

Condition: One out of 25 files tested did not have a housing inspection form completed in its entirety (three required inspection sections were not listed as pass/fail).

Context: One out of 25 tenant files tested.

Questioned Costs: None.

Cause: The housing inspection form was not properly reviewed to ensure it was completed in its entirety.

Effect: Incomplete inspection forms cannot assert that dwellings meet Housing Quality Standards.

Auditors' Recommendations: The inspection sheet should be completely filled out with all necessary information to verify dwelling meets Housing Quality Standards.

Management's Response: Management accepts this finding. A new inspector failed to complete the inspection sheets in their entirety for the tenant listed below. This has been addressed with the new inspector.

Housing Authority of the City of Las Cruces
Schedule of Findings and Questioned Costs — continued
For the Year Ended June 30, 2007

Section III — Federal Award Findings and Questioned Costs — continued

FA 07-4 Eligibility—Income Verification

Federal program information:

Funding agency:	US Department of Housing and Urban Development
Title:	Section 8 Housing Choice Vouchers Program
CFDA Number:	14.871
Award number:	N/A
Award period:	7/1/06 – 6/30/07

Criteria: As a condition of admission or continued occupancy, the tenant and other family members must provide necessary information, documentation, and releases for the PHA to verify income eligibility (24 CFR sections 5.230, 5.609, and 982.516).

For both family income examinations and re-examinations, the PHA must obtain and document in the family file third party verification of: (1) reported family annual income; (2) the value of assets; (3) expenses related to deductions from annual income; and (4) other factors that affect the determination of adjusted income or income-based rent (24 CFR section 982.516).

Condition: One out of 25 files tested contained an Enterprise Income Verification form that did not have accurate information entered by the PHA representative; therefore, it "failed."

Context: One out of 25 tenant files tested.

Questioned Costs: None.

Cause: The Enterprise Income Verification form was not properly reviewed to ensure all information was accurate.

Effect: Without proper income verification, households may receive more or less assistance than they are qualified to receive.

Auditors' Recommendations: Procedures should be strengthened to ensure that income verification is complete for every tenant prior to receipt of assistance.

Management's Response: Management concurs with this finding. Proper Enterprise Income Verification forms will be completed for every tenant prior to receipt of assistance.

Housing Authority of the City of Las Cruces
Schedule of State Auditor Rule Findings
For the Year Ended June 30, 2007

The following finding is reported in accordance with New Mexico State Auditor Rule 2 NMAC 2.2, *Requirements for Contracting and Conducting Audits of Agencies.*

SA 07-1 —Bank Reconciliation Review

Criteria or Specific Requirement: Independent review of bank reconciliations is an important internal control over cash balances, cash receipts and expenditures.

Condition: Monthly independent review of all bank reconciliations is required by the documented system of internal control; however, such review was not performed for the June 2007 bank reconciliation.

Cause: Bank reconciliation procedures were not followed.

Effect: The important internal control was not in place to mitigate the risk of fraud or errors over cash balances, cash receipts and expenditures.

Auditors' Recommendations: All bank reconciliations should be independently reviewed in a timely manner after completion.

Management's Response: We will immediately revise our internal controls procedures to state that the statements/reconciliations will be reviewed within 30 days of preparation. The Executive Director will schedule time monthly in his calendar to set aside time to review them.

Housing Authority of the City of Las Cruces
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2007

Prior Audit Findings		Current Status
Financial Statement Findings		
	None	
Federal Award Findings – All Major Programs		
FA 06-1	Special Tests and Provisions – Waiting List	Unresolved – See FA 07-1
FA 06-2	Eligibility – Citizenship Verification	Resolved
FA 06-3	Special Tests – Rent Determination	Resolved
FA 06-4	Special Tests – Utility Allowance Schedule	Unresolved – See FA 07-2
FA 06-5	Special Tests and Provisions – Annual Inspections	Unresolved – See FA 07-3
FA 06-6	Eligibility – Certification and Recertification	Resolved
State Auditor Finding		
SA 06-1	Account Reconciliation and Financial Reporting	Resolved

Housing Authority of the City of Las Cruces
Corrective Action Plan
For the Year Ended June 30, 2007

Federal Award	Corrective Action Plan	Person Responsible	Estimated Completion Date
Financial Statement			
FS 07-1 Component Unit Financial Reporting and Oversight	Management will work closely with the third party management companies during the startup phase to ensure all entries relevant to the Housing Authority are properly reviewed and recorded for the tax credit projects.	Tom Hassell, Sharon Hansen	June 30, 2008
FS 07-2 Failure to Record Donated Land	Management will record the land and make sure that all donated capital assets and land are recorded in the future.	Sharon Hansen	Immediate
Federal Award			
FA 07-1 Special Tests and Provisions – Waiting List	Effective immediately management will work with software company (Tenmast) personnel to identify and follow a more effective procedure to absorb portable voucher clients.	Rosa Cordova	Immediate
FA 07-2 Special Tests – Utility Allowance Schedule	Updated utility allowance schedules will be applied at move in and at annual recertifications.	Rosa Cordova	Immediate
FA 07-3 Special Tests – Annual Inspections	Inspection sheets will be completed in their entirety beginning immediately.	Rosa Cordova	Immediate
FA 07-4 Eligibility – Income Verification	Proper Enterprise Income Verification forms will be completed for every tenant prior to receipt of assistance.	Rosa Cordova	Immediate
State Auditor			
SA 07-1 Bank Reconciliation Review	We will immediately revise our internal controls procedures to state that the statements/reconciliations will be reviewed within 30 days of preparation. The Executive Director will schedule time monthly in his calendar to set aside time to review them.	Tom Hassell, Sharon Hansen	Immediate

City of Las Cruces
Other Disclosures
For the Year Ended June 30, 2007

Exit Conference

An exit conference was conducted on November 13, 2007, in a closed meeting of the City Council pursuant to *Section 12-6-5 NMSA, 1978* with the following individuals in attendance:

City of Las Cruces

Terrence Moore	City Manager
Robert Garza	Assistant City Manager
Jose V. Frietze	Councilor
Dolores C. Archuleta	Councilor
Gil Jones	Councilor
Ken Miyagishima	Councilor
Audrey Evins, CPA	Internal Auditor
Robert Romano	Treasurer
Mark D. Sutter, CPA, Ph.D.	Financial Services Director
Pat Degman, CGFM	Accounting Manager

REDW LLC

Bruce Bleakman, CPA	Principal
Ryan Luetkemeyer, CPA	Assurance and Consulting Manager

Financial Statement Preparation

The City's independent public accountants prepared the accompanying financial statements; however, the City is responsible for the financial statement content.

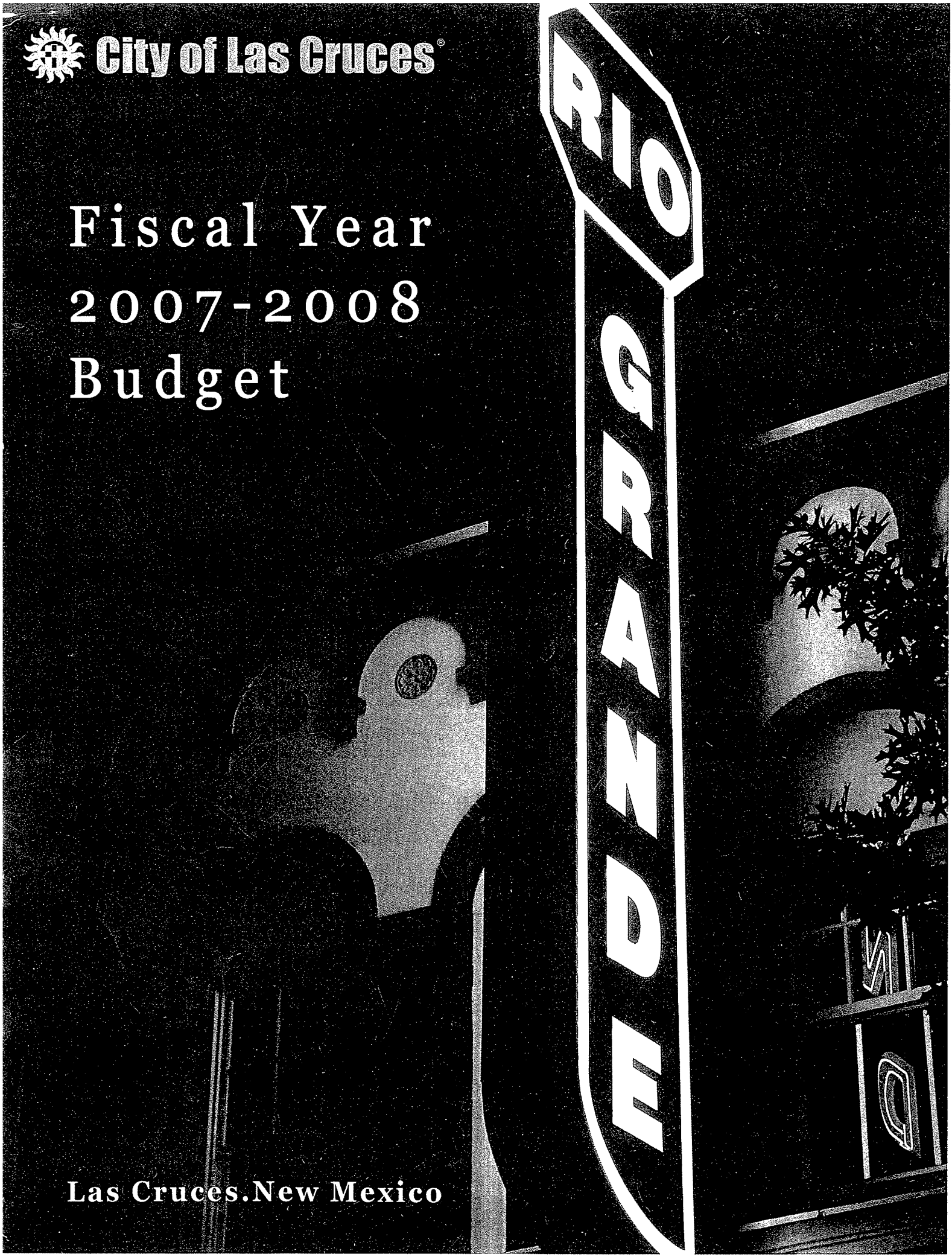
City of Las Cruces

PO BOX 20000
LAS CRUCES, NM 88004
(575) 541-2200
www.las-cruces.org

This Comprehensive Annual Financial Report can be made available in alternative formats by calling the City of Las Cruces Public Information Office at (575) 541-2200/TTY 541-2182.

City of Las Cruces®

Fiscal Year 2007-2008 Budget



Las Cruces.New Mexico

The Government Finance Officers Association of the United States and Canada (GFOA) presented a Distinguished Budget Presentation Award to the City of Las Cruces, New Mexico for its annual budget for the fiscal year beginning July 1, 2006. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan, and as a communications device.

This award is valid for a period of one year only. We believe our current budget continues to conform to program requirements, and we are submitting it to the GFOA to determine it's eligibility for another award.

Fiscal Year 2007-2008 Budget

MAYOR AND CITY COUNCIL

MAYOR
William "Bill" Mattiace
Term 2003-2007

DISTRICT 1
Councillor José V. Frietze
Term 2003-2007

DISTRICT 2
Mayor Pro-Tem
Councillor Dolores Connor
Term 2003-2007

DISTRICT 3
Councillor Dolores C. Archuleta
Term 2005-2009

DISTRICT 4
Councillor Steven C. Trowbridge
Term 2003-2007

DISTRICT 5
Councillor Gil Jones
Term 2005-2009

DISTRICT 6
Councillor Ken Miyagishima
Term 2005-2009

City of Las Cruces®

Fiscal Year 2007-2008 Budget . EXECUTIVE STAFF

TERRENCE MOORE
City Manager

ROBERT GARZA
Assistant City Manager

FERMIN A. RUBIO
City Attorney

PATRICK HALE
Information Technology Director

MARK SUTTER
Financial Services Director

JORGE GARCIA
Utilities Director

MICHAEL JOHNSON
Public Works Director

LORI GRUMET
Public Services Director

BRIAN DENMARK
Facilities Director

DAVID WEIR
Community Development Director

HARRY ROMERO
Police Chief

ADOLF ZUBIA
Fire Chief

ANDRE MOQUIN
Human Resources Director

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City of Las Cruces

People Helping People

Fiscal Year 2007/2008

Budget Development Staff

Dick Gebhart	*Budget Manager*
Tencha Puentes	*Management & Budget Analyst*
Lorenzo Padilla	*Management & Budget Analyst*
Veronica MacGregor	*Management & Budget Analyst*
Rocio Nolasco	*Management & Budget Analyst*
Yolanda Benally	*Budget Strategy Analyst*
Auguie Henry III	*Grant Writer*
Maria Nape	*Grant Writer*

Other Contributing Staff

Lisa Almaguer
Rosa Aranda
Al Banegas
Vince Banegas
Michael Bartholomew
Andrew Bencomo
Lisa Bookin
Manny Carrasco
Omar Carrillo
Esther Martinez
Monica Campbell
Pat Degman
Dennis Dickey
David Dollahon
Pat Dominguez
Toni Flores
Diana Gomez
Pat Gomez
Patsy Gutierrez
Juana Johnson
Janice Jones
Michelle Harrington
Ann Lawson
Leesa Mandleman
Gloria Podruchny
Diana Montoya
Jessica Mueller
David Aguayo
Dora Padilla
Laurie Padilla
Robert Romano
Mary Helen Sarabia
Yolanda Valenzuela
Udell Vigil
Dianne Wax
Trish Weaver
Jodie Webb
Jovonna Thomas

Front cover photo "Rio Grande Theatre Sign" courtesy of David Edwards, Dona Ana Arts Council
Back cover photo "Rio Grande Theatre Sign" courtesy of Terrence Kelly, City of Las Cruces Public Information Office

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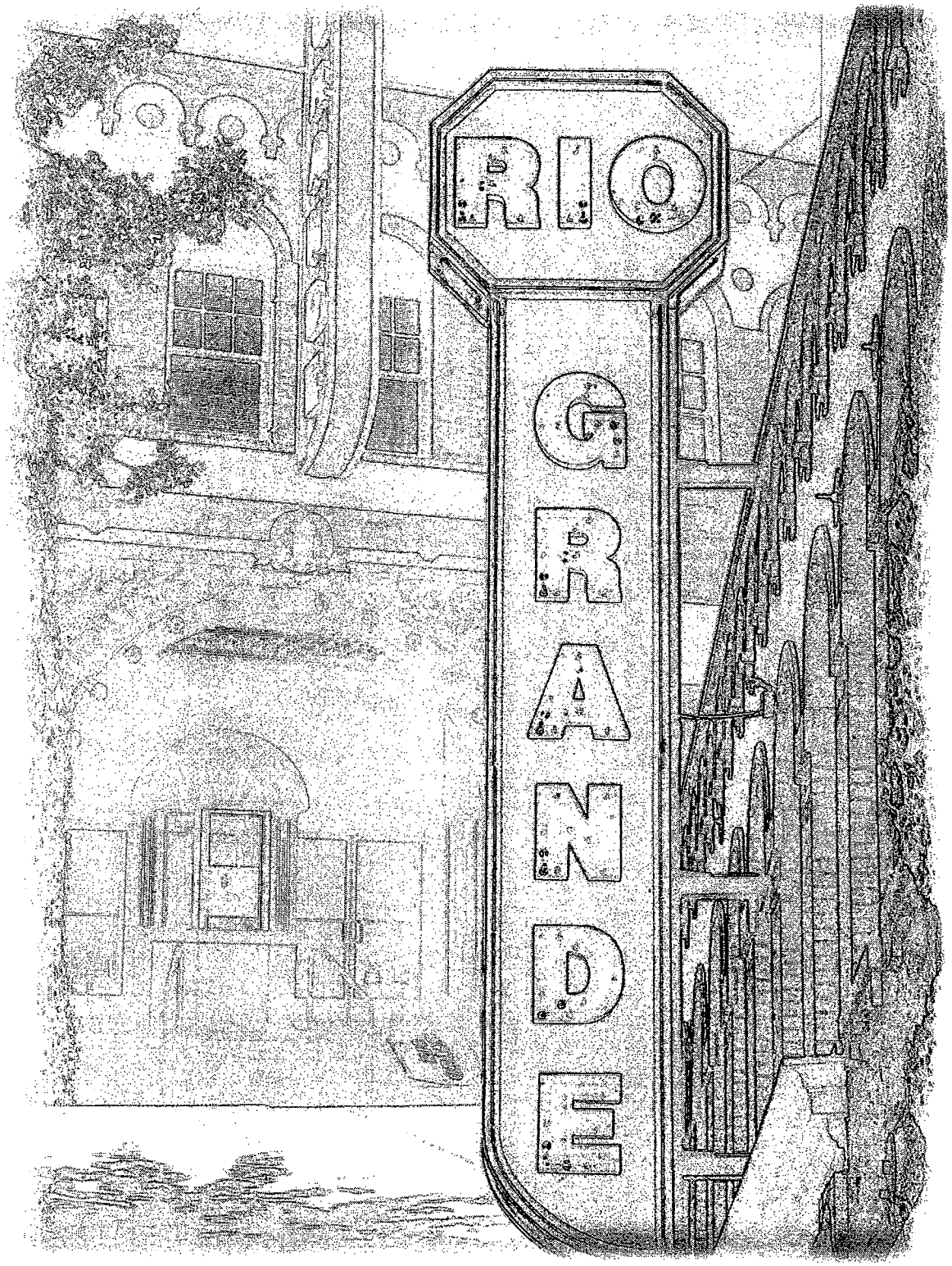

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Fiscal Year 2007/2008

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How to Find Information in This Document

The ***Fiscal Year 2007/2008*** budget document was developed to be a tool for many potential users including citizens, state officials, auditors, the media, and City employees. This furthers the City's multiple goals of having the budget serve as policy document, an operations guide, a financial plan, and a communications device.

The format of the budget has been organized to make information retrieval as simple as possible, consistent with state and City charter requirements. A complete **Table of Contents** is provided to assist you. Additionally, you may use the following descriptions as a quick guide to find the information you seek:

Refer to the **City Manager's Budget Message** (Pages 5-30) for information concerning financial policies, highlights for each department, and the philosophy that guided the budget process.

Refer to the **Budget and Policy Highlights** section (Page 31) for the following:

1. Summary of Council policy as formulated during the budget process.
2. Highlights of capital projects.

Refer to the **Long-term Goals and Policies** section (Pages 39-41) for the bedrock goals upon which the budget policies are based.

Refer to the **Profile** section (Pages 45-49) for city demographics, recreational information, schools, and transportation information.

Refer to the **Budget Philosophy and Process of Development** section (Pages 51-58) for City's mission, philosophy, brief descriptions of fund types, the budget process, and debt obligations.

Refer to the **Department Summaries** section (Pages 59-167) for a breakdown by expense category by department and the respective performance budget.

Refer to the **Fund Summaries** section (Pages 169-389) for the following:

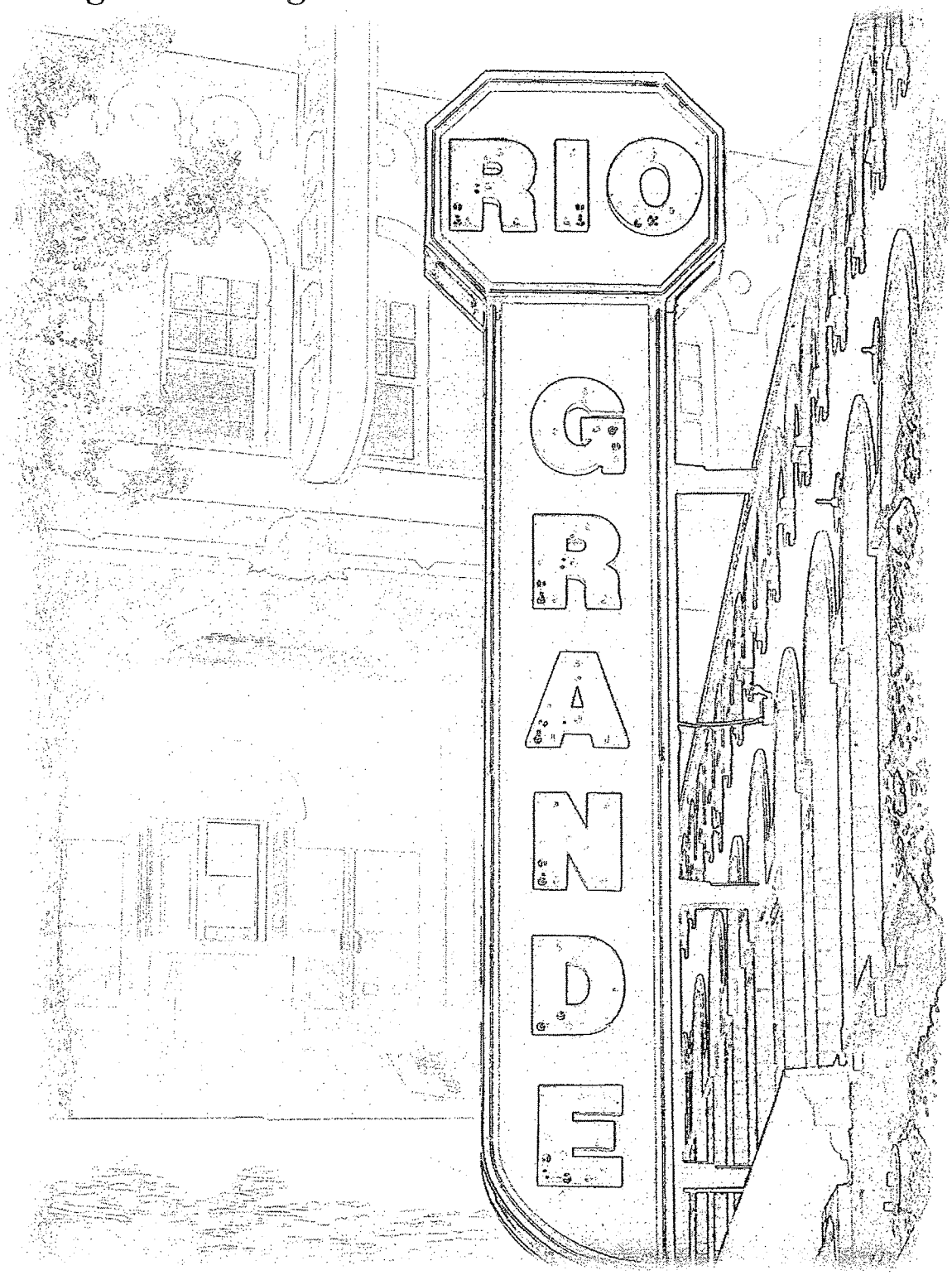
1. An overall summary of all City funds (Pages 170-174)
2. An operating funds summary (Page 175)
3. A department fund matrix (Page 176)
4. Schedule of Transfers (Pages 177-179)
5. Property tax levy (Page 180)
6. Specific summaries for each City fund (Pages 181-190)

Refer to the **Employee Summaries** section (Pages 391-426) for the following:

1. A schedule of newly added full-time positions adopted by Council (Pages 392-393)
2. A three-year full-time personnel history (Pages 394-397)
3. A complete listing of all current positions plus the newly adopted positions and salaries by Department (Pages 399-426)

Refer to the **Capital Improvements** section for lists of projects and funds requirements for Fiscal Years 2007/2008 through 2012/2013(Pages 427-444).

Budget Message



City of Las Cruces®
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The Budget Message Section

This section of the FY 2007/2008 budget contains two documents:

City Manager's Budget Message – This message is City Manager Terrence Moore's transmittal letter for the preliminary budget. It is a letter to City Council and is required by the City Charter. In it the City Manager explains the policies that guided the budget process and the highlights of his recommended preliminary budget.

As the message refers to the preliminary budget, it does not include the results of Council's budget deliberations. The highlights of the budget adopted by Council appear in the **Budget and Policy Highlights** section (Page 31)

Long-Term Goals and Policies – This section identifies and explains the bedrock assumptions behind nearly all aspects of the City of Las Cruces municipal government. They are provided to explain our motivation for the character and manner of services provided and as a reference for our readers. They serve as a background to the policies and decisions made during the budget process.

City of Las Cruces®
PEOPLE HELPING PEOPLE

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City of Las Cruces

April 19, 2007

The Honorable Mayor William "Bill" Mattiace and City Council
City of Las Cruces
200 North Church Street, City Hall
PO Box 20000
Las Cruces, New Mexico 88001

Re: Fiscal Year 2008 Budget Letter of Transmittal

Dear Mayor Mattiace and City Councilors:

I am pleased to submit for your review and consideration, the Fiscal Year 2008 Proposed Budget, in compliance with provisions of the Las Cruces City Charter and State of New Mexico Statutes. The budget contains no increase in the operating millage rate from the current fiscal year. This is possible as a result of continued increases in property values and Gross Receipts Tax (GRT) proceeds over prior years, as well as implementation of conservative budgeting practices in all City departments. Annual increases in property values have averaged 9.4% over the past two years, whereas this year, residential property values increased 11.1%. GRT revenue during this same period has increased by 11.1%. Recommended General Fund expenditures reflect implementation of substantive efficiencies relative to municipal operations. For the Fiscal Year 2008 Proposed Budget, Ad Valorem taxes represent 8.4% of total General Fund proposed revenue budget estimates.

Residential Tax Rates

Millage Category	FY 2007 Current Millage	FY 2008 Recommended Millage	Percent Increase
City Operating	4.119	4.119	0.00%
City Flood Control	1.815	1.815	0.00%
Total Millage	5.934	5.934	0.00%

The recommendation to not increase the local millage rate will not, however, result in a reduction in the delivery of quality services, projects and programs to our residents.

The City of Las Cruces has ambitious goals articulated by City Council, administration, and various boards and committees, many of which were outlined during the course of numerous meetings, discussions and presentations provided publicly during the past year.

The City Council and administration continues to work diligently to develop an identity and character that is distinctively Las Cruces. The proposed budget prepared for City Council's review and consideration also offers focus and forward momentum that has recently been established by the community's strategic plan.

I. Affordable Housing: Las Cruces has increased quality affordable housing.

A. Continue development and adopt an affordable housing policy
B. Finance affordable housing
C. Continue development and adoption of neighborhood specific revitalization policies
D. Maintain relationships between the public and private sectors to encourage the design and implementation of affordable housing production programs
E. Continue collaboration of ad hoc committee in an advisory capacity and to monitor the implementation of strategic plan

II. Economic Development: Las Cruces has a robust economy that enhances the quality of life for all citizens.

A. Strengthen industry in Las Cruces
B. Revitalize the downtown
C. Market and enhance the quality of life
D. Strengthen retail and improve small business assistance
E. Increase tourism and market the city as a place to live, work and visit
F. Improve and expand transportation services

III. Infrastructure: Citizens have better quality infrastructure that meets the changing needs of the community.

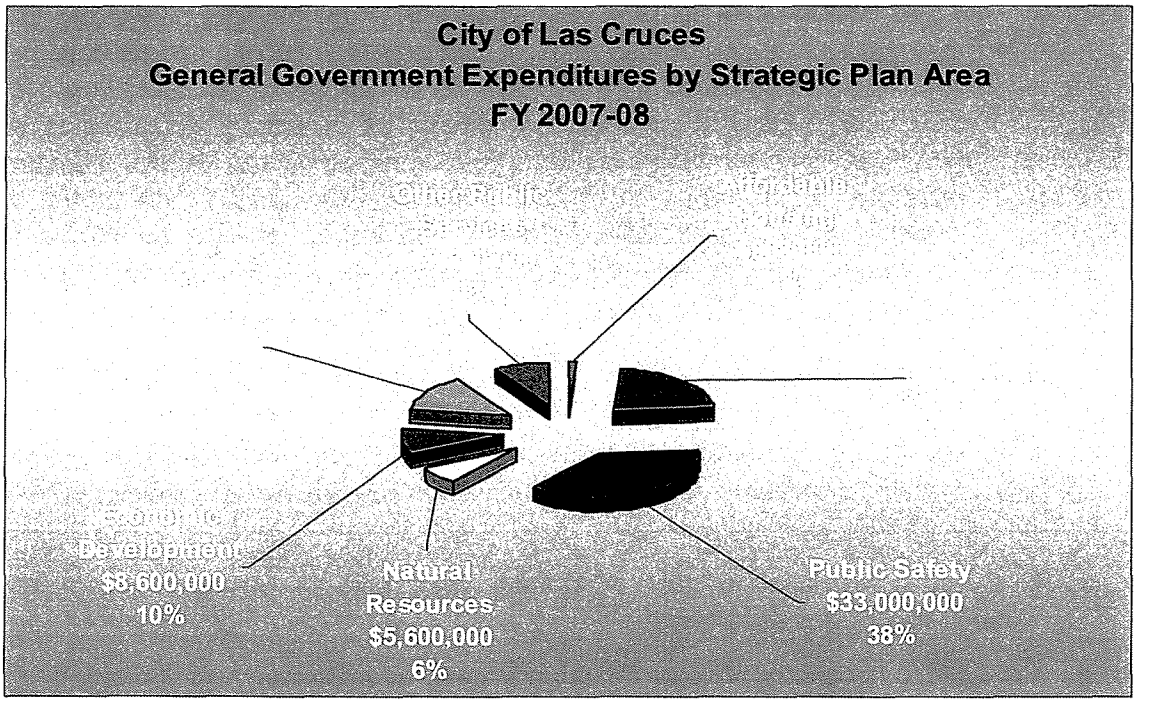
A. Improve the roads system
B. Improve policies and design standards for drainage
C. Repair, maintain and renovate existing facilities (buildings, grounds and recreational facilities)

IV. Natural Resources: Las Cruces maintains and conserves its natural resources in order to enhance the quality of life for citizens now and in the future.

A. Create a regional open space authority
B. Direct the preservation of major arroyos and open space within city limits
C. Develop a water management plan
D. Develop supplemental/alternative water sources
E. Update and implement the Parks, Recreation and Open Space Master Plan and the Storm Water Management Plan
F. Expand the supply and availability of water
G. Develop a five-year horizon for source protection

V. Public Safety: Las Cruces is a safer community.

A. Improve staffing and training levels for fire and police departments to exceed national standards and offer increased career development opportunities in Las Cruces
B. Expand programs and services to citizens of Las Cruces and surrounding areas.
C. Capital improvement requirements to support growing population and business expansion
D. Improve communication capabilities and interoperability between all local, county, state, university and federal entities



In addition, this effort now includes new strategy plan additions resulting from a recent review to this effect by the Office of the City Manager and the Las Cruces Executive Team. Additional departments and sections of our operation, now therefore, enjoy the opportunity to direct goals and objectives consistent with comprehensive organizational planning processes.

ADDITIONAL STRATEGIC PLAN OBJECTIVES:

i. Be the employer of choice
ii. Las Cruces is a safe community
iii. Hometown identity

iv. Vibrant Economy

v. Sustain and enrich opportunities to enjoy life

vi. More bang for your buck

vii. You come first/We treat you right/Customer focus

BUDGET HIGHLIGHTS

A review of the current fiscal year budget profile and descriptive information section confirms that a budget is also a planning document, recommending the allocation of resources that will tremendously assist a municipality in accomplishing its vision. Over 95% of the budget tasks outlined in the highlight section of the current budget have been either initiated and/or accomplished with two months remaining in the fiscal year. The Proposed Fiscal Year 2008 Budget therefore directs all operating departments and divisions of the city to continue incorporation of performance measurements, indicators, goals and objectives in an effort to further advance this practice throughout the organization. Such additional data and information will further confirm the need to not depart from the current direction accordingly, as we will stay on track by engaging the following programs, projects and activities:

- Begin construction of the new Las Cruces City Hall facility at the city-owned former So Lo Supermarket site;
- Conclude design and begin construction of the recently funded multiple purpose recreation and aquatic center – via financial resources allocated via the 2006 State of New Mexico legislative session;
- Continue construction of new swimming pool facilities as authorized by City Council earlier this fiscal year;
- Engage the necessary process for the planning, development and construction of Las Cruces Center – via proceeds from the recently levied $2.50 room surcharge, as well as the successful site lease negotiations with New Mexico State University;
- Begin Phase II of the Main Street/Downtown Revitalization Effort;
- Administer new labor agreements with both the United Steelworkers of America (City of Las Cruces blue collar employees union) and the Las Cruces Police Officers Association – as recently ratified by membership and approved by City Council;
- Continue proactive leadership, guidance and direction relative to good growth management policies and principles, including requirements for infrastructure and private sector contributions to address both short and long term impacts;
- Expand implementation of citywide street and other roadway and drainage infrastructure improvements and programs via more assertive revenue bonding

capacity and other financial resources now available to the City of Las Cruces for this purpose;

- Work with both federal and state legislative delegation to secure financial and other assistance necessary to expand projects and programs in Las Cruces;
- Continue comprehensive efforts to abate and prevent graffiti and other acts of vandalism in both residential neighborhoods and commercial/industrial districts;
- Continue proactive response to seasonal proliferation of weeds in City right-of-way and other public areas of the community;
- Direct responsive and proactive code enforcement efforts necessary to eliminate negative impacts associated with unsightly weeds, trash, litter and abandoned vehicles in neighborhoods;
- Continue and expand partnership with the United States Government to offer a wilderness protection program, necessary for long term open space and outdoor conservation planning in areas located between the Las Cruces Corporate Limits and the Organ Mountains;
- Administer the recently presented Parks and Recreation Master Plan, so as to ultimately expand both short term and long-term service needs citywide;
- Continue expansion of water, wastewater, natural gas and solid waste utilities in an effort to address both aging infrastructure and the needs in growth oriented sections of Las Cruces;
- Engage preparations for the development and construction of a new water reclamation facility;
- Continue partnership with the Mesilla Valley Economic Development Alliance (MVEDA) to promote and expand Las Cruces' economic base via implementation of various business attraction, expansion and retention efforts;
- Continue leadership and momentum necessary for consistent business development and real estate marketing necessary to promote and expand occupancy at West Mesa Industrial Park;
- Maintain programmatic services specifically designated to assist the community's senior citizen, youth and other potentially vulnerable populations to help ensure social welfare and expand quality of life opportunities respectively;
- Maintain and expand partnerships and collaborative efforts with various non-profit organizations to achieve much needed and desired community services efforts;
- Expand "drop off" locations necessary to expand opportunities for voluntary recycling throughout both Las Cruces and the surrounding vicinity; and

- Acquire State of New Mexico Workers Compensation Division owned parcel located at Lohman Avenue and Alameda Boulevard to house a new intermodal transit facility necessary to expand RoadRUNNER Transit services and operations.

COMPARATIVE AND TREND ANALYSIS

In conjunction with the early fiscal year 2007 bond issue for Joint Utilities, besides reaffirming the A1 rating, Moody's Investor Services revised the outlook to positive. Often, a revision of the outlook to positive precedes a full rating upgrade. Additionally, in the previous year, Moody's revised the rating on the City's gross receipts tax revenue bonds from A3 to A2. At the same time, Fitch Ratings assigned an initial rating of A+ to the City's gross receipts tax revenue bonds. The assignment and direction of these advanced ratings reflects the City's sound credit characteristics, coupled by conservative budgeting practices. This accomplishment is timely in that city administration is now positioned to offer financial transaction recommendations that will expedite infrastructure improvement and project implementation schedules. An assessment of applicable financial trends and comparative analysis offers a succinct summary as to why such opportunities are imminent.

General Fund expenditures per capita in the City of Las Cruces between fiscal years 2004 and 2006 have fallen in real dollars on average 1.3% per year (see table and graph on page ix). In Fiscal Year 2004, General Fund expenditures were $710 per capita; in 2008 they are expected to be $742 in comparative real dollars.

The allocation of expenditures by function is worthy of review and consideration. Approximately 35% of general fund expenditures now go to finance police and fire rescue services, representing an increase in funding from Fiscal Year 2007. The proposed Fiscal Year 2008 budget continues to afford a tremendous focus relative to funding facility repair/construction, infrastructure enhancements as well as updating the City's fleet, much of which is in need of replacement due to neglect and age. If this practice maintains momentum over time, operating efficiencies can be better identified by the acquisition of relevant equipment.

Capital Outlay
Summary by Fund

Fund	FY 06/07 Capital Outlay	FY 07/08 Proposed Capital Outlay	Percent Change
General *	$ 963,627	$ 805,004	-16.46%
Special Revenue	3,998,742	4,163,831	4.13%
Capital Projects	89,843,462	86,924,857	-3.25%
Shared Services	211,500	417,300	97.30%
Gas	4,689,366	4,731,260	0.89%
Water	19,397,168	16,874,274	-13.01%
Waste Water	16,373,490	18,307,420	11.81%
Solid Waste	2,355,652	798,754	-66.09%
Internal Services	1,906,617	656,740	-65.55%
TOTAL:	$ 139,739,624	$ 133,679,440	-4.34%

*General includes the 1000, 1005, 1010, and 1015 funds.

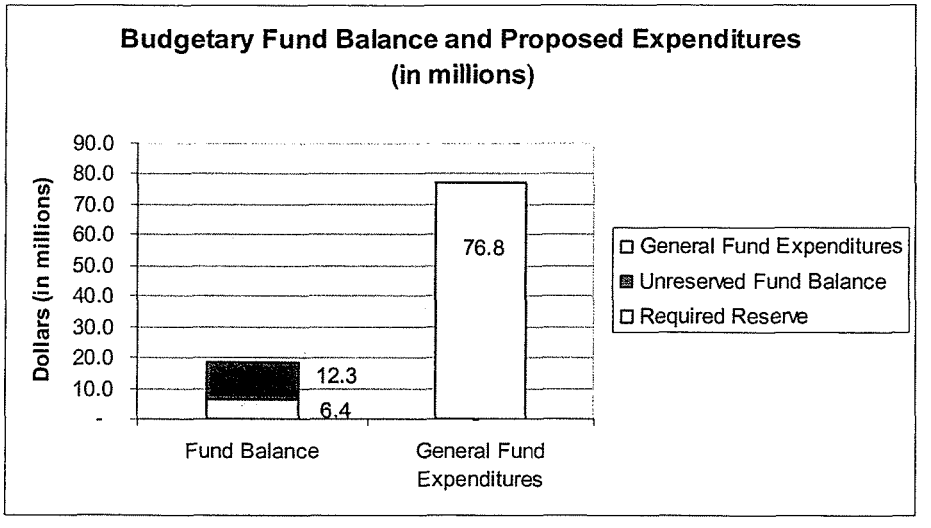
Our goal remains to achieve a reduced dependency on property tax revenue to finance both operations and project/program implementation activities. Through various cost efficiency initiatives and ancillary funding procurement efforts (e.g. state and federal grants and legislative appropriations, low interest financing, bond refinancing activities, enterprise oriented revenue producing mechanisms, progressive project transactions, etc.), successful completion of newly initiated and existing projects remain plausible, despite aforementioned fiscal conservative oriented practices. Total increases in projected revenue, from Fiscal Year 2007 to Fiscal Year 2008, while maintaining the residential millage rate at 4.119, will be $397,950 or a 6.6% increase from the total current fiscal year revenue budget. Additionally, nearly $13.7 million is being programmed for more expedited implementation of roadway enhancements and facilities expansion and renovation activities.

Another important consideration involves strict attention to the costs of personnel services in recent years. Continued analysis and organizational structuring in various departments will enable administration to budget for capital outlay replacement as well as secure equipment to ultimately assist field crews to be more productive. In addition, this budget continues to reflect a trend directed by City Council and administration to finance

repair and maintenance projects. As such, it has been determined that approximately $4 million in new and replacement vehicle and equipment services will become necessary to yield applicable productivity.

An additional factor necessary for continued annual examination by administration is the number of full time employees per thousand population. Given the levels of services sponsored and directed by our organization, the City of Las Cruces compares favorably with other Western United States communities. However, caution must be advised when employing such benchmarking techniques, since many services are financed via enterprise funds and other sources rather than via general fund proceeds (enterprise and other funds a la utilities, building inspections, et al. representing a significant case in Las Cruces). For instance, the City of Las Cruces is able to finance water and wastewater infrastructure improvements via its utility enterprise fund. In addition, various state and federal grants and appropriations tremendously offset costs associated with various programs administered by the Department of Public Services, notably Senior Services and the RoadRUNNER public transit service program. Building permit fees finance the lion's share of costs associated with both new and existing residential and commercial inspections.

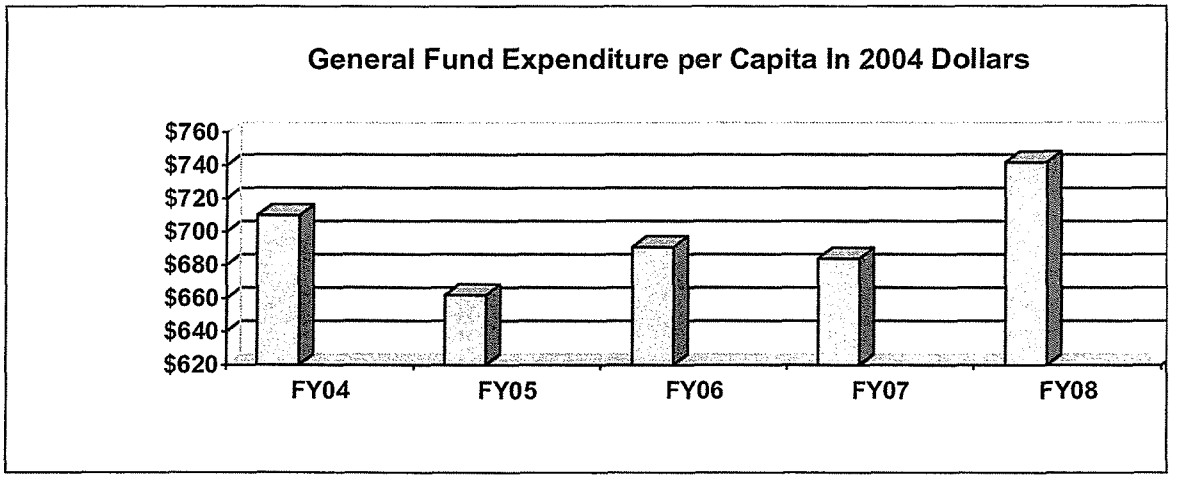
The following graph illustrates the Undesignated General Fund Balance and Designated Reserves as a percentage of General Fund Expenditures proposed as of June 30, 2007. This graph reflects a philosophy encouraged by administration to maintain a healthy Undesignated General Fund Balance that is consistent with requirements of New Mexico State Statutes. Such trends will offer substantive indication of financial stability for our community.



City of Las Cruces
General Fund
Expenditures per Capita
Previous Five Fiscal Years (including FY 2006 Projected)

Item	Actual FY 2004	Actual FY 2005	Actual FY 2006	Projected FY 2007	Proposed FY 2008
General Fund Expenditures (Current)	58,653,206	58,184,712	64,907,290	67,718,026	76,836,684
**US CPI -U (Fiscal Year Jul 1 - Jun 30)	186.1	191.7	199.0	203.8	207.7
Population*	82,671	85,316	87,876	90,336	92,776
Expenditures per Capita (Current)	710	682	739	750	828
Expenditures per Capita (2004 dollars)	710	662	691	684	742

*Estimate based on BBER @ UNM
** Estimate based on Global Insight March, 2007 Forecast



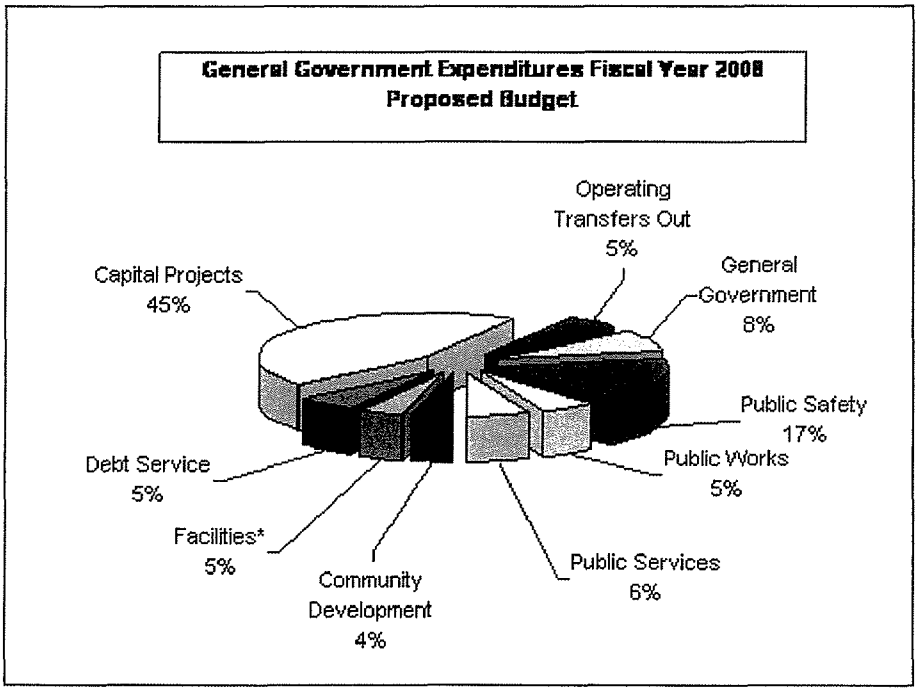
City of Las Cruces

General Government Expenditures by Function

For the Fiscal Years 1995, 2000, 2005, 2007 Projected and 2008 Proposed Budget

		Budget FY 1995	Budget FY 2000	Budget FY 2005	Projected FY 2007	Proposed FY 2008
General Government	$	7,615,048	6,300,705	12,332,452	10,669,283	16,971,791
Public Safety		13,404,944	17,283,526	26,172,785	31,478,734	34,668,582
Public Works		6,853,925	6,973,700	7,117,530	8,927,062	10,705,386
Public Services		7,715,218	11,815,055	10,028,628	10,404,385	13,017,282
Community Development		4,040,040	4,101,467	7,045,734	4,891,945	7,719,896
Facilities*		0	0	4,483,339	9,081,003	9,386,438
Debt Service		3,542,371	4,235,421	4,938,791	7,614,629	11,388,228
Capital Projects		23,535,924	23,981,364	29,113,892	18,525,294	93,191,024
Operating Transfers Out		3,165,760	4,170,144	7,048,088	11,052,449	11,147,428
	$	69,873,230	78,861,382	108,281,239	112,644,784	208,196,055

*Facilities became a new Department in Fiscal Year 2002.



Includes General Funds, Special Revenue Funds, Capital Project Funds, and Debt Service Funds.

As far as additional positions being programmed for Fiscal Year 2008, four additional uniformed officer positions and one command sergeant are being recommended. In addition, as initially directed via the Fiscal Year 2006 proposed budget exercise, the third and final phase of implementing recommendations resulting from the 2004 Insurance Service Organization (ISO) community rating process to augment human resources and coverage capability in the Las Cruces Fire Department is being presented, via the addition of five firefighter/lieutenant positions – completing the establishment of an additional 15 person ladder company.

Given the City of Las Cruces' continued efforts to respond to expanding parks and recreation development and programming, the need to expand infrastructure maintenance, vehicle/equipment replacements and improvement requirements, eight direct service and field positions to assist operations in the Department of Facilities and the Department of Public Works are being offered for City Council consideration. Ancillary recommendations to this effect include continuation of specific line item allocation to help finance recently expanded weed and litter control efforts city wide. This particular practice not only provides additional resources above and beyond internal capabilities, but also maintains efficiencies for staff currently serving the parks sections of the Department of Facilities. This will enable productivity gains in the areas of parks, ball fields, and other outdoor amenities to which residents of Las Cruces have become accustomed.

As reported during the past two years via discussions regarding the necessary expansion of operations involving Senior Services, the Museum System, RoadRUNNER Transit and the Thomas Branigan Memorial Library, the employment of both full and part time personnel resources remains critical relative to the success of the Department of Public Services implementing responsibilities accordingly. As was the case during the past two fiscal years, the Fiscal Year 2008 Proposed Budget provides guidance and abilities to enable reclassifications and other personnel adjustments so as to augment respective services without adverse financial impacts. In addition, it was determined that three additional full time positions; a Convention and Visitors Bureau services manager, a library specialist and a senior museum curator of exhibits were necessary, as related to their ability to address specific goals and objectives of respective sections, all related to the opportunity and ability to expand leisure and other ancillary services.

Finally, a recommendation to fund a pollution prevention inspector, a journeyman meter mechanic, two laborers, a gas serviceman, a light equipment operator, a crewman, an administrative specialist to be assigned to water and wastewater treatment facilities, an operations crewman, a fleet maintenance mechanic, and heavy equipment operator positions to assist with the continued implementation and expansion of planning, analyzing, distribution, environmental and infrastructure requirements for water, wastewater, solid waste and natural gas service in Las Cruces are also being forwarded for consideration in Fiscal Year 2008. These requests are fully justified as a result of new home and business construction activity citywide and resulting increase in population and

customer base. Sponsorship of such additional personnel is financially feasible thanks to a very healthy Las Cruces Enterprise Fund, a direct benefit to many of the aforementioned growth dynamics anticipated to continue.

BUDGET BY FUNCTION

Planning and Growth Management

Definitive and conceptual master planning in recently annexed areas of Las Cruces, notably remain on the forefront for both City Council and city administration review. During the past year, a total of 2,500 acres were annexed to accommodate the eventual development and construction of the Sierra Norte, Sierra Norte II, and the Rincon Hills subdivisions. Such direction was the result of receiving voluntary requests from previous unincorporated property owners expressing a desire for their developments being directed via City of Las Cruces standards, requirements and guidelines. Additionally, this effort included the incorporation of parcels necessary for the recently dedicated Doña Ana County Administrative Complex. Las Cruces is therefore now a 57 square mile municipality, approaching a point in its development evolution where the current boundaries will represent a build out rate of nearly 55%. The city will therefore continue to grow and develop in areas where properties are presently vacant resulting from either preexisting conditions, annexations from developable unincorporated area, as well as desirable rezoning activities. Additionally, many areas of the community with existing older residential and commercial structures are beginning to experience new facilities in response to market demands, new technology and an expanding local economy.

In the past, Las Cruces has planned in a regulatory, reactive and process oriented fashion. Continuous direction is being offered to the Department of Community Development that enables more proactive planning and growth management activities, notably the incorporation of specific infrastructure, size and setback requirements, as well as desirable quality of life amenities such as various park and open space features and requisite infrastructure requirements. Given the present growth evolution and necessary responses required, leadership and priorities associated with city planning has to be ready and able to respond to the aforementioned changing dynamics. In addition to the recent appointment of David Weir as Director of Community Development, Fiscal Year 2008 marks the scheduled initiation of its comprehensive plan, in accordance with the Las Cruces Municipal Code and New Mexico State Statutes. This arrangement also represents an opportunity for the City of Las Cruces to clarify and reposition scheduled activities, so that elements of the Las Cruces Comprehensive Plan directly reflect Mayor and City Council policies more realistically. Efforts to this effect will also be achieved on a regional basis via a partnership with both Doña Ana County and New Mexico State University. Via financial resources awarded by the State of New Mexico in 2006, a regional comprehensive planning approach will yield a similar degree of synergy with the Extra Territory Zone, and other surrounding areas on track to offer more sophisticated

long range planning. The Department of Community Development will also continue to engage planning activities to accommodate recommendations for desirable redevelopment and revitalization, such as those currently being realized via various improvements in the downtown area, and other districts citywide.

Finally, the Department of Community Development will also continue to work with various departments and divisions to direct economic development initiatives. Notable examples related to applicable exercise considerations for public-private collaboration (including appropriate strategies working with the Mesilla Valley Economic Development Authority, continuous marketing efforts for West Mesa Industrial Park, and Las Cruces International Airport), includes the establishment and administration of the Las Cruces Downtown Municipal Redevelopment Area and Phase I of the area's revitalization program, and to strategize partnerships for infrastructure improvement activities in core business districts of the community. Resulting policies incorporated into the department's goals and objectives will therefore serve as a guide to continue business development, recruitment and expansion activities that will complement service increases in residential activities currently being experienced in Las Cruces. In addition, substantive economic development related accomplishments will help ensure long term economic sufficiency throughout the community.

Properties and Facilities

In keeping with synergy-building processes as offered during the past two years necessary to outline needs for future municipal structures, both new construction activities and renovation of existing facilities will become necessary to service both internal and external customers. The current fiscal year led to substantial completion of both a spatial analysis and primary architectural design necessary to commission development and construction of a new city hall. A contractor selection process is to be afforded later this summer, yielding formal groundbreaking activities during the first few month of the new fiscal year.

The current fiscal year yielded direction to proceed with a formal design process necessary to begin development and construction of the Regional Recreation and Aquatic Center. With a project budget being made available via a 2006 New Mexico State Legislature appropriation, city administration is able to proceed with tasks necessary to begin groundbreaking activities for this facility at Hadley Avenue and Solano towards the end of the calendar year.

As reported last year, success relative to revenue bond procurement and federal and state appropriations to the City of Las Cruces enables our ability to maintain consistent momentum in constructing new parks and recreation oriented equipment and facilities, as well as implement enhancements to existing fields. The current fiscal year therefore

includes approximately $19 million to continue improvements to various parks and recreation properties and facilities. For instance, the Laabs Pool Replacement Program was successfully initiated earlier this year, with an anticipated grand opening in the coming months. Additionally, city administration is working closely with the New Mexico Department of Transportation to acquire property necessary to develop a municipal pool in the East Mesa vicinity.

In March 2007, a lease agreement between the City of Las Cruces and New Mexico State University (NMSU) was fully executed, paving the way for development and construction of the long contemplated Las Cruces Center. This is now fiscally possible as a result of the Mayor and City Council's unanimous direction to levy a $2.50 lodging surcharge in accordance with New Mexico State Statutes to achieve financing opportunities respectively. With the designated future location on West University Avenue, efforts are now being directed to commission design, planning and engineering services to ultimately govern actual construction activities. Additionally, the Office of the City Manager is currently working with the NMSU Office of the President to precede with requisite annexation strategies – to enable adjacent, private-sector anchor facilities and zoning management requirements consistent with our standards and expectations.

On Saturday, April 21, 2007, the community will host a dedication ceremony recognizing the completion of Phase I of the Las Cruces Downtown/Main Street Revitalization Effort. A highly anticipated project that began last year, this accomplishment offers additional forward momentum necessary to proceed with the second phase, to include development of a new plaza, including artistic features that many have come to appreciate in this area. Financing resources necessary to continue this effort will include applicable funds from the City of Las Cruces, as well as allocation from the New Mexico State Legislature.

Finally, city administration will continue to provide direction to developers and construction agents necessary to incorporate both linear and neighborhood parks in site plans to help augment quality of life in future residential neighborhoods being presented to the City of Las Cruces for review and consideration by both the Planning and Zoning Commission and City Council. For approved developments, work will be accomplished via City of Las Cruces standards and guidelines, including requirements for aesthetics and overall integrity.

Community Safety

Although the City of Las Cruces is currently one of the fastest growing cities and metropolitan statistical areas in the Southwestern United States, crime rates have remained relatively constant. As Police Chief Harry Romero communicated to me soon after my arrival to Las Cruces while discussing the state of law enforcement and crime clearance activity, "we have a relatively low level of criminal activity overall for a community of our size and our officers are responding well to incidences that do occur."

A meaningful exercise to determine effectiveness in these regards remains to ascertain how do such local trends and services compare with the rest of the United States.

Interestingly, the level of crime in Las Cruces has remained relatively stable during the past few years, with very minimal increases in certain types of activity. Concurrently, the Las Cruces Police Department continues to offer tremendous performance in responding to, and resolving incidents. For instance, the crime clearance rate for violent crimes nationally in 2005 was 45%, while in Las Cruces it was 75%. Although efforts remain underway to expand community safety resources, these successes were achieved with considerably less than the national average of law enforcement officers per capita. The nationwide average is 2.4 full-time officers per thousand residents. This statistic would equate to approximately 200 officers in Las Cruces versus our current number of uniform law enforcement positions approaching approximately 175. Additionally, a brief analysis of crime and clearance rates of other Southwestern United States communities indicates that the City of Las Cruces continues to fare well from a crime clearance standpoint and from an incidence of crime perspective.

City administration was again able to provide a training budget line item that identifies financial resources necessary to fund a police academy. Although public safety academies have been consistently sponsored by the City of Las Cruces, other training budgets were potentially impacted, taking away educational opportunities for existing personnel. This approach enables additional resources so as to not create such adverse conditions. Fiscal Year 2008 therefore not only offers funding to sponsor a 30 person police academy, but also considers a human resources technique affectionately known as "double-filling." Double-filling involves the process of temporarily staffing multiple individuals to occupy one position – for ancillary training and responding to the need to quickly fill vacancies resulting from turnover, retirement, or internal promotions. Five additional new positions are being recommended via this year's budget proposal. This approach is desirous in that it may also assist our community's needs to offer a fully staffed police department on a timelier basis. These efforts will also yield additional resources to augment both animal control and code enforcement, expand resources for continued support of police academy training, as well as to direct resources necessary to expand the Targeting Neighborhood Threats (TNT) initiative. Established in Fiscal Year 2006, TNT was introduced in an effort to proactively respond to specific neighborhood problems that adversely impact quality of life issues. Notable strategies in these regards include efforts to identify and apprehend individuals repeatedly engaged in noise pollution, geographically targeted gang and graffiti activity, and specific complaints and/or allegations of suspicious behavior that may or may not involve a pattern of drug trafficking. This approach, in the tradition of policies and principles of community oriented policing, employs partnerships with TNT patrol, traffic, code enforcement and narcotics personnel, as well as private sector resources such as neighborhood watch groups, homeowners associations and property management firms to offer comprehensive support to all involved.

In Fiscal Year 2005, the City of Las Cruces completed an Insurance Service Organization (ISO) rating exercise to help determine various structural and overall safety measures necessary for the City of Las Cruces to embrace guidelines relative to optimal response time during emergency situations. As such, after having had an opportunity to review the assessment exercise after my arrival in February 2005, as well as in an effort to substantively implement resulting suggestions, the Office of the City Manager is offering the recommendation to continue expansion of the number of ladder companies to ultimately serve LCFD. The Fiscal Year 2008 Proposed Budget therefore includes Phase III of establishing an additional ladder company, consisting of five (5) direct service oriented fire fighting positions to help respond to deficiencies regarding coverage. In addition, necessary equipment purchases are critical relative to the success of the City of Las Cruces securing a higher ISO rating. As such, recommendations regarding a continued expansion of resources to empower LCFD to provide effective coverage are anticipated to continue in both Fiscal Year 2008 and the coming years as well – specifically via the replacement of two fire apparatuses that are nearly twenty years of age. We are also working to establish a heavy equipment replacement schedule, so as to achieve a capital replacement timetable more consistent with both industry and national standards.

Finally, both departments will continue a myriad of other activities deemed essential relative to community safety enhancements and expansion of service. These efforts include the effective employment of the recently hired Public Safety Information Officer to coordinate and disseminate critical information throughout the community, and working with various departments to administer and update emergency operations planning procedures, as well as to maintain the capability of the city to prepare, respond, recover from and mitigate the effect of natural and/or man made facilitated disasters. More specific details regarding such momentum are consistently being defined via partnerships with entities such as the Doña Ana County Office of Emergency Management and the Mesilla Valley Regional Dispatch Authority.

Transportation and Roadway Infrastructure

The city will continue funding a more assertive street resurfacing, reconstruction and overlaying program. In the current fiscal year, $9.2 million is budgeted for roadway improvement activities. This allocation will enable improvements to 35.9 miles (13.7 miles of maintenance and 22.2 miles of restoration) of streets. A total of $13.3 million will be budgeted for Fiscal Year 2008, via revenue bond financing and other resources necessary to augment project scheduling and implementation schedules accordingly. The Department of Public Works will therefore be able to accelerate the five year roadway improvement program. Additionally, both Public Works and the Facilities Departments will continue efforts to direct additional curb design, installing more miles of sidewalk, and designing irrigation for medians and other pedestrian and traffic oriented public areas of the community. The city has over 100 medians in its road network of which 94 are maintained publicly, with the balance being privately maintained. These initiatives will

be phased continuously during the next several years so that all aforementioned areas eventually can have proper irrigation to accommodate aesthetic enhancements accordingly.

The City of Las Cruces has consistently secured financial assistance from the United Stated Department of Transportation to help finance operations of the community's RoadRUNNER Public Transit System, notably its transport schedule involving bus service via numerous routes year round Monday through Friday, 6:30 AM to 7:30 PM and Saturday 9:10 AM to 6:00 PM. During the past two fiscal years, the City of Las Cruces has been working with San Francisco based transportation consulting firm Nelson Nygaard to examine the feasibility of the Department of Public Services expanding bus service to include additional routes and Sunday scheduling. This exercise included a comprehensive transit network service overview. The first phase involved an analysis of existing conditions and community perspectives, including stakeholder interviews, survey of transit riders and non-riders, an analysis of transit data and a preliminary discussion regarding applicable opportunities. This process also included the development of service alternatives that were presented to City Council for comment and feedback. The second phase involved identification of an appropriate transit center location and development of a conceptual plan for the circulation and design of a future intermodal transit center. This resulted in the development of a recommended service plan to offer direction to maintain and expand good transit coverage throughout Las Cruces while repositioning the fixed route system around two centers; the new intermodal facility to be developed in the downtown vicinity and an enhanced bus/route stop at Mesilla Valley Mall. In Fiscal Year 2008, staff will proceed with tasks necessary to engage implementation strategies, specifically those related to establishing a tenth route. Additionally, thanks to the efforts of the state legislature, negotiations will be initiated to acquire the Worker's Compensation Division owned parcel located at the southwest corner of Alameda Boulevard and Lohman Avenue. Specific agreements and transaction recommendations will therefore be presented for City Council review and consideration in the coming months.

Aviation Management

Consistent with policy directives as offered by both City Council and the Airport Advisory Board, current direction involving future success of expansion of operations at the Las Cruces International Airport (LCIA) remains predicated on continued infrastructure improvements, notably construction of additional hangars, as well as continued expansion of runway and taxiway construction activities. Since Fiscal Year 2002 through the current year, approximately $3.5 million have been invested at LCIA, primarily to accomplish notable infrastructure enhancement projects including rehabilitation of Runway 8-26, east end taxiway, and airport lights.

Last year, City administration was able to secure a $603,000 settlement from the United States Air Force to help finance repairs and improvements to accommodate the reopening of Runway 4-22. Additional resources, to accommodate an improvement program that will consist of a thorough rehabilitation of asphalt resurfacing, consisting of a 75 foot wide section and the full length of the runway, were made available by the City of Las Cruces, enabling a total project budget totaling approximately $1.2 million. This project was successfully initiated several months ago. Reopening and reuse of Runway 4-22 is therefore scheduled to commence in the coming weeks.

The Office of the City Manager and the Department of Facilities will also continue efforts to pursue funding opportunities from the Federal Aviation Administration and the State of New Mexico specifically to solicit financial assistance necessary to implement other infrastructure improvements and economic development synergies to help make LCIA a viable operation. This effort will include an additional dialogue with our federal legislative delegation – to share statistical data necessary to justify the need to continue financial support at LCIA, as well as updates regarding the process of planning for future development and construction of an air traffic control tower.

Fiscal Year 2008 will also yield a review process necessary to consider updating its airport master plan. This becomes necessary in response to industry standards that suggest such efforts should be updated at least every five to ten years. The last master plan adoption governing future activities and plans at LCIA occurred circa 1997. Since then, numerous changes, including runway protocol, air traffic patterns, expanded industrial, commercial and residential developments, and tenant operations, have occurred. A future master plan will not only take into account these dynamics, but will also offer effective guidance for continuous infrastructure enhancements, project funding and implementation (via state, federal and local resources).

Water and Utilities Management

As we have continuously communicated, the City of Las Cruces anticipates a build out rate of population (circa 140,000 to 150,000) by the year 2025. In order to meet the water treatment needs of this increase in population and growth, a water treatment capacity of 13.5 million gallons per day (mgd) remains plausible. This capacity is being achieved via the development and construction of equalization basins at the existing wastewater treatment plant, and additional treatment capacity via a new water reclamation plant, as well as upgrading existing tanks and other facilities to prepare for both current and future water distribution needs citywide. Before incurring expenditures estimated to cost approximately $31 million in water system development, $22 million in wastewater system development that includes $4.828 million in the water reclamation to engage necessary improvements to facilities is being implemented.

Work on preliminary design for the water reclamation plant was initiated early last fiscal year, yielding the ability to host public workshops and meetings for residents to learn more about related infrastructure improvement efforts necessary to direct and manage water, wastewater and sewer distribution activities being planned for the future. Respective progress reports and recommendations were therefore well received by virtually all participants, including City Council, who has consistently offered direction to proceed in these regards during the past year.

A notable example of related accomplishments during the past two fiscal years is the $10 million utilities revenue bond authorized in 2005, as well as additional financing achieved in 2006 to initiate several of the aforementioned efforts. Completion of additional related capital projects will therefore now be undertaken. Efforts for Fiscal Year 2008 included over $2 million in natural gas infrastructure rehabilitation; and $8 million in water utility upgrades, with $13 million of capital investments resulting in new development activity. As far as wastewater, over $3.3 million is being directed for related rehabilitation programming, with an additional $28.6 million being made available for new development oriented infrastructure. Such is financially feasible not only as a result of good financial health of the Utilities Enterprise Fund, but successes to secure ancillary funds via external partnerships with the Environmental Protection Agency, Army Corps of Engineers and the State of New Mexico as well.

Human Resources

Currently, there are a total of 1,334 men and women who serve the City of Las Cruces in an official employment capacity, 1182 regular full-time employees and 152 part-time and seasonal employees working in approximately 385 different jobs. The average age of our employees is close to 42 years. Our employees range in age from 18 years to 87 years. Approximately 35% of the city's workforce is women.

In the current year-to-date, personnel actions have resulted in 285 separations and 344 hires. Length of tenure of men and women who come to work for the City of Las Cruces tends to vary. The average length of employment for regular reporting full-time employees is nearly 8 years, with a turnover rate of roughly 11%.

The current fiscal year established the creation and function of 45 additional fulltime positions:

- Utilities Project Engineer Intern – Utilities/Administration
- Utilities Project Engineer Intern (Water Rights) – Utilities/Administration
- Accountant/Analyst – Utilities/ Admin Services
- Administrative Specialist III - Utilities/ RES

- Mapping Technician – Utilities/ Gas L & M
- Street Sweeper – Public Works/ Street Sweeping
- Electrician Apprentice (2 each) – Public Works/ Street Lighting
- Lt. Equip. Operator – Public Works/ Sidewalk Reconstruction
- W/WW Inspector II – Public Works/ Contract Administration
- Roadway Inspector – Public Works/ Contract Administration
- Engineering Tech. – Public Works/ Engineering
- Administrative Specialist I – Police/ Records
- Administrative Specialist I – Police/ Secretarial
- Public Information Officer – Police/ Administration
- Codes Officer – Police/ Codes
- Animal Control Officer – Police/ Codes
- Administrative Specialist I – Police/ Academy
- Administrative Specialist I – Police/ Weed 'n' Seed
- Transit Mechanic – Public Services/ Transit
- Assistant Manager – Public Services/RR Museum
- Program Coordinator II, Aquatics – Public Services/ Recreation
- Program Coordinator II, After School - Public Services/ Recreation
- Recreation Specialist III - Public Services/ Recreation
- Recreation Specialist III - Public Services/ Recreation
- Home Care Aide- Public Services/ Senior Citizens
- Naturalist – Public Services/ Museum Nat. History
- Fire Lieutenant – Fire/ EMS
- Firefighter – Fire/ EMS
- Warranty Clerk – Facilities/ Fleet
- Parks Maintenance Worker I – Facilities / Parks
- Parks Maintenance Worker I – Facilities / Parks
- Inspector – Community Development/ Permit & Inspections
- Associate Planner – Community Development/ MPO

For the second consecutive year, the Department of Utilities continues to receive the greatest number of position increases, with a total of 11 additional, direct service staff for

Fiscal Year 2008. Such is directly attributable to expanded residential and commercial growth, resulting in a greater customer base for water, wastewater, natural gas and solid waste services. However, a total of 40 full time equivalent positions are being recommended for City Council review and consideration interdepartmentally. Many of these jobs, including the aforementioned resources being contemplated for the Department of Utilities are financially feasible due to healthy enterprise and direct fee driven revenue enhancements, yielding no impact to the City of Las Cruces General Fund. Positions being forwarded for City Council review and consideration, which include those listed above, are:

- 1 Video Production Specialist – Administration/Public Information Office
- .50 CDBG Env Compliance Spec – Comm Dev/Neighborhood Svcs
- 1 District Supervisor – Facilities/Parks
- 1 Mechanic Apprentice – Facilities/Fleet
- 5 Firefighters – Fire/Emergency Services
- 1 Fire Protection Engineer – Fire/Prevention
- 1 HR Analyst – Human Resources/Core Services
- 1 Security Officer – Information Technology/Network
- .31 Admin Specialist IV – Legal/City Attorney's Office
- 4 Police Officers – Police/Academy
- 1 Sergeant – Police/TNT
- 1 Services Manager – Public Services/CVB
- 1 Library Specialist II – Public Services/Library
- .75 Rec Specialist II – Public Services/Recreation
- 1 Sr. Curator of Exhibits – Public Services/Museums
- .38 Admin Spec I – Public Services/Senior Programs
- .25 Head Lifeguard – Public Services/Recreation
- 3 -- .29 Gallery & Studio Attendants – Public Services/Museums
- .50 Lead Driver – Public Services/Senior Programs
- 1 Sign Technician – Public Works/Traffic
- 1 Supervisor II – Public Works/Streets
- 2 LEO Patch Crew – Public Works/Streets
- 1 St. Crewman Patch – Public Works/Streets
- 1 Plan Review Engineer – Public Works/Engineering Services
- 1 Pollution Prevention Inspector – Utilities/RES

- 1 Journeyman Meter Mechanic – Utilities/Admin Svcs Meter Shop
- 1 Warehouse Worker I – Utilities/JU Warehouse
- 1 Gas Serviceman – Utilities/Gas Pressure & Service
- 1 Light Equipment Operator – Utilities/Gas Locating & Mapping
- 1 Crewman – Utilities/Gas Locating & Mapping
- 1 Admin Spec II – Utilities/JHWW Transfer Facility
- 1 Operations Crewman – Utilities/JHWW Transfer Facility
- 1 Fleet Maintenance Mechanic – Utilities/Solid Waste
- 1 Laborer – Utilities/Solid Waste
- 1 Heavy Equipment Operator – Utilities/Solid Waste

All positions being recommended are not only necessary in terms of enhancing direct service efforts in respective departments and functions, but are consistent with the necessity of accomplishing goals, objectives, and abilities to augment performance and productivity, as well as to directly service new customers as a result of being a growth oriented community.

Finally, administration was able to secure amicable, multiple year labor union agreements with both Las Cruces Police Officers Association and United Steelworkers of America during the current fiscal year. Successful implementation of the new merit system to benefit non-represented employees was also realized during the past two fiscal years. In addition, financial resources have also been allocated for Fiscal Year 2008 to implement wage and salary adjustments for various positions throughout the organization which have been revealed to offer below market compensation rates - via the recently completed classification and compensation study. Such efforts will also assist our mission of being an employer of choice.

Intergovernmental Relations

Fiscal Year 2007 has been very busy in terms of engaging activities to augment relationships with both the State of New Mexico and the United States Government. During the current fiscal year, various initiatives unrelated to grants and appropriations were directed, notably the second consecutive year of directing the File For Free coalition effort via partnership with the Internal Revenue Service. This initiative has greatly benefited lower income households by providing tax preparation services, without services from predatory providers who may take advantage of respective circumstances and adversely impact actual tax refunds available to the responding party.

As a result of the recent sale of the current City Hall parking lot property, the United States General Services Administration (GSA) will be able to initiate groundbreaking activities necessary to begin development of a new federal courthouse facility on North Church Street. With a construction schedule anticipated to take three years, arrangements will be required to modify employee parking and drive-thru bill payment services. Such is possible during Fiscal Year 2008 as a result of reaching agreements with GSA to help fund the necessary approach. A lease agreement was recently negotiated with the El Paso Electric Company to enable City of Las Cruces bill processing at their recently opened drive-through center located on Solano Drive.

In the current fiscal year, the City Council and administration called in its State Legislative Delegation and its federal representation for various financial assistance appropriations requests. During the currently fiscal year, nearly $223 thousand from our Federal Legislative Delegation was secured by the City of Las Cruces. By March 2007, we were successful in securing over $7.6 million in State Capital Outlay Appropriations, representing a total of $7.8 million to date for Fiscal Year 2007 in grants and appropriations, to include funding for assistance for the following projects and matters:

Alternative Recreation Facility/ Park (Dog Park)	$	50,000
Branigan Library Expansion		550,000
Burn Lake Improvements		75,000
Bus Shelters		75,100
Community Garden (Comm of Hope)		20,000
Dog Park		100,000
Downtown Art Panels		4,285
Downtown Plaza		830,000
East Mesa Road Improvements		1,000,000
East Mesa Street Improvements		100,000
East Mesa Multigenerational Center		50,000
East Mesa Water Reclamation Facility		140,000
Griggs/Walnut Superfund Site		243,900
High Noon Soccer Complex/Field		135,900
Las Cruces (convention) Center		100,000
Mesilla Park Community Center Improvements		193,900
Mesquite Historic District Improvements.		370,000
Museum of Natural History Security System		30,000
Museum of Natural History Trackway		100,000
Munson Senior Center Addition		205,000
P.A.L. Boxing Equipment		30,000
Police / Fire Training Facility		100,000
Police Department Equipment		230,000
Senior Center Meals Equipment		33,270
Veterans and Military Tech Museum		1,210,000
Veterans Memorial Wall		156,000

City of Las Cruces as Fiscal Agent		
Amador Hotel / Museum Renovation		62,900
Community of Hope Renovations		200,000
Hospice Addition		329,000
Hospice Equipment		437,000
La Casa Shelter Renovation		492,000
La Pinon Center for Sexual Assault		41,900
Total Legislative Funding	$	7,695,155

These accomplishments are illustrative of a very busy and successful year of legislative action by the Las Cruces Mayor and City Council. In all cases listed above, the Mayor and City Council pursued the Office of the Governor, the New Mexico State Legislature and the United States Government to seek support and compromise for the City's position on various policy decisions and capital improvement programs. City administration will continue to build its successful record of working with various state and federal entities in Fiscal Year 2008 - for additional assistance relative to the procurement of necessary grants and appropriations, notably to assist and augment aforementioned efforts, as well as to engage support from other levels to deliver services and expand programs. Strong intergovernmental relations will always be essential to position Las Cruces in the leadership role it must take to improve the quality of life for its residents, businesses, visitors and other stakeholders.

Summary

There are a lot of numbers, indicators, projections, charts and graphs in the Fiscal Year 2008 Proposed Budget document. This is rightfully so, since this budget also reflects Las Cruces' vision and focus on improving the quality of life for our residents, businesses and visitors respectively. This budget reflects community values, goals, objective and ideas, all of which are indicative and consistent with the spirit of the recently updated Las Cruces Strategic Plan.

The Fiscal Year 2008 Proposed Budget represents the character of a city whose unique identity distinguishes itself from other geographical areas of both New Mexico and the Southwest United States. City administration began finalizing its General Fund recommendations for next year's budget with 67% of the current fiscal year completed; 62% of the approved budget expended; and 70% of anticipated revenues collected. This budget has been prepared knowing that substantive consideration will be offered publicly regarding bond issues for the various utilities projects as well as the construction of a new city hall facility. These initiatives will therefore mandate that our community be able to demonstrate to the bond issuance community that the City of Las Cruces enjoys a healthy financial position. Staff is therefore working to promote and establish an undesignated fund balance that is stronger than that of previous years with a reduction in dependence on cash carry over to annually balance the budget.

Total General Fund expenditures are up 5.9%, personnel services are up 8.6% and the major impetus for the General Fund increase is a commitment to continue funding rolling stock and maintenance of City assets that have unfortunately been deferred for too long a period, as well as to offer resources to augment direct services interdepartmentally.

Fiscal Year 2008 will also mark the third consecutive year of administering a performance budget, enabling our ability to again secure recognition from the Government Finance Officers Association of the United States and Canada for best budget format. This document therefore contains two additional critical sections indicative of performance measurements, the accomplishment segment and the performance indicator section for departments and sections. However, make no mistake that this effort represents a continuous process, as more work is required to truly solidify our belief that we are moving in the right direction.

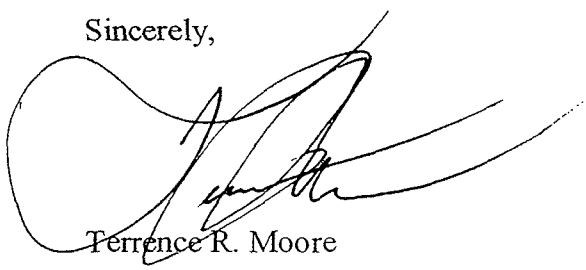
Total local property tax millage for City operations will remain constant. Total appropriation for all funds is recommended to be $388,428,831. As such, the overall Fiscal Year 2008 Proposed Budget is financially sound and delivers services our residents have come to expect:

	FY 07 Amended Budget	FY 08 Recommended Budget	Dollar Change	Percentage Change
General Fund	$ 71,469,345	$ 74,037,763	$ 2,568,418	3.59%
Special Revenue Funds	24,218,296	23,639,173	(579,123)	-2.39%
Debt Service Funds	7,196,627	11,388,228	4,191,601	58.24%
Capital Projects Funds	89,843,462	90,384,857	541,395	0.60%
JU Funds	131,316,198	133,007,733	1,691,535	1.29%
Enterprise Funds	5,157,847	7,431,086	2,273,239	44.07%
Internal Service Funds	15,489,334	20,404,543	4,915,209	31.73%
Fiduciary Funds	27,422,017	28,135,448	713,431	2.60%
TOTAL	$ 372,113,126	$ 388,428,831	$ 16,315,705	4.38%

The Las Cruces Leadership and Management Team therefore looks forward to working with the City Council during the upcoming budget workshops and public hearings, as well as welcomes the opportunity to address questions and concerns accordingly. In summary, the Fiscal Year 2008 Proposed Budget outlines and supports the City's good financial position, further expands citywide beautification, continues attention to engage various scale infrastructure improvements, encourages conservation and well managed growth management policies and principles, and is supportive of expanding private/public collaborations and economic development.

A special and very personal thanks goes out to all department directors who assisted the Office of the City Manager in preparing this year's budget submission. Director of Finance Mark Sutter; Budget Manager Dick Gebhart; Assistant City Manager Robert Garza; Budget Analysts Tencha Puentes, Veronica MacGregor; Lorenzo Padilla, Rocio Nolasco, and Budget Strategy Analyst Intern Yolanda Benally, as well as all department directors, section administrators, and department budget representatives who contributed invaluably in preparing the budget document. This year's submittal of an enhanced performance-oriented budget will enable us to continue exercises to factually ascertain how the organization is doing in terms of productivity and how well we are responding to meet goals and objectives of the Las Cruces Strategic Plan. We all must therefore operate on the premise that if you can't measure output, you can't improve it. Our efforts to more thoroughly benchmark municipal services as well as highlight both performance indicators and accomplishments will direct continuous improvement accordingly, as we also hope the City and general public will avail themselves of the many facts and figures contained in this budget document so that we can better meet the challenges and expectations of our residents. The City's administration and organization are up to the challenge and we look forward to a very productive year for our community.

Sincerely,



Terrence R. Moore

City Manager

Descriptive Information

City of Las Cruces®
NEW MEXICO

Fiscal Year FY 2007/2008 Budget & Policy Highlights

This section briefly lists some important highlights of the adopted Fiscal Year 2007/2008 budget. It does not list every change, but it does list those considered to have the most interest.

- Changes in Personnel – A net total of 40 full-time positions were added to departments. (See Pages 392-393).
- One New Program –
  New Ladder Company (Phase III)
- No Tax Increase – The adopted budget recommends no tax increase.
- Capital Projects – The budget includes funding for the following major capital projects:

Streets Projects			
Sonoma Ranch	$9,000,000	Don Roser Extension	$ 700,000
17th Street	1,000,000	Telshor/Lohman	600,000
Amador Resurfacing	1,000,000	Jefferson/Davis Improvment	555,000
Lohman Rehab	962,000	Melendres/Mesilla/Bowman	400,000
Stull/Sombrano	750,000	Walnut/Spruce/Kilmer	265,000
Flood Control Projects			
Bruins Lane Rehab	$ 650,000	Las Cruces Dam Impr.	$ 200,000
El Molino	450,000	Drainage Channel	200,000
View Court Pond	300,000	Posse Creek Drainage	90,000
Other Projects			
City Hall (New)	$ 23,000,000	Branigan Library	$ 519,000
Aquatic Center	17,735,855	Mesquite Neighborhood	906,840
Downtown Revitalization	2,630,000	Laabs Pool	1,200,000
E. Mesa Swimming Fac.	1,900,000	Air Traffic Control Tower	1,100,000

Significant Policies

The budget incorporates the following policies as funding levels for various programs and projects included in funds:

- ***Maintenance Budget*** – The FY 2007/2008 budget maintains the current level of services provided to citizens.

- ***Building Reserves*** – The General Fund is required to have a reserve fund balance of 1/12th of expenditures, or about $5.5 million. For many years the City met the 1/12th reserve requirement by including General Fund reserves in the various internal service funds, but since the fiscal year 2002 the entire 1/12th has been carried in the fund balance of the General Fund.

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Major Revenue Sources

The following discussion focuses on the major revenue sources for the City of Las Cruces governmental funds used in financing general activities. It provides an outlook for the fiscal year 2007/2008 budget year in additional to a five year planning time horizon. While the focus is on the budget year, providing a five year planning estimate allows the City to develop a framework for prudent fiscal management. The discussion is divided into two parts. The first part is devoted to Gross Receipts Tax which is the single largest source of revenue the City receives. The second part is devoted to the largest General Fund revenue sources that provide financing for the City's general fund.

Gross Receipts Tax

The City's largest source of revenue is the gross receipts tax (GRT). "Gross receipts" means the total amount of money or other compensation received from selling property in New Mexico, leasing property employed in New Mexico, performing services in New Mexico or selling research and development services performed outside New Mexico the product of which is initially used in New Mexico. Gross receipts include receipts from:

1. Sales of tangible personal property handled on consignment;
2. Commissions received;
3. Amounts paid by members of any cooperative association;
4. Amounts received by persons providing telephone or telegraph services;
5. Fees received by persons for serving as disclosed agents for another;
6. Amounts received by a New Mexico florist from the sale of out of flowers, plants, etc., that are filled and delivered outside New Mexico by an out-of-state florist;
7. Provide intrastate mobile telecommunications services to customers whose place of primary use is in New Mexico.

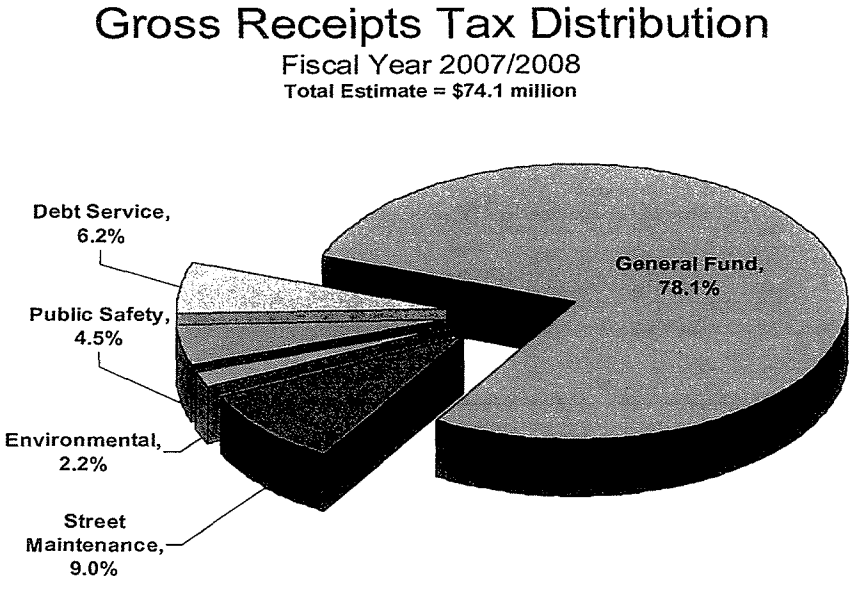
The total gross receipts tax is paid to the state. The state retains a portion for administrative costs and distributes the City's portion on a monthly basis. The total gross receipts tax rate in Las Cruces is a combination of the rates imposed by:

1. The state
2. The county, and
3. The City of Las Cruces

As of January 1st, 2007 the combined tax rate in the City of Las Cruces is 7.125%. The portion accruing to the City is 2.7875% points of the total rate. Three City imposed gross receipt levies are dedicated to specific uses. The remainder is used for general government operations including debt service. The breakdown is as follows:

1. General Government Operations/Debt Service		2.3500%
2. Street Maintenance		0.2500%
3. Environmental Uses		0.0625%
4. Public Safety		0.1250%
	Total	2.7875%

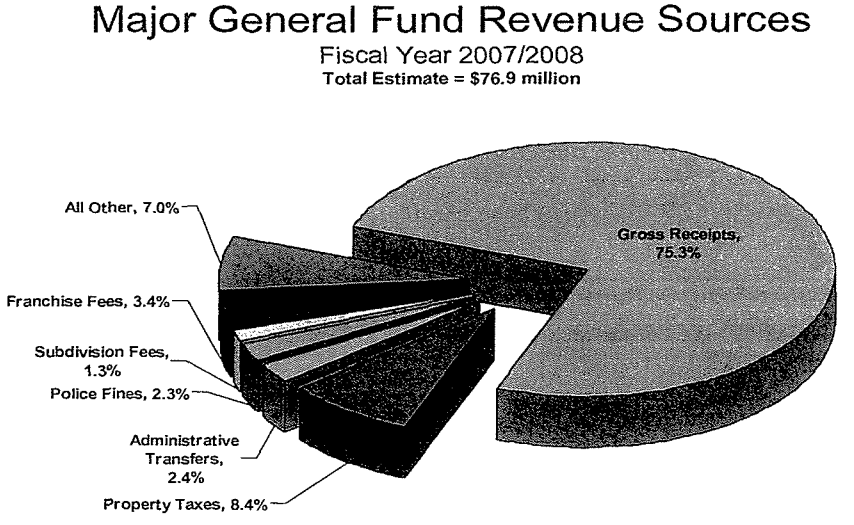
The distribution of estimated GRT taxes for fiscal year 2007/2008 is shown in the following chart:



Major General Fund Revenue Sources

The largest fund for financing municipal general governmental operations is the City's general fund. Just as the GRT is the largest source of City revenue it also constitutes the largest source of money for the general fund accounting for approximately 75 cents out of every dollar. Other sources of revenue are property taxes, administrative transfers from City operated utilities, police fines, franchise fees and subdivision fees. The remaining revenue for the general fund is comprised of approximately 150 separate sources ranging from charges for a

variety of services from library fines to payment in lieu of taxes for City owned utilities. The breakdown of the major revenue sources for the general fund is as follows:



The City's five year general fund outlook, along with the major underlying economic assumptions, is contained in the table following the economic assumptions which underlie the forecast. As with any forecast the assumptions will need to be reviewed periodically to align the revenue outlook with future developments and actual revenue collection patterns.

While the City has been the beneficiary of robust economic growth, fueled in large part by residential construction, the outlook is for a degree of moderation. The result is a reduced rate of construction growth which will be more balanced between commercial and residential activity. Las Cruces should also benefit from three large construction projects, a new Las Cruces City Hall, a City Aquatic Center and a new Federal Court House, starting at the end of fiscal year 2006/2007 and lasting until fiscal year 2009/2010.

Economic Assumptions

U.S.

- Energy costs will be level in FY08 and beyond
- Interest rates will hold steady per Federal Reserve Policy
- Housing appreciation and sales will slow nationally
- No major world conflicts, stable energy prices
- Real GDP will average around 3% annually
- CPI-U will trend between 2.5%-3.0% annually

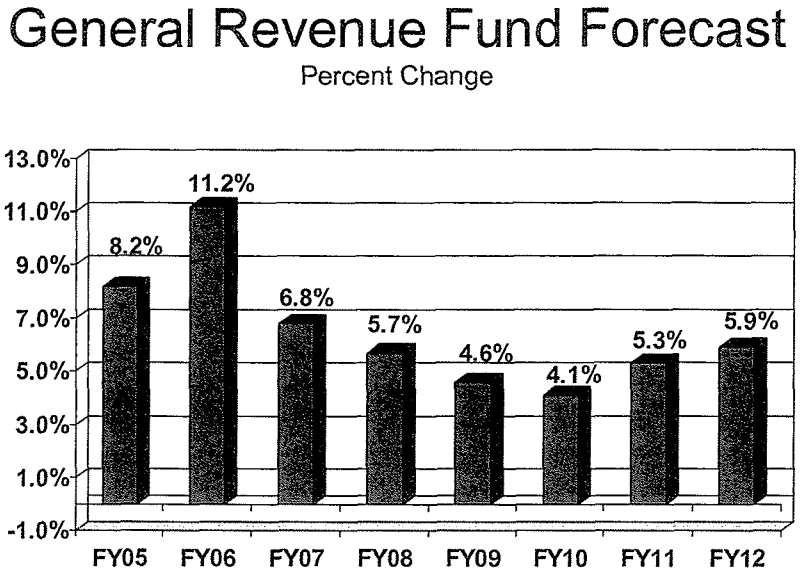
Las Cruces

- Construction; Residential will slow to a rate in equilibrium with population growth
- Construction; Commercial will accelerate to match past population gains
- Construction: Includes City Hall, Federal Court House, Aquatic Center
- City annexations will satisfy demand for developable land.
- City population growth will average approximately 3% annually
- Job gains will come from health care, leisure/hospitality, business services and state and local governments
- Personal Income growth will average approximately 6.5% yearly over the five years
- Tax rates, bases and revenue generating programs are assumed to remain constant over the forecast period.

General Fund Five Year Revenue Forecast

Revenue Source	FY 03/04 Actual	FY 04/05 Actual	FY 05/06 Actual	FY06/07 Forecast	FY07/08 Forecast	FY08/09 Forecast	FY09/10 Forecast	FY10/11 Forecast	FY11/12 Forecast
Gross Receipts Taxes	$41,801,082	$45,597,467	$49,854,538	$53,800,000	$57,900,000	$60,900,000	$63,600,000	$67,400,000	$72,000,000
Percent Change		9.1%	9.3%	7.9%	7.6%	5.2%	4.4%	6.0%	6.8%
Property Taxes	$4,621,296	$4,989,228	$5,634,335	$6,032,286	$6,430,236	$6,698,913	$6,978,815	$7,270,413	$7,574,195
Percent Change		8.0%	12.9%	7.1%	6.6%	4.2%	4.2%	4.2%	4.2%
Franchise Fees	$2,176,608	$2,164,258	$2,389,963	$2,509,178	$2,602,489	$2,701,621	$2,806,848	$2,918,456	$3,036,753
Percent Change		-0.6%	10.4%	5.0%	3.7%	3.8%	3.9%	4.0%	4.1%
Administrative Transfers	$1,788,067	$1,788,067	$1,788,067	$1,788,067	$1,848,757	$1,848,757	$1,848,757	$1,848,757	$1,848,757
Percent Change		0.0%	0.0%	0.0%	3.4%	0.0%	0.0%	0.0%	0.0%
Police Fines	$1,163,284	$1,345,269	$1,615,561	$1,700,000	$1,743,394	$1,787,895	$1,833,533	$1,880,335	$1,928,332
Percent Change		15.6%	20.1%	5.2%	2.6%	2.6%	2.6%	2.6%	2.6%
Subdivision Fees	$29,337	$538,134	$1,516,244	$1,200,000	$1,000,000	$1,049,898	$1,102,286	$1,157,287	$1,215,033
Percent Change		1734.3%	181.8%	-20.9%	-16.7%	5.0%	5.0%	5.0%	5.0%
All Other	$4,986,657	$4,790,360	$5,256,674	$5,686,113	$5,357,921	$5,445,224	$5,536,442	$5,631,724	$5,731,227
Percent Change		-3.9%	9.7%	8.2%	-5.8%	1.6%	1.7%	1.7%	1.8%
Total	**$56,566,331**	**$61,212,783**	**$68,055,382**	**$72,715,644**	**$76,882,797**	**$80,432,308**	**$83,706,680**	**$88,106,973**	**$93,334,298**
Change: Dollar		**$4,646,452**	**$6,842,599**	**$4,660,262**	**$4,164,941**	**$3,549,511**	**$3,274,372**	**$4,400,292**	**$5,227,325**
Percent		**8.2%**	**11.2%**	**6.8%**	**5.7%**	**4.6%**	**4.1%**	**5.3%**	**5.9%**

In total, the outlook for the City's general fund is moderating rates of revenue growth as depicted in the following graph.



Individual Revenue Sources

Gross Receipts: This tax is by far the largest revenue source in the City's funding structure for general government with the majority of the revenue deposited into the General Fund. The recent past has seen exceptional growth from this source fueled by rapid construction activity centered around residential housing. The City has also benefited from its geographical location and environmental qualities. The five year outlook calls for overall construction activity to decelerate to a level that is more in balance between population gains and construction activity. While residential construction will moderate, commercial activity will pick up. Another positive factor is the scheduled construction of three large projects; a new City Hall, a City Aquatic Center and a new Federal Court house. These projects will be built over the next four years.

Property Taxes: This revenue source, while showing the effects of rapid construction adding to the base value, is more modest in its gains. The State of New Mexico controls the rate of property tax increase allowed based on a formula tied to inflation. While new construction is added to the base, revenue increases on existing properties are subjected to the formula. The formula limits tax gains that would result from increased values on existing property to a measure of inflation. The result is property tax growth that is moderated and relatively stable.

Administrative Transfers: This source reflects the costs incurred by the City for providing support services to other City departments and /or fiscal agents. The costs are assumed to be level from year-to-year barring any revisions or studies of the subject which would be adopted by City Council.

Police Fines: These fines are directly linked to the enforcement activities of the City Police Department. The outlook is tied to population growth anticipated for the City and surrounding area.

Subdivision Fees: The past growth achieved in this area reflects the high level of construction seen in the City. The anticipated collections, while continuing at relatively high levels over the five year projection, will reflect the moderating level of overall construction activity.

All Other: This is a diverse collection of revenue sources numbering in excess of 150 items. Taken in aggregate these sources are anticipated to rise roughly in line with inflation and population growth. One time events, while not factored into the outlook, can cause year to year fluctuations.

Long Term Goals and Policies

The City Manager's letter to Council is a City Charter requirement. It addresses policies and issues that affected the budget and the budget process. The long-term goals articulated by Council do not change with each budget year, and are not usually discussed in the City Manager's letter. Rather, they are the bedrock assumptions upon which the issues with a shorter-term focus are based. They are described in more detail below.

Development

The City has enjoyed substantial development of residential areas on the East Mesa in recent years. Commercial development is taking place at freeway interchanges and adjacent parcels. Industrial development is occurring in the West Mesa Industrial Park.

The City has annexed considerable acreage in recent years as a result. This in turn places a burden for the city to finance basic services (utilities, public safety, and recreation) to the new areas. Council intends that developers pay for extensions of infrastructure directly (as with streets) or via development impact fees (as with water, wastewater and parks).

In addition, Council strongly encourages infill of vacant parcels already served by existing streets, utilities, and parks as a means of saving funds.

Customer Service

The City has embarked on a quality journey, an initiative that includes a strong commitment to customer service. Some of our customers include developers and others seeking permits, businesses seeking licenses, and residents paying their utility bills.

Through surveys and other means, the City has decided to co-locate several of these activities in one place. Other innovations will be made as well with a mind to making it easier for everyone to deal with the City as we continue with the focus on the customer.

Recreation and Culture

The Council has invested large sums of money into recreational and cultural programs and facilities in an effort to provide an excellent quality of life for City residents. Quite simply, there is a lot to do at any time of year in Las Cruces. There are excellent recreation programs for all members of the family, award-winning museums, an excellent library, and many senior programs and facilities.

The City has over 88 parks and several annual festivals. These facilities and functions are staffed by a cadre of professionals who care deeply about providing a high quality of service to patrons.

Council is also committed to expanding recreational opportunities in newly developing areas.

Reduction of Crime

The City invests tremendous resources in police operations. Innovative programs such as neighborhood policing, DWI crackdowns, neighborhood watches, and community

education programs are made possible with the financial participation of the federal and state governments.

The emphasis and programs are paying off in reduced crime rates, but we must remain vigilant for other opportunities to fight crime. Law enforcement with a human face remains a very high priority for Council.

Fiscal Accountability

Our citizens have every right to expect the City to be circumspect stewards of public funds. We must never forget that the funds we collect are for the benefit of the public.

We are committed to full disclosure of our expenditures. We make many efforts during the year to educate the public regarding the uses of public funds and provide forums for public input.

Our independent annual audits show that the city competently controls funds and that expenditures are proper.

Attracting Industry

The key to our economic viability is in attracting industry to our community. The city has provided inducements to a number of firms looking to locate adjacent to Mexico to take advantage of NAFTA. As a result, the number of industries in the City's West Mesa Industrial Park is growing rapidly.

We seek low water use industries that will offer citizens excellent wages and that commit to a long-term relationship with Las Cruces.

Such an emphasis is very important as the largest government employer in the area, White Sands Missile Range, has drastically cut jobs during this decade.

Plan for and Provide Water

Las Cruces is in a desert, and water is one of the most precious resources we have. As a rapidly growing community, we must ensure that our water production capabilities are not exceeded by development. Currently, we have surplus capacity. Our water utility staff is continually securing water rights for the present and the future. Our goal is to provide sufficient water for a high quality of life consistent with our arid environment.

Council adopted a water conservation resolution in 1997 to underscore our responsibility as operators of the water system and as citizens of the community.

General Obligation Bonds

Infrastructure needs in Las Cruces far exceed resources. One largely untapped resource is General Obligation Bonds. These bonds require voter approval.

Historically, the City has had some difficulty convincing the population to tax themselves for the improvements. Once in place, it is often more palatable to sell improvements by rolling the bonds over. That is, we package more improvements timed to commence when previously approved issues are retired. In this way, we can inform voters that approving an issue will not increase taxes.

High Quality Work Force

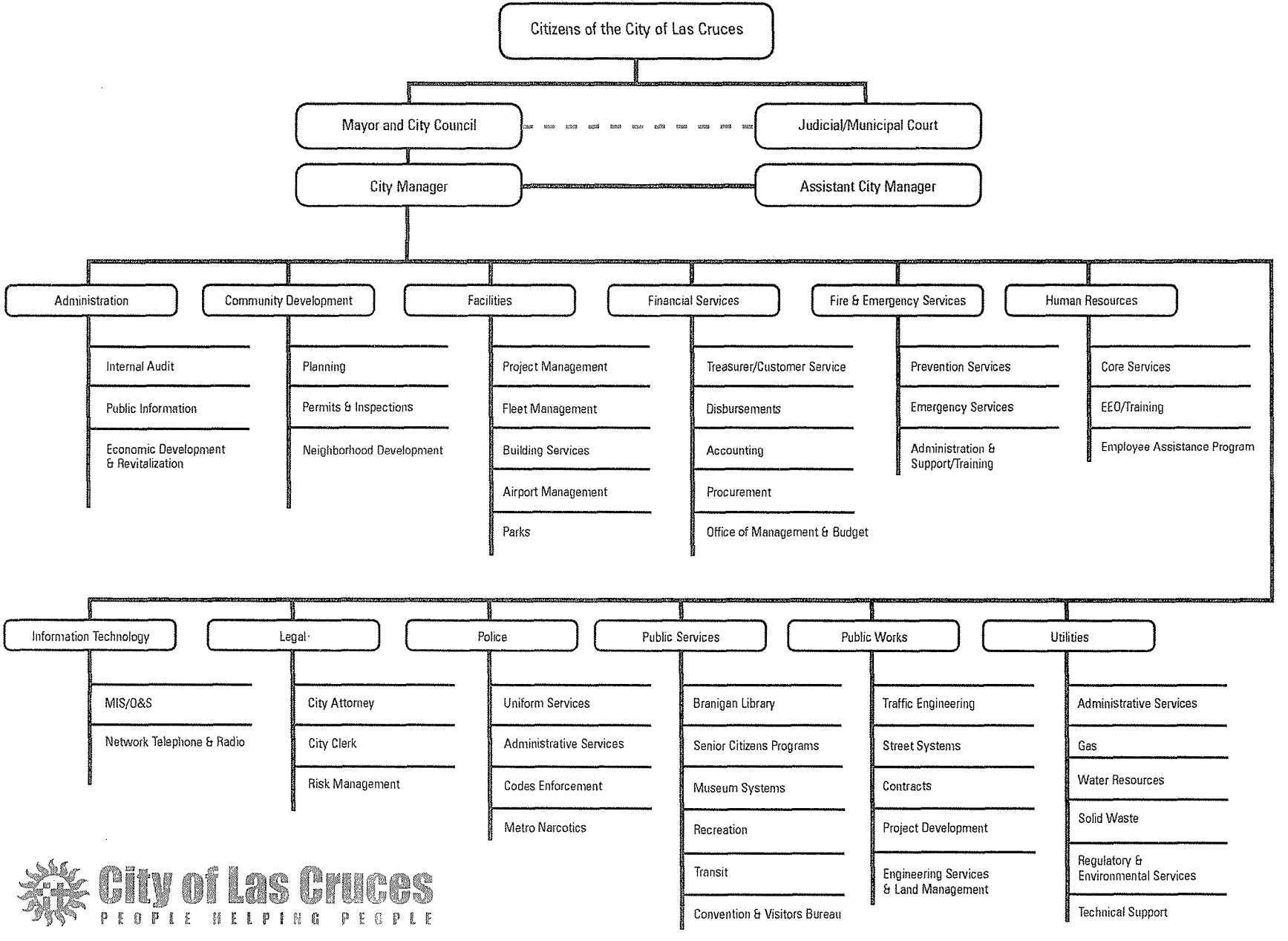
The City of Las Cruces offers prospective employees an excellent pay and benefits package. As a result, there

is rarely any difficulty attracting topnotch candidates to fill vacancies.

Our citizens demand a large variety of services to be provided in a highly professional manner. The City provides first class training to employees to enable them to provide services that meet or exceed customer expectations.

This philosophy of high expectations and excellent training has resulted in a very competent work force with a strong customer service attitude. As a result, the city enjoys a strong reputation with the public and very low turnover, which saves training costs.

City Government Organization Chart: FY 2007-2008



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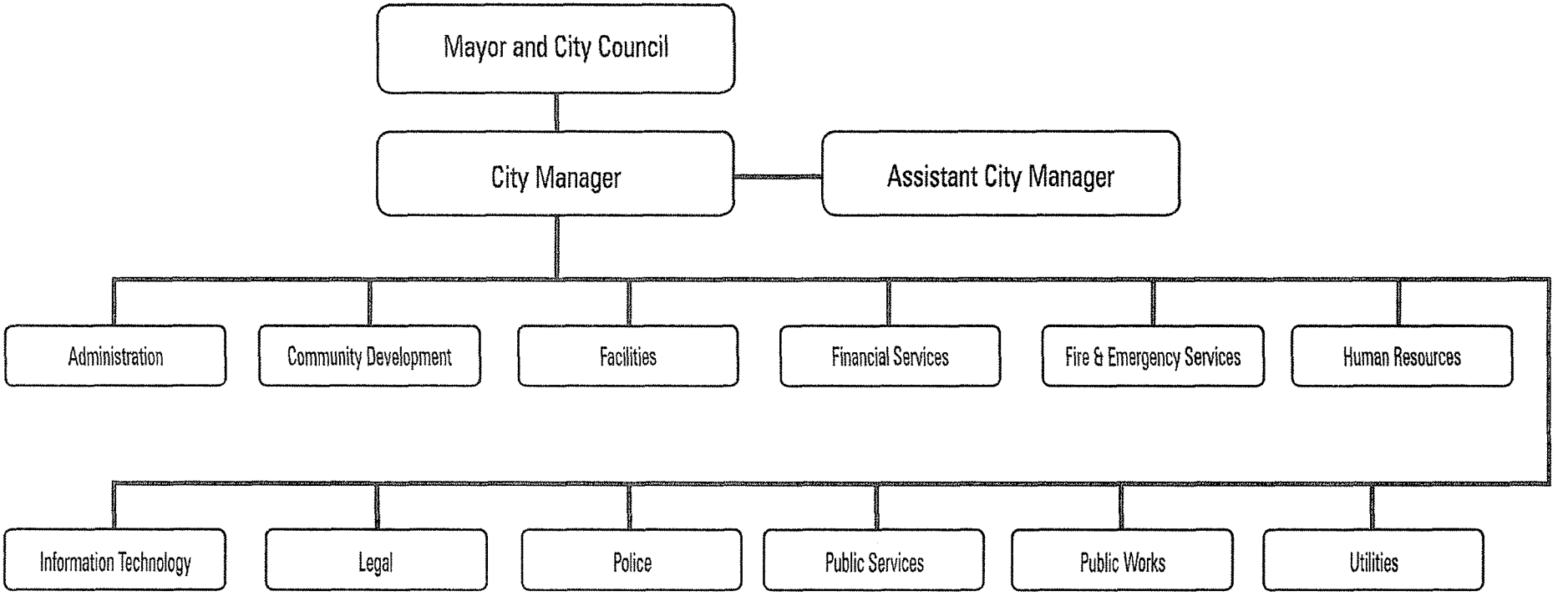
Governmental Organizational Unit Designation



In accordance with Section 4.01 of the City of Las Cruces Charter and Municipal Code Chapter 22, Section 22-22(4) the Council establishes these organizational units for purposes of administration and budgetary management

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Profile

City of Las Cruces
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The City of Las Cruces is the jewel of Southern New Mexico. It is a crossroads of Hispanic, Indian and American Cultures.

Nestled between the fertile Mesilla Valley and the Chihuahuan desert and framed by the breathtaking Organ Mountains and the mighty Rio Grande, Las Cruces offers visitors and residents alike a variety of attractions, multi-cultural historic sites, industry, education and agriculture.

Las Cruces is one of the fastest growing small cities in the United States. Las Cruces is home of many attractions, including numerous art galleries, museums, theaters and annual festivals. Visitors can enjoy a wide range of year-round outdoor activities, such as hiking, golf or tennis. The geography is among the most diverse in New Mexico, and set under expansive blue skies and sunshine nearly every day of the year.

Our city has been noted by several prominent national publications as one of the country's best places to retire, one of the nation's top destinations and one of the best small metro areas for business and careers. *The New York Times* has featured Las Cruces among its places to visit across America. *Forbes* magazine voted Las Cruces as one of the nation's smaller metro areas for business and careers for 2006 and *Money* magazine named Las Cruces one of the best college towns to retire for 2005.

Most recently, *AARP* Magazine named Las Cruces one of the top five cities to retire in 2006, and the Center for Digital Government named Las Cruces one of the most digital cities in 2006.

None of these accolades comes as a surprise to those of us who live and work in Las Cruces. We experience it each day.

The City of Las Cruces is meeting the demands of a growing community with state-of-the-art police and fire protection, modern utilities services, well-maintained streets, an abundance of recreational facilities and programs for all ages, historic and educational museums, a technologically advanced library system, numerous youth and senior programs, affordability and opportunity.

City capital projects presently underway include the construction of a new city hall, an aquatic center, widening Elks Drive to four lanes, El Molino area extensive replacement of sewer, gas, water and drainage systems, and the Downtown Revitalization project.

The combination of business opportunities, friendly people, excellent quality-of-life and beautiful weather, all come together to make Las Cruces a remarkable place to live, work, play and retire.

Demographic Characteristics

There are approximately 84,000 people living in the City of Las Cruces (based on U.S. Census Bureau, ACS, 2005). This rapid growth can be explained by an excellent and healthful climate with plenty of sunshine, relatively low cost of living, proximity to the Mexican border, a colorful history, and abundant cultural and recreational activities.

The City of Las Cruces population of approximately 84,000 has a median age of 30.1 years. According to the 2005 census, Las Cruces residents are 86% White, 2.9% African American, 2.0% American Indian and Alaska Native, and 9.5% other.

Area and Climate

Las Cruces rests in the fertile Mesilla Valley just east of the Rio Grande, the American West's principal river. The City limits rise to the east *mesa* (plateau), where the fastest population growth is taking place. Residents are awed by the sweeping desert *vistas* (views). Las Cruces has long been a favorite of photographers because of the spectacular sunsets, the dominating Organ Mountains, and the colorful changes in terrain.

The City rests at an elevation of 3,896 feet and enjoys a moderate climate with an average of 350 days of clear weather annually and prevailing southwesterly winds. These factors make the City of Las Cruces a very exciting, colorful, and comfortable place to live and work.

January temperature average: 56.9 degrees high, 20.8 degrees low
July temperature average: 95.5 degrees high, 62.2 degrees low
Annual Precipitation: 10.9 inches; 2.4 inches snowfall
Terrain: Desert, fertile valley, hills, and mountain ranges

State and Local Taxes

State Corporate Income Tax: Corporate tax is levied at a graduated rate based on federal income and is paid by all domestic and foreign corporations in the State of New Mexico at the following rates since 2004: 4.8% of net income for $1 to $500,000; $24,000 plus 6.4% of excess for $500,001 to $1 million; and $56,000 plus 7.6% of excess for income levels above $1 million.

Property Tax: All personal and real property in New Mexico is taxed for property and ad valorem taxes. The assessment rate is 33.33% of the property's value (except for oil and gas). Rates in Las Cruces are .021051 mils for residential property and .032413 mils for non-residential property (2006 tax rate).

Gross Receipts Tax: 7.125% total tax within the City limits (2005 figures).

Governmental Gross Receipts Tax: A governmental gross receipts tax of 5% is imposed on the receipts of New Mexico state and local governments except public school districts and hospitals. The state taxes municipalities on the performance of or admissions to recreational, athletic or entertainment services or events in facilities open to the public. The collection of refuse, effuse

and sewage are taxed. The sale of water by a utility owned or operated by a county municipality or other state political subdivision.

State Personal Income Tax: (2006 graduated rates)
New Mexico Personal income tax (PIT) is based on federal adjusted gross income. The maximum PIT was phased down over a five year period. The rate was 6.8% in 2004, 5.7% in 2005, and 5.3% in 2006. The rate will be 5.3% in 2007. For tax years beginning in 2008 the tax rate will be 4.9%. The current minimum PIT rate is 1.7% and is not scheduled to change.

Economy/Employment

Growth -The City of Las Cruces grew 18.4% between 1990 and 2000. It grew an additional 14.3% between 2000 and 2005 with an estimated population of 84,000 as of 2005.

Economy - The local economy is expanding along with employment opportunities. Current nonagricultural employment figures for the City are not tabulated. The breakdown for the Metropolitan Statistical Area (MSA) is indicative of the industry concentrations for the region.

Total MSA Jobs 2006 (1,000's) – 67.0

Total Private:	46.2
Goods Producing:	8.3
Services Producing	37.9
Natural Resources & Mining & Construction:	5.0
Manufacturing	3.4
Wholesale Trade	1.2
Transp. Warehousing & Utilities	1.8
Information	1.2
Financial Activities	2.4
Professional/Business Services	5.6
Education/Health Services	10.1
Leisure/Hospitality	6.9
Other Services	1.5
Total Government:	20.8

Employers -The top five employers, along with the number of people employed, in the Las Cruces area are:

Employer	Number of Employees
New Mexico State University	4,500
Las Cruces Public Schools	3,500
Memorial Medical Center	1,100
City of Las Cruces	1,325
Dona Ana County	800

Schools

Schools represent an invaluable asset to any community, and Las Cruces is blessed with an excellent mix of public and private schools. Las Cruces Public Schools has an enviable reputation in the state with test scores well above average. Sectarian schools are Holy Cross (pre-kindergarten through 8th grade) and Mesilla Valley Christian School (pre-kindergarten through high school).

There are abundant opportunities to continue education beyond high school with two universities, a community college, and a business college.

Elementary and Secondary Schools	Number of Schools
Elementary (K-5)	25
Middle (6-8)	11
High School (9-12)	5

Vocational Schools	Number of Students
Dona Ana Branch, Community College	7,000
Business Skills Institute	120

Universities	Number of students
New Mexico State University	16,400
Univ of Phoenix (Santa Teresa)	3,200

NMSU is nationally accredited. It is nationally recognized for its engineering, technological research, and development programs. The University of Phoenix offers degree programs that fit the needs of working adults.

Festivals/Cultural Events

The City of Las Cruces is home to many perennial festivals and cultural events celebrating the arts, our heritage, and our unique way of life. Among them are:

Festival/Event
Month

The Renaissance Craft Fair
November
International Mariachi Conf
November
Border Book Festival
March Gus Macker Basketball Tournament
April
Feria de Arte Picante
April
The Wine and Chile War Festival
May
Heritage Days
May
Juneteenth Celebration
June
Las Cruces 4th of July Celebration
July
The Whole Enchilada Fiesta
September

Southern New Mexico State Fair
October
NMSU Homecoming
October

Recreation

One of the most important factors of a high quality of life is the number of recreational opportunities a community provides. The City of Las Cruces is situated close to many recreational attractions and facilities within an easy drive. Among them are:

Regional State Parks

Caballo Lake, 60 miles north of Las Cruces
City of Rocks, 88 miles northwest of Las Cruces
Elephant Butte Lake, 78 miles north of Las Cruces
Leasburg Dam, 15 miles north of Las Cruces
Oliver Lee Memorial Park, 60 miles east of Las Cruces
Pancho Villa State Park, 80 miles west of Las Cruces
Percha Dam, 72 miles north of Las Cruces
Rock Hound, 46 miles west of Las Cruces
Fort Selden, 23 miles north of Las Cruces
Ski Apache, 100 miles northeast of Las Cruces

Federal Land
Gila National Forest, 100 miles northwest of Las Cruces
Gila Cliff Dwellings, 100 miles northwest of Las Cruces
Aldo Leopold Wilderness, 100 miles northwest of Las Cruces
Lincoln National Forest, 85 miles east of Las Cruces
White Sands National Monument, 45 miles east of Las Cruces
Aguirre Springs Recreation Area, 12 miles east of Las Cruces
Organ Mountain Preserve, 8 miles east of Las Cruces

The Arts
American Southwest Theater Company
Las Cruces Community Theater
Las Cruces Symphony
Mesilla Valley Concert Band
Rio Grande Artes
Ballet Folklorico De La Tierra Encanto
Dona Ana Arts Council

Museums
Las Cruces Museum of Fine Art & Culture
Branigan Cultural Center/Historical Museum
Las Cruces Museum of Natural History
New Mexico Farm & Ranch Heritage Museum
Space Murals, Inc. Museum & Gift Shop
University Art Gallery NMSU
University Museum NMSU
Fort Selden State Monument
White Sands Missile Range Museum

Other Recreational Opportunities
Baseball/Softball Fields – 22
Golf Courses – 5
Out Door Handball Courts - 3
Running Tracks – 5
Horse Racing Tracks – 2
Indoor Movies – 16
Libraries – 2
Mini Golf Courses – 1
Museums – 5
Parks – 63
Skateboard Park - 1
Performing Arts Theaters – 3
Senior Recreation Centers – 5
Skating Rinks – 1
Shooting Range – 1
Soccer Fields – 25
Boxing Club - 1
Teen Club – 1
Swimming Pools – 3
Tennis Courts – 18
Sand Volleyball Courts – 6
Lake – 1

Transportation

The City of Las Cruces is easily reached by several means of transportation. Interstate
Highways 10 and 25 intersect in Las Cruces. Las Cruces can also be reached by commercial air either at the Las Cruces International Airport or El Paso International Airport (50 miles south). Las Cruces also operates a bus transit system.

The transport modes and facilities are:

City transit; *The Roadrunner*
Las Cruces International Airport
Las Cruces Airport Shuttle
El Paso International Airport
Taxi Services
Greyhound Bus
Car Rental Companies; national and local

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Budget Philosophy and Process Of Development

What is a Budget?

The City of Las Cruces Fiscal Year 2007/08 budget is the single most comprehensive expression of Council policy that is produced. As such, the budget document has been prepared to serve a variety of stakeholders and purposes. Stakeholders include citizens, Council, state agencies, City staff, and social agencies. All are considered to be our customers. In order to address the concerns of our customers, the budget is designed to be:

A Policy Document – As the most comprehensive expression of Council policy produced by the City, the document describes what the City is doing, why it is necessary, how and where it will be done, and how it will be financed. These are policy decisions.

A Financial Plan – The budget provides the legal documents (fund summaries, tables, schedules, and charts) necessary to conduct City business for FY 2007/08. These documents are reviewed by the New Mexico Department of Finance and Administration, who provides authorization to expend public funds.

An Operations Guide – The budget describes City organization and the functions of each element of organization.

A Communications Device – The budget was developed to provide varying levels of detail for policy, financial, personnel, and project information. The varying levels of detail make the document a suitable source for research for many stakeholders. The budget also includes features to make information retrieval simple. These include a table of contents, a topic index, a glossary, and a Budget and Policy Highlights section.

Legal Authority and Mission

The City of Las Cruces is a full service home rule municipality governed by the provisions of the New Mexico Constitution and the City Charter. The City provides a wide variety of services to its approximate 82,671 residents. Municipal services are financed through a variety of taxes, fees, charges for service, utility rates, and intergovernmental assistance. The City adopts an Annual Budget as the plan for delivery of services and in managing the revenues to support these services. The City's mission, "*We will meet or exceed the municipal service expectations of the Citizens of Las Cruces*," is the pervasive motivation that drives us to continually improve the way we serve our customers.

Fund Accounting

Municipalities for budgeting and accounting use fund accounting. Each fund is considered to be a separate account, similar to a checking and savings account. Funds (revenues) received are deposited into the fund and are used to pay for ongoing activities.

Any money left after all the bills or expenditures are paid is kept as a reserve or savings account at the end of the fiscal year as a fund balance.

The City Council must approve expenditure levels for all funds. In turn, the New Mexico Department of Finance and Administration must approve the expenditure levels adopted by Council and ensure that funds have sufficient resources (fund balance and revenues) to cover expenditures. This approval is given at the adoption of the annual Budget, but can be done throughout the fiscal year as priorities change.

Every increase or decrease in bottom line approved expenditures for a fund or transfer between funds must be approved by Council and the Department of Finance and Administration. The total amount appropriated in the annual budget is nearly always higher than actual money spent due to personnel vacancies, procurement lead times, and changes in priorities.

Fund Categories

The City's FY 2007/2008 funds are categorized in accordance with Generally Accepted Accounting Principles. They are Governmental Funds, Proprietary Funds, and Fiduciary Funds.

Governmental Funds

General Fund

The General Fund receives revenues from State and local taxes, grants, transfers from other funds, interest income, fees, fines, rentals, licenses, permits, reimbursed expenses, franchise fees, administrative revenue from Joint Utilities, and other revenues. Services paid from the General Fund include public safety (fire and police), development services (streets, planning, inspections), community services (parks, recreation, library, senior programs), municipal court, City Council, and City administration.

Special Revenue Funds

Special Revenue Funds include grants and contracts, which restrict how the money is to be spent. Such funds account for the proceeds of specific revenue sources that are legally restricted to special types of expenditures.

Capital projects Funds

Capital Projects funds are funding resources to be used for acquisition, construction, and maintenance of major capital facilities and infrastructure other than those financed by the proprietary fund operations (like Joint Utilities and Enterprise Funds). The Capital Funds section includes the capital fund summaries and a project-funding matrix that lists funding appropriated in FY 2007/08 for all projects. This budget also includes a Capital Improvements Program (CIP) section that lists projects for FY 2007/08 through FY 2012/13. This section outlines the capital improvements the City desires to make during the upcoming years. It is updated annually.

Debt Service Funds

Debt Service Funds account for the accumulation of resources for the payment of general, long-term obligations (principal and interest of the City).

Proprietary Funds

Joint Utilities Funds

Joint Utilities Operating Funds are financed by rate charges to utility customers. These rates are set at a level to support all costs in delivering the utilities to residents. There are four specific funds in Joint Utilities: gas, water, wastewater, and solid waste. These funds contain revenues and expenditures for utilities operations. All other utility-related funds are found in this section (utility special revenue, utility debt service, and utility capital projects).

Enterprise Funds

Enterprise Funds account for operations that provide services that are financed primarily by user charges and are run like a business. The goal of all Enterprise Funds is self-sufficiency. Found in this category is the Bus Transit Fund.

Internal Services Funds

The Internal Service Funds provide support to other City departments. The internal service departments recover their costs through user charges to the departments that use their goods and services. The City's industrial and risk management functions are funded as internal services.

Fiduciary Funds

Trust and Agency Funds

Trust and Agency Funds are fiduciary funds that account for assets held in trust or held as an agent or trustee for individuals, private organizations, and other units of government that do not involve measurement of results of operations.

How Funding is Developed

Basis of Budgeting – The City Budget is prepared on a basis consistent with Generally Accepted Accounting Principles (GAAP) using estimates of anticipated revenues as a basis for appropriating expenditures. Annual budgets are adopted for all funds. All, unexpended appropriations lapse at the close of the fiscal year (June 30th). Unexpended funds become components of the fund balance.

The basis of budgeting is somewhat different than the basis of accounting in that budgets are based largely on estimated cash flows. The basis of accounting for funds includes depreciation, capitalization of equipment and plant, asset valuation, and inventory.

The New Mexico Department of Finance and Administration (DFA) allows GAAP budgeting to the extent that sufficient cash flows from revenues and investments required to fund operations are available.
New Mexico state law prohibits a municipality from making expenditure in excess of approved appropriations. If a fund is not overspent, it is in compliance with state law. When Council approves adjustments to the budget, the New Mexico Department of Finance and Administration must also approve budget increases and transfers between funds.

The City of Las Cruces uses the **modified accrual basis of accounting** for all governmental and fiduciary funds. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become available and measurable.

Expenditures are recognized in the accounting period in which the liability is incurred, except for un-matured interest in general long-term debt, which is recognized when due. Revenues subject to accrual are reimbursements of expenditures previously made and miscellaneous services rendered.

The **accrual basis of accounting** is followed for proprietary funds. Revenues are recognized in the accounting period in which they are earned; expenses are recorded in the period in which they are incurred.

Revenue Sources – Major revenue sources consist of Gross Receipt Taxes and Utility sales. These revenues are fairly stable, increasing moderately each year. Gross Receipts Taxes are projected to increase by 7.5% over the previous year projection, while Utility sales continue to increase steadily with population growth.

The Budget Development Process

The budget process and schedule is designed to fit within the Charter mandate and to allow for active participation by the public, staff, and the City Council. The City's Annual Budget is developed over a four-month period, beginning in February and ending in May.

February – The City Manager issues budget guidance that sets parameters for requests according to revenue estimates. The Office of Management and Budget (OMB) open the budget system files to Departments for budget input.

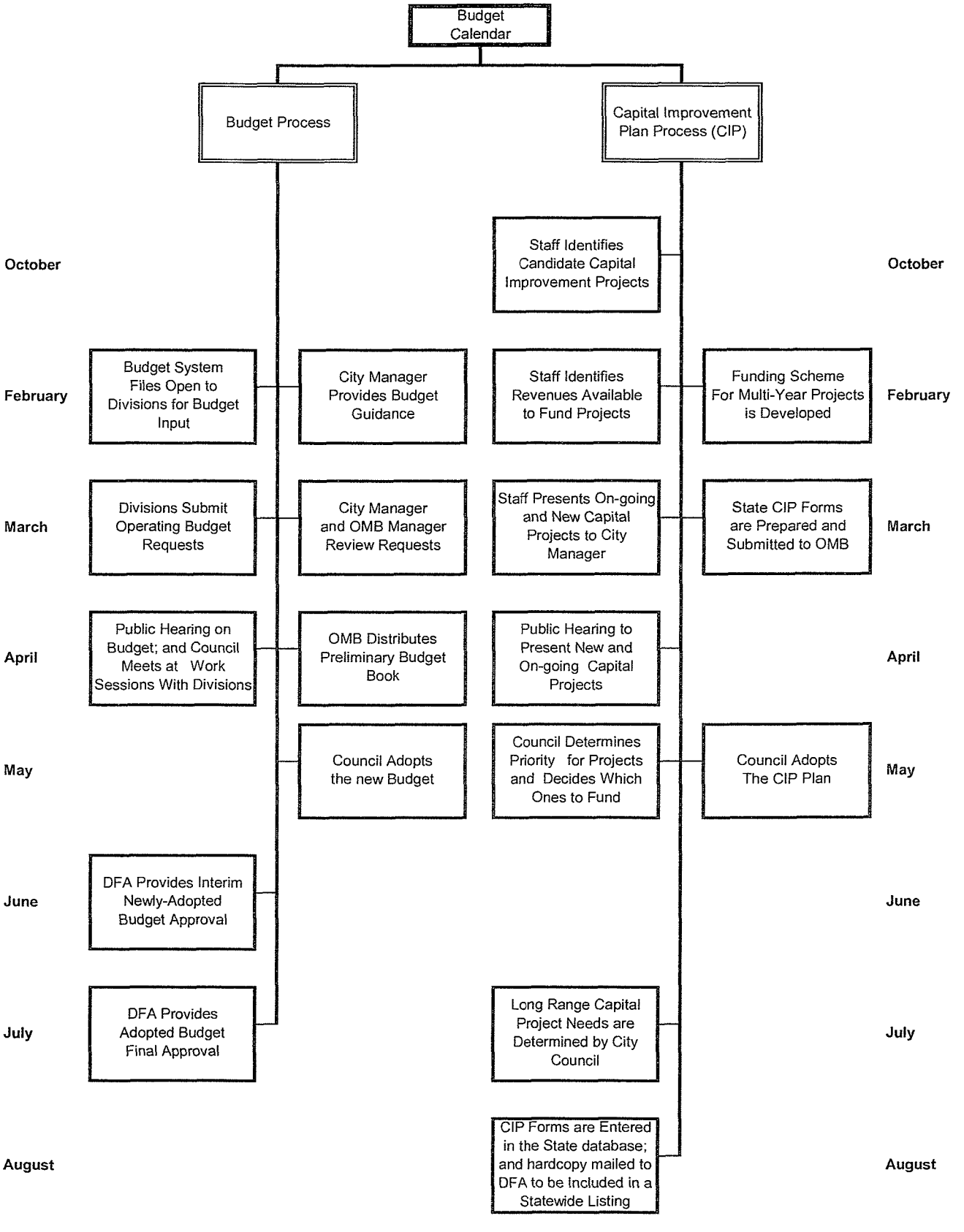
March and April – Departments prepare and submit their requests for personnel, operating, and capital budgets to the City Manager for review. The City Manager and OMB Manager review the requests for compliance with guidance and make tentative decisions about personnel changes and funding levels. OMB projects revenues and balances for funds and these resources are compared with the requests from departments. The preliminary budget book is printed.

May – The City Council is presented with the City Manager's preliminary budget recommendation. Two public hearings, one for capital improvements and the other on the budget as a whole, are held in late April or early May. Council meetings and work sessions are scheduled for Council and staff discussions. The budget for the ensuing fiscal year is adopted in May. The document is then printed and made available to staff and the public. The final Adopted Budget is sent to the state Department of Finance and Administration (DFA) at the end of May.

June – DFA approves the budget by the end of June, the end of the fiscal year. After reviewing the document, DFA provides interim approval. Final approval is granted in August - September after the closing of the fiscal year books.

The City's budget development flow chart is on the following page and shows the budget process as well as the CIP process.

Budget Development Process



Changes to the Adopted Budget

Budget Increases – Departments are expected to confine spending to amounts appropriated during the budget process. In certain cases, however, appropriations may be increased during the budget year under the following circumstances:

Carryover of Encumbrances – If a department has open purchase orders at the end of the fiscal year, related appropriations are encumbered and carried over to the next year to cover the actual expenses when they occur. Council must appropriate the carryovers as an adjustment.

Unanticipated Revenue – If a fund receives revenue during the year of an amount or from a source that was not anticipated or projected in the budget, such as a grant or a bond issue, it may be appropriated by the Council for expenditure in the year received. Adjusting the budget does this.

Prior Year Reserves – In cases where a fund's reserves are greater than required by policy, supplemental appropriation requests may be funded, with council appropriating amounts from reserves to fund items not included in the original adopted budget. Council may also appropriate reserves in case of emergency or unusual circumstances.

Budget Decreases – Annual budgets may be decreased below adopted appropriations by Council action. Changes in service demand, economic conditions, and revenues realized below projections, and Council goals and direction may cause budget reductions. The state Department of Finance and Administration may also direct decreases if funds do not have sufficient reserves. Normally, the City Manager will recommend decreases in expenditure authority to Council.

For all types of budget changes, the recommending department head will prepare a Council resolution for the adjustment. OMB will review the request and make a recommendation. Once adopted by Council, the adjustments are abstracted on a monthly basis and the abstracts are sent to DFA for approval.

Budget Transfers

There are two types of budget transfers, **within fund** and **between funds**. Within fund transfers move money between line items and/or departments within one division and fund. These transfers require the approval of the OMB Manager or City Manager. Between fund transfers move money between two different funds. These transfers must be recommended by the City Manager and approved by the City Council and the Department of finance and Administration.

The circumstances that require budget transfers are many. In some cases, the responsibility for implementing a program is changed from one division to another. For instance, the Weed n Seed Program was moved from Community Development to Police. Management continually strives to make the organization more efficient, and budget transfers assist in achieving efficiency.

Debt Obligations

Types of city Bonds – There are five types of bonds that the City of Las Cruces normally issues:

General Obligation Bonds
Sales Tax Revenue Bonds
Joint Utilities Revenue Bonds
Improvement Bonds
Industrial Revenue Bonds

Each of the above bond types is used for specific projects. In most cases only one type of bond can be used. The authority for issuing bonds is found in the State of New Mexico Constitution.

General Obligation Bonds

These bonds are authorized directly by the voters of the City of Las Cruces The constitution of the State of New Mexico limits debt to 4% of the total assessed valuation within the city limits. (Article IX Section 13 County and municipal debt limit).

Sales Tax Revenue Bonds

Sales Tax Revenue Bonds may be issued for constructing, purchasing, furnishing, equipping, rehabilitating, making additions or improvements to one or more public buildings or purchasing and improving grounds. The bonds can be sold at public or private sale, at, above or below par value at a net effective rate not to exceed 12%. Should the net effective interest rate exceed 12%, the governing body can request this bond be approved by the State Board of Finance prior to delivery of bonds.

Joint Utilities Revenue Bonds

These bonds are normally issued for extending, enlarging, or improving the utility system. They can be sold at public or private sale, at, above or below par value and at a net effective interest rate not to exceed 12%. These bonds are repaid from the revenues generated from billings to the Joint Utilities customers.

Improvement Bonds

The proceeds of bonds issued under this act are used to pay costs of the specifically stated improvements. After the bonds have been issued and the improvements completed, a special assessment is levied to property owners who benefit from the improvements, and liens are placed against the property. The special assessments are scheduled to coincide with the principal and interest debt retirement needs of the bond issue.

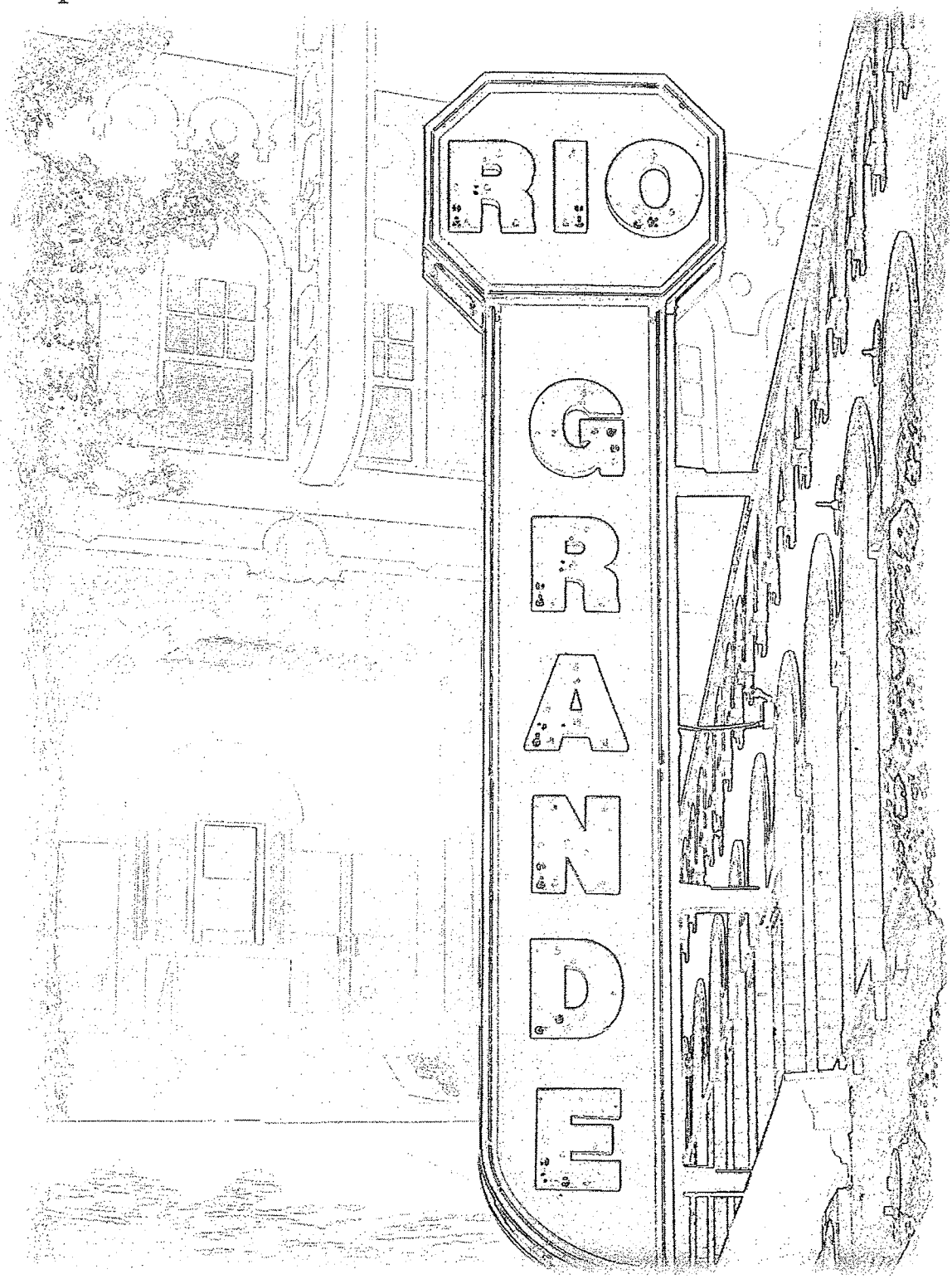
Industrial Revenue Bonds

This type of bond is issued by the City of Las Cruces to assist in the development of industry within the City. Though the bonds are issued by and in the name of the city, the principal and interest payments are made by the company receiving the benefit. Ultimately, the City must pay the bonds if the company defaults. The City must, therefore, be very particular about the companies seeking Industrial Revenue Bonds.

Bond Ratings

To attain the lowest possible interest rates on its bond issues and ensure the largest market for its bonds, the City obtains a credit rating from each major rating service. Ratings are based on the City's perceived ability to repay principal and interest through cash reserves, payments for services, and taxes. The better the rating, the lower the cost of interest that will be paid to bondholders, thus saving money for taxpayers. The two major rating services are Moody's Investor Service and Standard & Poor's.

Departmental Summaries



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Departmental Summaries

This section presents the operating expenditures and performance budget by department across all funds. Each department begins with a summary followed by organization breakdown; and ends with the respective performance budget.

The performance budget was reintroduced to the City's budget process beginning fiscal year 2005/2006.

What is a Performance Based Budget?

Budget documents in the public sector serve many different purposes. They are statements of public policy, guides to operations, financial plans and communication devices regarding the use of public funds. At the same time, different groups of people (stakeholders) have different uses for a budget document, from citizens to elected leaders to agency staff. For these reasons, different budget formats have evolved to serve different purposes.

A **Line Item Budget** is based on fund accounting. Each revenue and expenditure appears in a specific line of the budget. For example, supplies purchased for the Parks Section through the General Fund are coded as specific amounts in the budget.

> *Line Item budgets are concerned with the inputs to the budget process. In other words, line-item budgets answer the question "What resources are being used by each department of the City to produce the goods and services needed by the residents?" or more simply, "How much?"*

A **Performance Based Budget**, on the other hand, is concerned with outputs as well as inputs.

> *The performance based budgeting system ties the resources used by a department to the services and goods provided to the citizens and clients of that department. In other words, performance based budgets answer the question, "What levels of service, efficiency, and effectiveness are being produced by each section or program in the City?" or more simply, "How well?"*

Performance budgeting explains to the public what services are provided by the City, how these services are related to the money and people employed to execute each program, and how the departments are performing these functions. The performance budget also provides historical and comparative information about the levels of spending per unit of service.

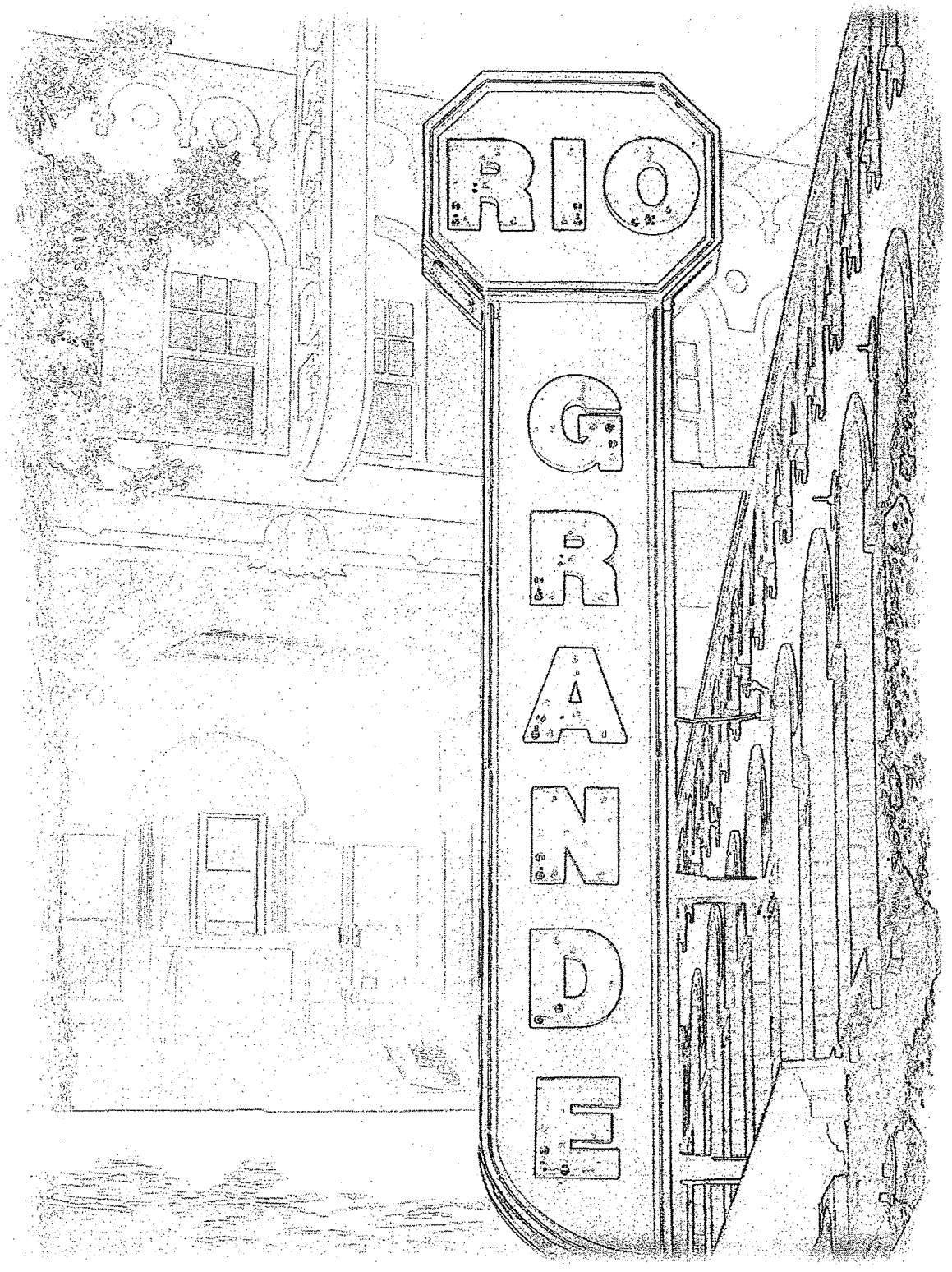
A performance based budget allows tracking of a program's expenditures and accomplishments over time, so one can see trends, changes in mission, and the level of service provided by the program over time. In other words, the performance based

budget provides a picture of how well an agency uses its resources to hit its target.

This document is a line-item budget combined with a performance based budget. It includes components of a line item budget with line item summaries for each performance budget program.

The FY 2007/2008 performance budget was prepared in a way that ties it to the City's Strategic Plan. Therefore, each of the measures in the performance budget identifies which area of the Strategic Plan is being addressed.

Reserve Section



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RESERVE SECTION

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary Adjustments	1,492,818	1,819,075	326,257	21.9%
Operating	1,480,616	1,649,061	168,445	11.4%
TOTAL ADMINISTRATION GENERAL FUND	**2,973,434**	**3,468,136**	**494,702**	**16.6%**

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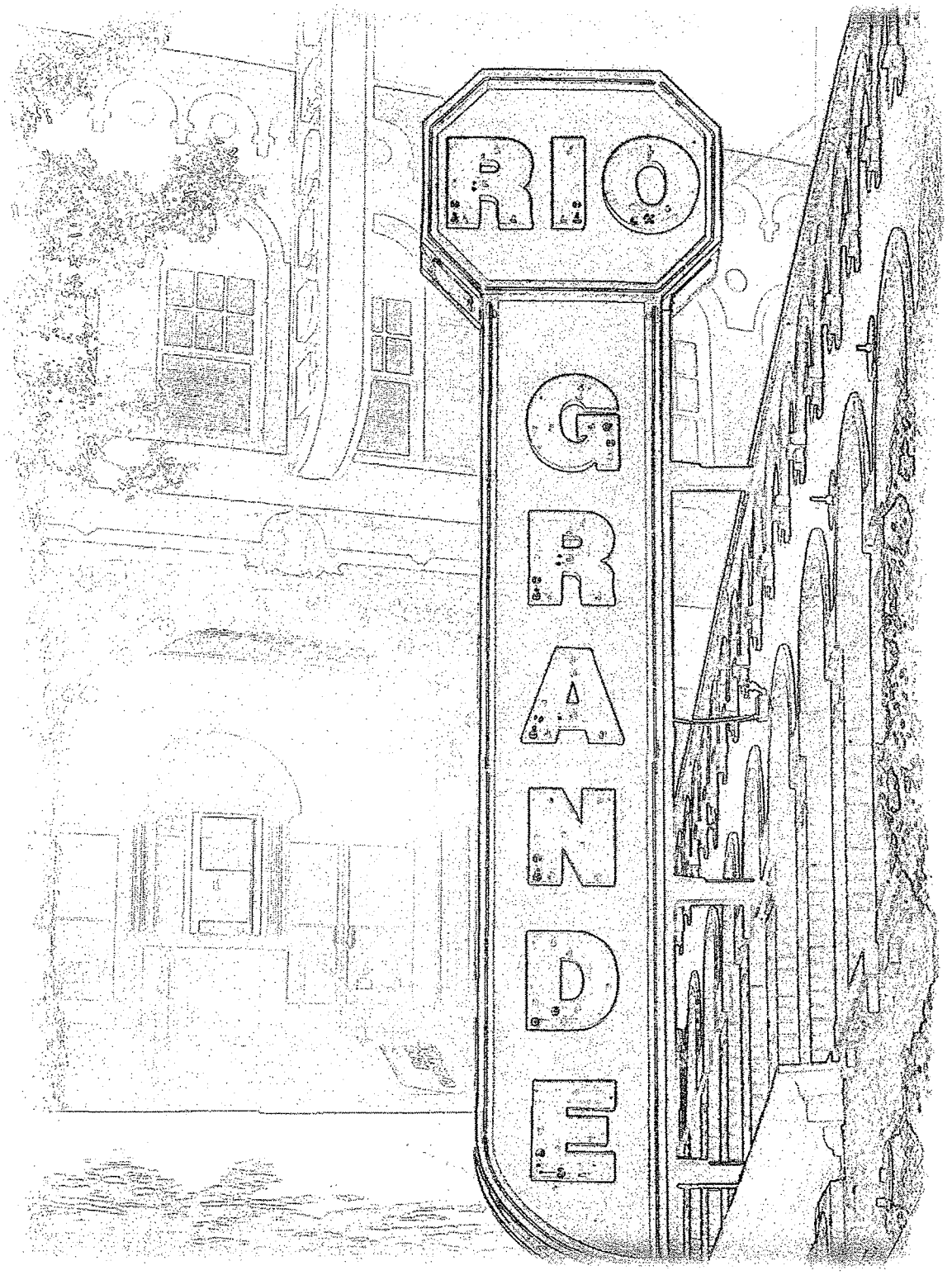
General Government



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LEGISLATIVE

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	277,148	279,372	2,224	0.8%
Operating	420,440	391,640	(28,800)	-6.8%
Capital	0	0	0	N/A
TOTAL LEGISLATIVE GENERAL FUND	**697,588**	**671,012**	**(26,576)**	**-3.8%**

JUDICIAL DIVISION

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,333,512	1,346,343	12,831	1.0%
Operating	383,906	433,906	50,000	13.0%
Capital	45,000	45,000	0	0.0%
TOTAL JUDICIAL DIV GENERAL FUND	**1,762,418**	**1,825,249**	**62,831**	**3.6%**

DEPARTMENT: Judicial

SECTION: Municipal Court

DESCRIPTION

This co-equal branch of City government is the judiciary which provides for equal protection and due process of law for the Citizens of Las Cruces

MISSION STATEMENT

To provide affordable access to justice with meaningful participation

RESOURCES

Funding for this department comes from the General Fund for personnel and operating expenses. In addition, the Automation Fund is utilized for automation related purchases and to pay mandatory fees to the state. The DWI Prevention Fund is also utilized to pay mandatory state fees.

GOALS

1.) Implement Court performance standards
2.) Conduct satisfaction surveys of Court service provided to stakeholders
3.) Increase public awareness of Court services and procedures

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	917,172	1,274,293	1,035,480	1,346,343
Operating Expenses	481,851	386,006	302,568	433,906
Capital Outlay	0	42,900	0	45,000
Total	1,399,023	1,703,199	1,338,048	1,825,249

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Begin recording and tracking Court Performance Standards within Municipal Court in an automated format	Public Safety	20%	20%	30%
Send surveys to stakeholders and compile report gauging customer satisfaction in records department	Public Safety	50%	75%	100%
Create bilingual information brochures and signage for the Court that explains procedure. Make brochures readily available to the public	Public Safety	50%	75%	100%

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Administration

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ADMINISTRATION DIVISION

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,106,835	1,158,060	51,225	4.6%
Operating	1,044,673	1,073,673	29,000	2.8%
Capital	24,750	0	(24,750)	-100.0%
TOTAL ADMINISTRATION GENERAL FUND	**2,176,258**	**2,231,733**	**55,475**	**2.5%**

DEPARTMENT: Administration

SECTION: City Manager's Office

DESCRIPTION

The City Manager's Office is responsible for managing the City's internal and external services in accordance with the policies and direction as established by the City Council.

MISSION STATEMENT

To provide responsive, cost effective, and high quality services to the citizens of Las Cruces.

RESOURCES

The City Management function is funded entirely through the General Fund.

GOALS

1. Through organizational leadership, develop the goals and objectives necessary to carry out Council's policies.
2. Pursue innovative methods of implementing the City's Strategic Plan.
3. Provide quality, responsive, and cost effective customer service to the Council, citizens, visitors, and outside agencies.
4. Pursue a leadership role that is consistent with the City's vision while addressing local, regional, and state/federal issues.
5. Maintain effective working relations with state and federal agencies to increase and manage resources available to fund City projects and services.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	451,302	499,461	503,074	535,698
Operating Expenses	186,372	278,181	170,968	279,381
Capital Outlay	0	0	0	0
Total	637,674	777,642	674,042	815,079

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Provide follow-up to complaints/inquiries within 7 days (number of complaints/inquiries received, % followed up within 7 days)	Other Admin Support	85%	95%	95%
Track the number of agenda items meeting specific goals/objectives/actions related to the strategic plan (total number of agenda items brought forward, % of items forwarded to Council that are consistent with the strategic plan)	Other Admin Support	90%	95%	95%
Address citizen groups and other organizations to help communicate the goals, direction, and vision of the City. (number of organization/group meetings addressed)	Other Admin Support	60%	98%	98%
Increase the amount of federal and state funds allocated to City projects/services (amount awarded annually)	Other Admin Support	TBD	TBD	TBD

DEPARTMENT: Administration

SECTION: Internal Auditor

DESCRIPTION

The Internal Audit Office provides a variety of services such as: compliance audits, financial audits, program evaluations, consulting services, and investigations.

MISSION STATEMENT

The mission of the Internal Audit Department is to provide independent, objective assurance and consulting services designed to add value and improve the City of Las Cruces' operations. The Internal Audit Department helps the management team of the City of Las Cruces accomplish its objectives by bringing a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control, and governance processes.

RESOURCES

General fund

GOALS

1.) Prepare a risk based internal audit plan for City Management's approval.
2.) Continuous improvement of audit staff, services, and internal administration.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	122,477	142,566	79,453	148,930
Operating Expenses	26,563	50,895	23,760	58,395
Capital Outlay	0	0	0	0
Total	149,040	193,461	103,213	207,325

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Percentage of annual audit plan completed - efficiency	Other Admin Support	30%	75%	75%
Percentage of high risk areas audited in the year - efficiency	Other Admin Support	3%	30%	65%
Percentage of audit recommendations accepted - results	Other Admin Support	90%	90%	90%
Percentage of recommendations management agrees to implement - result	Other Admin Support	75%	70%	70%
Percentage of positive response from customer survey feedback - results	Other Admin Support	75%	80%	80%

DEPARTMENT: Administration

SECTION: Public Information Office

DESCRIPTION

PIO is a centralized source for providing multi-media services within the City organization, as well as public liaison and community outreach services.

MISSION STATEMENT

To inform the citizenry about City Council actions and City services, programs, and activities. To support the City's missions and strategic directions through news media and public relations and internal and external communications such as advertising and marketing activities.

RESOURCES

General Fund

GOALS

1.) Increase programming for CLC-TV
2.) Make major City publications bilingual
3.) Produce and distribute a quarterly bilingual citizen newsletter
4.) Re-evaluate approach to determine viability of a low power AM radio station for the City
5.) Explore costs associated with implementing the Sub Audio Program (SAP) for CLC-TV

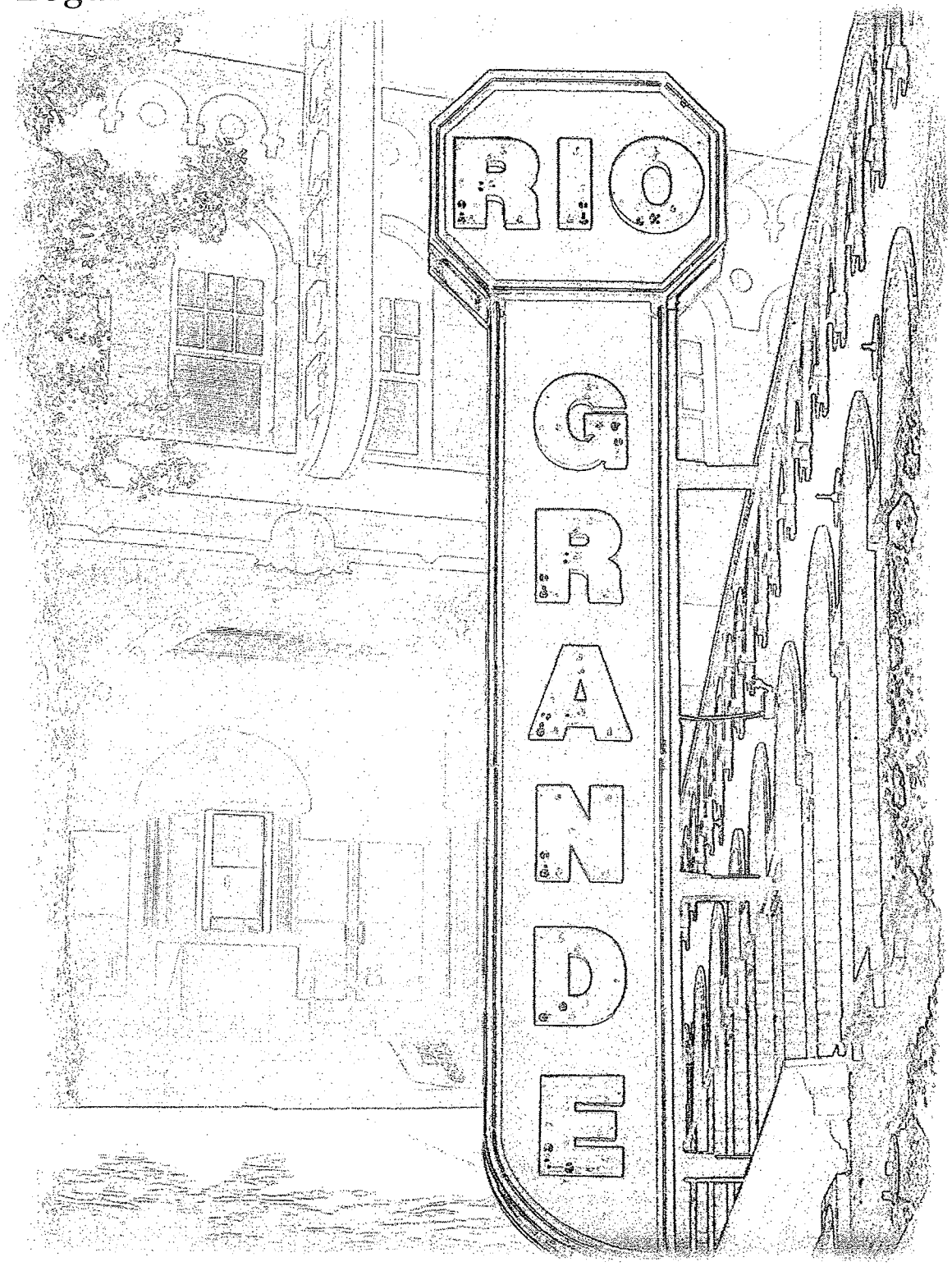
SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	415,210	414,285	424,596	473,432
Operating Expenses	583,559	619,147	485,242	623,397
Capital Outlay	0	0	0	0
Total	998,769	1,033,432	909,838	1,096,829

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Number of new programs cablecast on an annual basis	Economic Development	62	125	6700%
Percentage of existing major publications printed/distributed in English/Spanish	Economic Development	100%	100%	100%
RFP issued for AM radio options	Economic Development	Complete	NA	NA
Number of newsletters printed and mailed	Economic Development	54,532	56,025	57,000
Cost per newsletter	Economic Development	27¢	27¢	30¢
RFP issued for Sub Audio Program (SAP) for CLC-TV	Economic Development	Complete	NA	NA

Legal



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LEGAL DIVISION - ALL FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,313,977	1,422,719	108,742	8.3%
Operating	1,021,072	1,087,029	65,957	6.5%
Capital	7,400	0	(7,400)	-100.0%
TOTAL LEGAL DIVISION - ALL FUNDS	**2,342,449**	**2,509,748**	**167,299**	**7.1%**

LEGAL DIVISION - GENERAL FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,096,181	1,194,359	98,178	9.0%
Operating	470,738	499,471	28,733	6.1%
Capital	0	0	0	N/A
TOTAL LEGAL DIVISION GENERAL FUND	**1,566,919**	**1,693,830**	**126,911**	**8.1%**

LEGAL DIVISION - DOCUMENT SERVICES FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	120,918	126,698	5,780	4.8%
Operating	498,258	526,658	28,400	5.7%
Capital	7,400	0	(7,400)	-100.0%
TOTAL LEGAL DIV DOCUMENT SVCS	**626,576**	**653,356**	**26,780**	**4.3%**

LEGAL DIVISION - WORKERS COMPENSATION FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	96,878	101,662	4,784	4.9%
Operating	52,076	60,900	8,824	16.9%
Capital	0	0	0	N/A
TOTAL LEGAL DIV WKS COMP FUND	**148,954**	**162,562**	**13,608**	**9.1%**

DEPARTMENT: Legal

SECTION: City Attorney

DESCRIPTION

The City Attorney provides high quality and timely legal advice to the City Council, the City Manager, and all City departments.

MISSION STATEMENT

The City Attorney acts as chief legal advisor to the City Council, the City Manager, and all City departments. The City Attorney represents the City in all legal matters and administrative proceedings and municipal code violations in Municipal Court.

RESOURCES

General Fund

GOALS

1.) Maintain a high Municipal Court DWI prosecutorial conviction rate
2.) Maintain and control the cost of providing effective legal services to the City

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	679,220	583,085	566,892	705,564
Operating Expenses	127,918	162,100	125,881	178,100
Capital Outlay	0	0	0	0
Total	807,138	745,185	692,773	883,664

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Maintain a DWI conviction rate of 86% or above	Other Admin Support	88%	88%	88%
Ratio of outsourcing service costs to in-house costs	Other Admin Support	52% to 48%	54% to 46%	52% to 48%

DEPARTMENT: Legal

SECTION: City Clerk

DESCRIPTION

The City Clerk's office insures accurate recording, transcription, production, and distribution of all meetings of the Las Cruces City Council; administers elections, and is custodian of record

MISSION STATEMENT

To protect vital records and provide information in a timely and professional manner and as an Internal Service Fund for Document Services.

RESOURCES

Funding is received from the General Fund

GOALS

1.) Complete City Council minutes within 10 working days of the meeting 100% of the time
2.) Provide consistent level of customer services, management paper, digital and electronic resources for quick retrieval and comprehensive management of the public record.
3.) Provide cost effective First Class mail service to the City of Las Cruces departments.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	291,792	323,163	260,725	345,779
Operating Expenses	541,539	617,461	521,029	657,661
Capital Outlay	0	11,300	15,816	0
Total	833,331	951,924	797,570	1,003,440

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Percentage of City Council meeting minutes completed within 10 business days.	Other Admin Support	100%	100%	100%
Percentage of Public Record Inspections provided within one day.	Other Admin Support	92%	80%	83%
Percentage of information requests from the Record Center provided within one day.	Other Admin Support	75%	75%	80%
Number of incoming and outgoing first class mailing pieces.	Other Admin Support	see 1. below	see 2. below	see 3. below
1. 890,000 in / 900,000 out				
2. 899,000 in / 909,000 out				
3. 908,000 in / 920,000 out				

DEPARTMENT: Legal

SECTION: Risk Management

DESCRIPTION

The Risk Management office is tasked with small liability claims, safety, worker's compensation claims, managing our general liability and workers' compensation liability funds, administering the employee drug/alcohol testing program, and maintaining insurance coverage for city property.

MISSION STATEMENT

Identification of resources and potential loss exposures that may affect human, physical, natural, financial, and intangibles for the City of Las Cruces.

RESOURCES

General Fund

GOALS

1) Ensure 100% of all Drug and Alcohol Tests are performed annually
2) Reduce Worker's Compensation Cost
3) Fund self-insurance fund to actuarial levels

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	113,354	257,257	233,537	371,376
Operating Expenses	228,786	189,535	96,296	251,268
Capital Outlay	0	0	0	0
Total	342,140	446,792	329,833	622,644

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Percentage of Drug and Alcohol Tests completed annually in accordance with Department of Transportation regulations.	Other Admin Support	100%	100%	100%
Percentage of total Worker's Compensation Cost compared to City employee population.	Other Admin Support	$452	$532	$484
Percentage of actual to recommended level of self-insurance fund	Other Admin Support	100%	100%	100%

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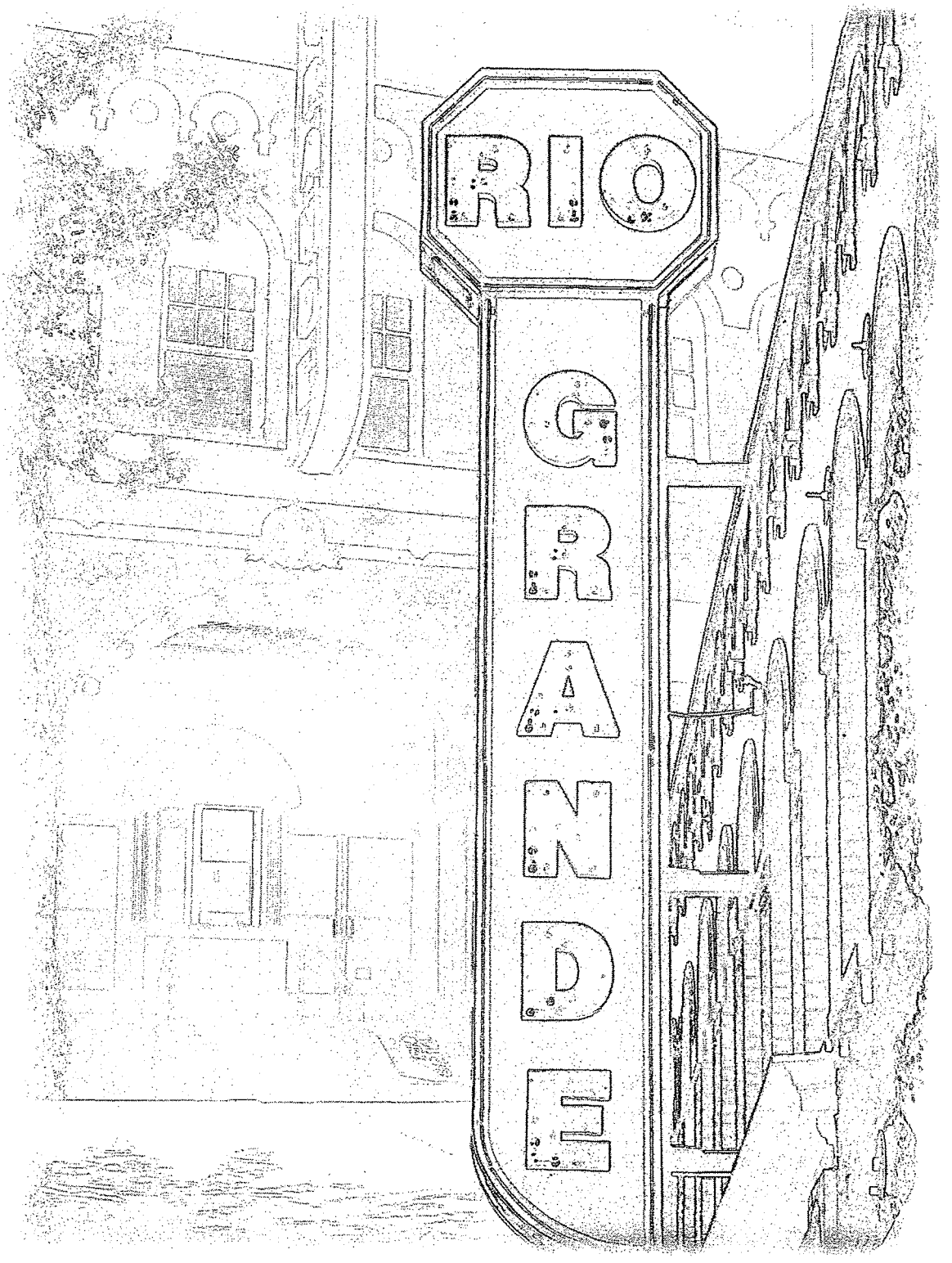
Human Resources



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HUMAN RESOURCES DIVISION

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	666,645	736,580	69,935	10.5%
Operating	339,076	231,564	(107,512)	-31.7%
Capital	0	0	0	N/A
TOTAL HUMAN RESOURCES DIVISION	**1,005,721**	**968,144**	**(37,577)**	**-3.7%**

HUMAN RESOURCES - GENERAL FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	622,518	690,347	67,829	10.9%
Operating	339,076	231,564	(107,512)	-31.7%
Capital	0	0	0	N/A
TOTAL HUMAN RESOURCES GENERAL FUN	**961,594**	**921,911**	**(39,683)**	**-4.1%**

HUMAN RESOURCES DIVISION - EMPL HLTH FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	44,127	46,233	2,106	4.8%
Operating	0	0	0	N/A
Capital	0	0	0	N/A
TOTAL HUMAN RESOURCES EMPL HLTH FU	**44,127**	**46,233**	**2,106**	**4.8%**

DEPARTMENT: Human Resources

SECTION: Human Resources

DESCRIPTION

Human Resources

MISSION STATEMENT

To ensure effective, respectful, legally compliant and quality service in the areas of Human Resource Management

RESOURCES

General Fund

GOALS

1. Maximize return on investment in Human Capital
2. Ensure safe and legally compliant work environment
3. Ensure effective employee relations
4. Provide dependable, efficient, cost effective information to support data-driven decisions
5. Effectively administer wage and salary program to ensure internal equity and external competitiveness
6. Develop and implement recruitment strategies for public safety and other high demand positions

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	559,833	598,611	634,828	611,606
Operating Expenses	271,464	339,076	360,198	231,564
Capital Outlay	0	0	0	0
Total	831,297	937,687	995,026	843,170

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Development of succession plan for city workforce	Other Admin Support	10%	30%	65%
Manage Merit Compensation Program	Other Admin Support	100%	100%	100%
Number of unforecasted turnovers	Other Admin Support	NA	NA	–
Negotiate 3 labor agreements	Other Admin Support	3	3	–
Revise Blue Collar compensation plan	Other Admin Support	100%	100%	–
Compensation survey of represented positions	Other Admin Support	100%	100%	–
Average days to complete position audits	Other Admin Support	NA	NA	NA
Days from post to hire	Other Admin Support	57	45	40
Number of trainings	Other Admin Support	484	400	400
EEO Complaints/Findings	Other Admin Support	2/0	4/0	3/0

ACTIVITY/PERFORMANCE MEASURES				
Activity/ Performance Measure	**Strategic Area**	**2006 Achieved**	**2007 Expected**	**2008 Adopted**
Implement MUNIS HR Module Functionality	Other Admin Support	–	–	75%
Revise NEO	Other Admin Support	–	–	100%
Review and recommend competitive compensation philosophy	Other Admin Support	–	–	100%
Performance Evaluations Submitted	Other Admin Support	100%	100%	100%

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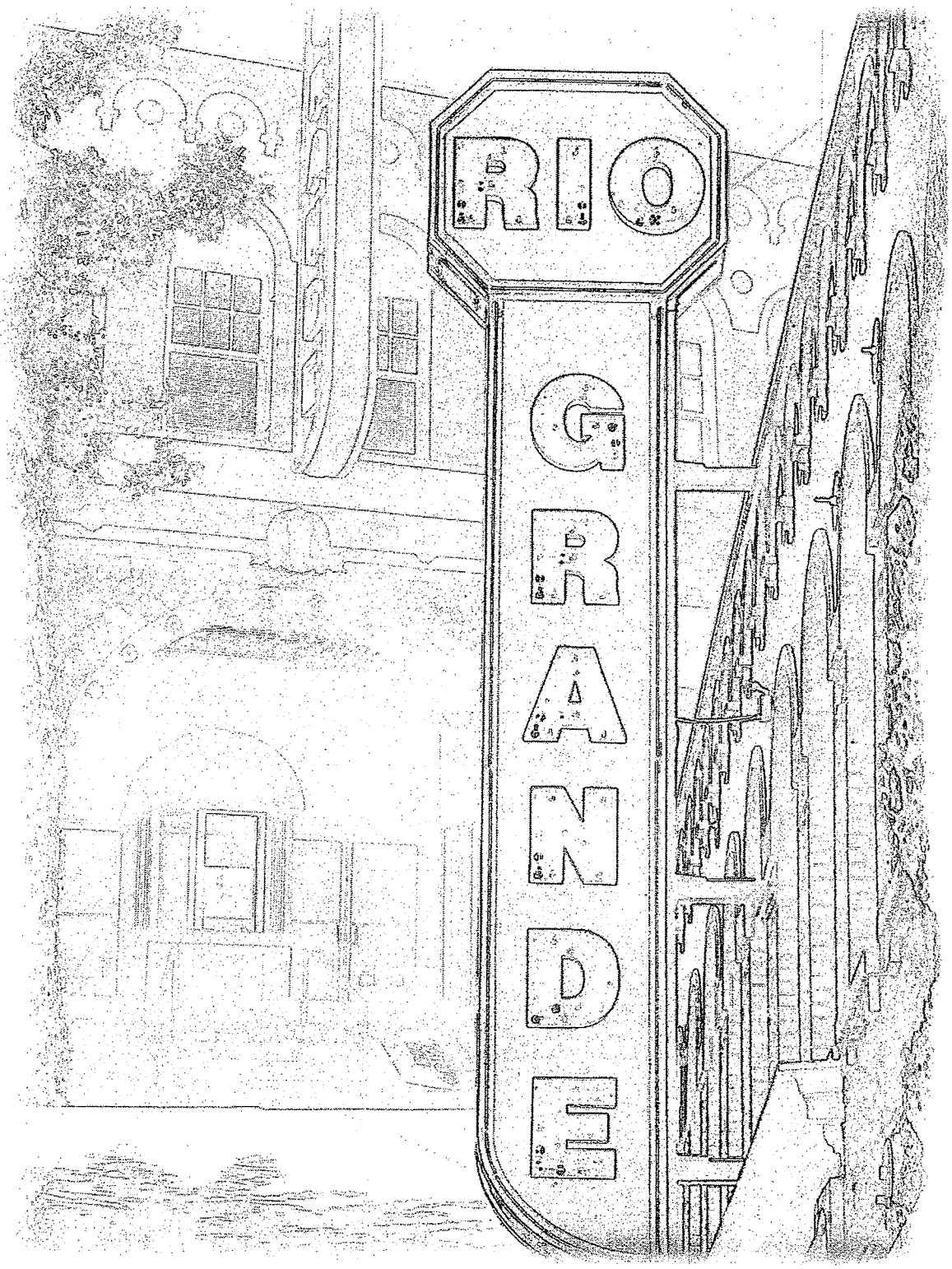
Finance



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FINANCIAL SERVICES DIVISION

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	2,592,082	2,636,533	44,451	1.7%
Operating	797,778	840,530	42,752	5.4%
Capital	0	5,000	5,000	N/A
TOTAL FINANCIAL SVCS DIVISION	**3,389,860**	**3,482,063**	**92,203**	**2.7%**

DEPARTMENT: Financial Services Department

SECTION: Financial Services Department

DESCRIPTION

MISSION STATEMENT

To provide centralized public financial services in accordance with established financial policies for the Administration and Operating departments of the City of Las Cruces

RESOURCES

Funding is from the General Fund

GOALS

1.) Improve effectiveness of financial software system by implementing new software system in conjunction with IT
2.) Raise the bar for financial reporting by
   (a) obtaining a "clean" opinion on CAFR,
   (b) applying for 2nd GFOA Certificate of Excellence in Financial Reporting, and
   (c) applying for 2nd GFOA Distinguished Budget Presentation Award
3.) Initiate improvements in customer service by participating in City's customer service program
4.) Improve financial processes by
   (a) securing highest possible prudent return on investments,
   (b) improving procurement efficiency,
   (c) completing plans for option for cashier drive-up window due to street closing, and
   (d) continuing reduction in utility account delinquencies

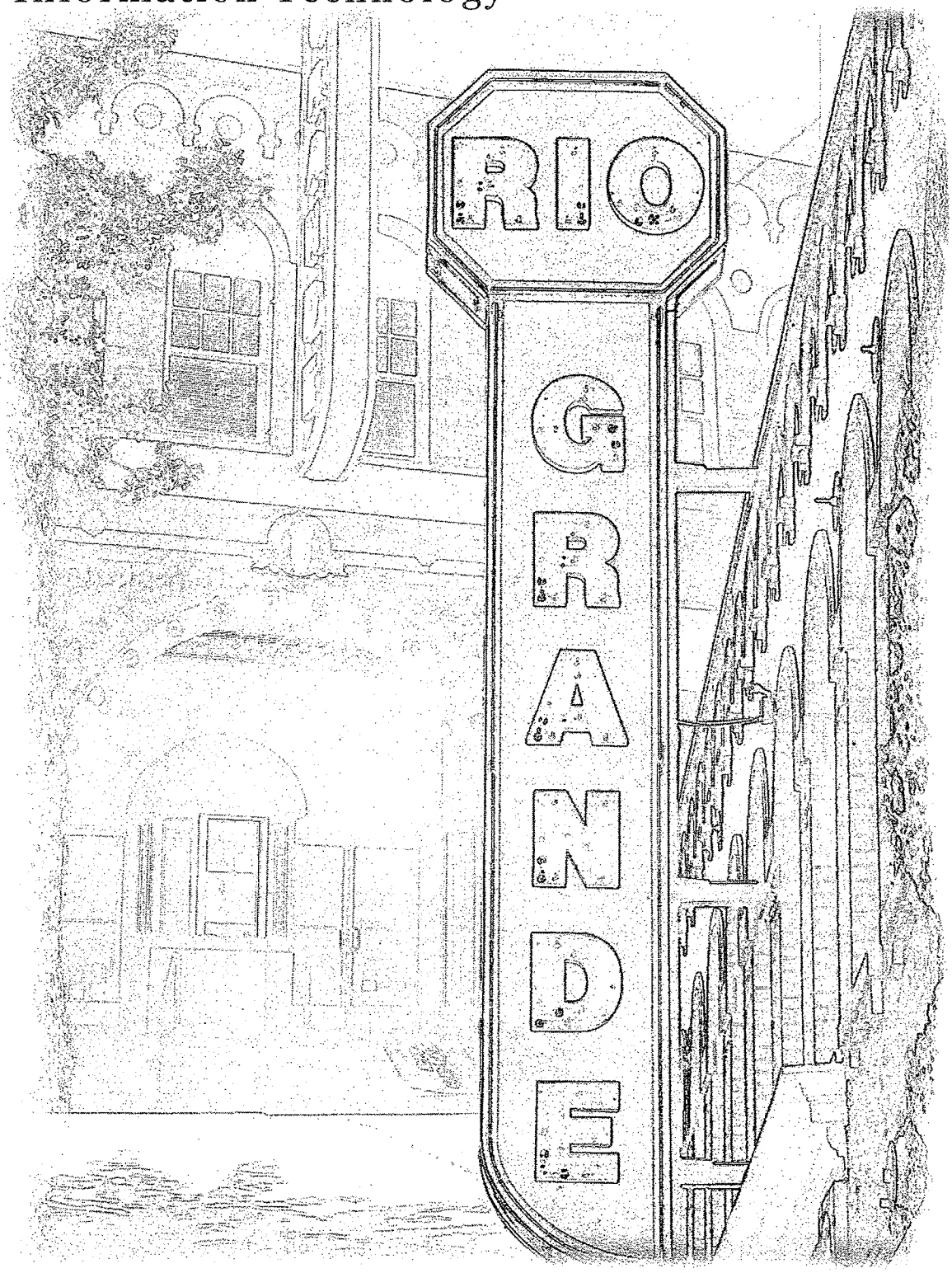
SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	2,308,525	2,450,580	2,258,420	2,636,533
Operating Expenses	810,637	801,145	722,221	840,530
Capital Outlay	0	8,300	3,861	5,000
Total	3,119,162	3,260,025	2,984,502	3,482,063

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Implement new software Finance modules by 6/30/06	Other Admin Support	Gen Ledger-complete	Payroll	Utility Billing
Type of opinion received on CAFR	Other Admin Support	Unqualified	Unqualified	Unqualified
Apply for GFOA Certificate of Excellence in Financial Reporting by 12/31/06	Other Admin Support	Complete	12/31/2007	12/31/2008
Apply for GFOA Distinguished Budget Presentation Award by 06/30/07	Other Admin Support	6/30/2006	6/30/2007	6/30/2008
Percent complaints regarding delivery of utility customer service is less than 1/10% of bills mailed	Other Admin Support	N/A	< .001	< .001
Earn investment return 0.25%>30 day T-bill	Other Admin Support	-0.33%	–	0.25%
Reduce average number of days to process purchase orders to improve procurement efficiency	Other Admin Support	9.2	8.5	8
Complete conversion to electronic storage of original disbursement records by 09/30/06	Other Admin Support	100% complete	N/A	–
Reduce by 10% the number of account balances past due by more than 90 days	Other Admin Support	13%	–	–

Information Technology



City of Las Cruces®
NEW MEXICO

INFORMATION TECHNOLOGY DIVISION - IT FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,912,254	2,167,987	255,733	13.4%
Operating	2,085,056	2,156,147	71,091	3.4%
Capital	1,895,323	536,340	(1,358,983)	-71.7%
TOTAL INFORMATION TECH DIV IT FUND	**5,892,633**	**4,860,474**	**(1,032,159)**	**-17.5%**

DEPARTMENT: Information Technology

SECTION: Administration

DESCRIPTION

The Information Technology Department consist of 32 employees which provide technology solutions and services to members of council and city employees. The department supports over 1,000 desktop computers, 1,234 telephone lines, 1,200 radios, 29 servers, 3 "big iron" computers, and a host of computer applications.

MISSION STATEMENT

The Information Technology Department continuously strives for excellence in providing cost effective, reliable, secure information systems and technological solutions that support the business strategies of the City of Las Cruces and the information needs of the citizens they serve.

RESOURCES

General Fund

GOALS

1.) Vacancies filled
2.) Intrusion Detection System (audit finding)
3.) Improved Customer Satisfaction survey score.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	191,728	166,409	169,041	238,158
Operating Expenses	12,471	196,324	150,077	260,298
Capital Outlay	0	0	0	0
Total		362,733	319,118	

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Reduce operating and maintenance cost per work station.	Other Admin Support	$4,714	<$3,500	<$3,200

DEPARTMENT: Information Technology

SECTION: Operations and Programming

DESCRIPTION

Handles custom reports applications and works as liaison between vendors and end users.

MISSION STATEMENT

Operations and Programming is dedicated to identifying and addressing needs and priorities of the City and its Citizens. Our programs and services are high quality, cost-effective and are readily accessible to those being served. In partnership with our organization, we apply information technology with the business priorities of the City in the delivery of effective and efficient government services.

RESOURCES

General Fund

GOALS

1.) Reduce central information technology expenditures per workstation.
2.) Providing excellent customer service while keeping unscheduled downtime to a minimum, and providing better access to the Help Desk.
3.) Identify strategic city and departmental opportunities for utilizing existing and developing information technology (knowledge management).
4.) Continue the process of enabling E-Government Services to the Public.
5.) Embark on the implementation of the MUNIS ERP system and continue to maintain the existing legacy applications and systems.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	534,033	682,975	704,411	728,283
Operating Expenses	773,538	999,960	484,594	943,826
Capital Outlay	0	0	0	16,500
Total	1,307,571	1,682,935	1,189,005	1,688,609

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Reduce central information technology expenditures per workstation	Other Admin Support	$4,714	<$3,500	<$3,500
System availability expressed as a percentage (minimize unscheduled downtime)	Other Admin Support	>99%	>99%	>99%
Web and Intranet availability as a percentage (minimize	Other Admin Support	NA	NA	>99%

DEPARTMENT: Information Technology

SECTION: Network

DESCRIPTION

The Network Division of the IT department consist of the Network Manager, Network Administrator and the IT help desk. There are 6 employees in this area who provide PC and network support to approximately 20 servers, 50+ routers and switches and 1200 end users.

MISSION STATEMENT

The Information Technology Department continuously strives for excellence in providing cost effective, reliable, secure information systems and technological solutions that support the business strategies of the City of Las Cruces and the information needs of the citizens they serve.

RESOURCES

General Fund

GOALS

1.) Install new firewell
2.) Add redundancy to the network core
3.) Implement QoS to improve VoIP

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	238,232	437,124	299,676	541,262
Operating Expenses	152,417	298,800	137,933	340,049
Capital Outlay	0	1,767,823	461,647	263,000
Total	390,649	2,503,747	899,256	1,144,311

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
% of network problems resolved /repaired within 24 hours	Other Admin Support	53%	60%	65%

DEPARTMENT: Information Technology

SECTION: Telephone

DESCRIPTION

The Telecommunications shop provides 4-digit dialing within City offices and maintains 1,234 phone lines which support voice, fax and data transmission.

MISSION STATEMENT

We are committed through teamwork and professionalism: To provide complete, high quality and reasonably priced telecommunication services for the City of Las Cruces utilizing state-of-art technology. To empower and equip our employees to deliver completed customer service and satisfaction by applying the principals of honesty and integrity. To continue to explore services that will enhance the quality of life for our customers and the economic growth of the City of Las Cruces.

RESOURCES

General Fund

GOALS

1.) Improve problem resolution/repair within 24 hours to 70%
2.) Decrease transaction cost per workorder

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	108,672	107,035	107,238	111,999
Operating Expenses	173,070	249,320	239,907	246,705
Capital Outlay	0	0	0	0
Total	281,742	356,355	347,145	358,704

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
% of telephone problems resolved/repaired within 24 hours	Other Admin Support	60%	70%	70%
Transaction cost per work order	Other Admin Support	<$60	<$60	<$60

DEPARTMENT: Information Technology

SECTION: Radio Communications & Electronics

DESCRIPTION

The Radio Communications & Electronics Section supports the City's Public Safety 800 MHz trunked radio system consisting of 1,190 that serves police, fire, emergency services and all other city departments. The Radio shop maintains and repairs two way radios, radio repeater sites, 911 dispatch consoles and equipment, and police video cameras.

MISSION STATEMENT

To provide responsive and professional maintenance and support for critical two way radio communications and electronic equipment used by Public Safety departments and all other city departments which is used to protect the lives and improve working conditions of Public Safety employees and all other city employees with the goal of improving the quality of life within the City of Las Cruces.

RESOURCES

General Fund

GOALS

1.) Improve the low customer satisfaction rating by improving one communications with customers, improving the work order turnaround time, improving response time to critical work, improving technical troubleshooting skills, improving professionalism, and improving department communications.
2.) Implement the Radio & electronics Strategic Plan

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	191,645	210,940	209,472	224,458
Operating Expenses	621,890	303,252	442,040	321,637
Capital Outlay	0	127,500	44,547	240,000
Total	813,535	641,692	696,059	786,095

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Improve rating on Customer Satisfaction Survey	Other Admin Support	3.13	2.86	3.50

DEPARTMENT: Information Technology

SECTION: GIS

DESCRIPTION

GIS staff support the City Manager, Councilors, the Mayor, Department Administrators and their staff, CLC Consultants and the public with a variety of data-gathering/database creation and computer mapping, e.g., customize department atlases, crime investigation maps, department operational database, and responsible for maintaining the CLC property related databases.

MISSION STATEMENT

To provide accurate, high-quality GIS data and services to the people of Las Cruces.

RESOURCES

General Fund

GOALS

1.) Expand the number of Internet ArcIMA sites available to the public so that will increase the number of hits per day to 2000.
2.) Educate the CLC departments GIS users to perform data analysis, network projects and develop intelligent custom maps through training on ArcGIS software and the capabilities of extensions.
3.) Stay abreast on future GIS Techonology to improve and assist CLC departments Geographic data needs.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	244,171	307,771	221,074	323,827
Operating Expenses	41,758	37,400	37,394	43,632
Capital Outlay	0	0	0	16,840
Total	285,929	345,171	258,468	384,299

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Fully implement ARC/IMS for citizen access via the Internet (number of sites available)	Other Admin Support	4	6	8
Fully implement ARC/IMS for citizen access via the Internet (number of site hits daily)	Other Admin Support	500	1000	1500
Hours of instruction to train city staff on use of GIS	Other Admin Support	75	200	250

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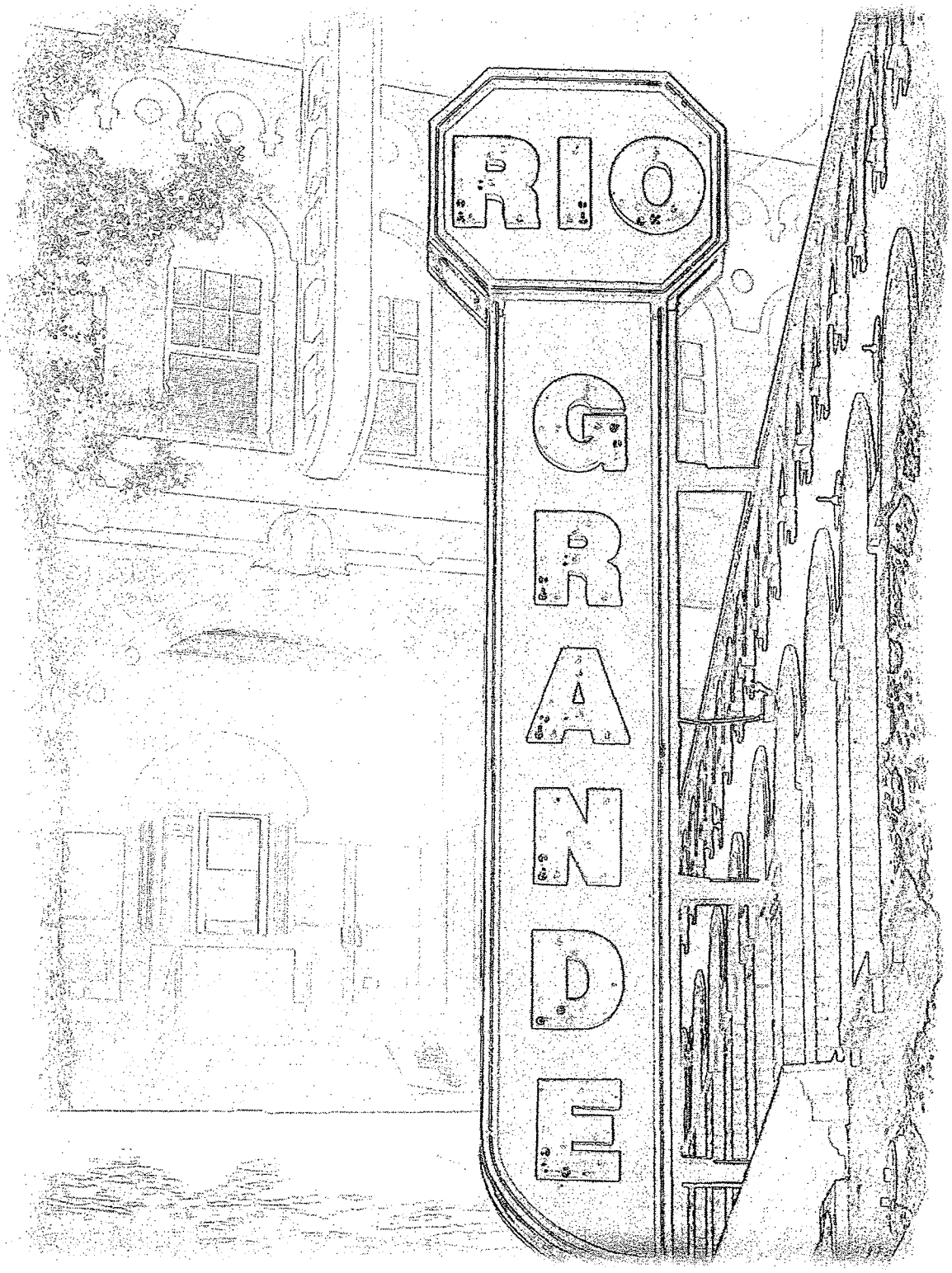
Facilities



City of Las Cruces®
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FACILITIES DIVISION - ALL FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	6,787,169	7,065,521	278,352	4.1%
Operating	7,835,093	7,720,193	(114,900)	-1.5%
Capital	150,344	120,400	(29,944)	-19.9%
TOTAL FACILITIES DIVISION ALL FUNDS	**14,772,606**	**14,906,114**	**133,508**	**0.9%**

FACILITIES DIVISION- GENERAL FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	5,241,237	5,378,902	137,665	2.6%
Operating	3,557,219	3,503,766	(53,453)	-1.5%
Capital	146,450	0	(146,450)	-100.0%
TOTAL FACILITIES DIV GENERAL FUND	**8,944,906**	**8,882,668**	**(62,238)**	**-0.7%**

FACILITIES DIVISION - AIRPORT FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	241,534	261,530	19,996	8.3%
Operating	220,934	222,942	2,008	0.9%
Capital	0	0	0	N/A
TOTAL FACILITIES DIV AIRPORT FUND	**462,468**	**484,472**	**22,004**	**4.8%**

FACILITIES DIVISION- FLEET SERVICES FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,304,398	1,425,089	120,691	9.3%
Operating	4,056,940	3,993,485	(63,455)	-1.6%
Capital	3,894	120,400	116,506	2991.9%
TOTAL FACILITIES DIV FLEET SVCS FUND	**5,365,232**	**5,538,974**	**173,742**	**3.2%**

DEPARTMENT: Facilities

SECTION: Project Management

DESCRIPTION

Capital project management, contract administration and construction management of all facility and non-public works related construction, rehabilitation and/or other maintenance projects

MISSION STATEMENT

To provide both interdepartmental and external services to enhance the operations of the city as well as maximize services to the community.

RESOURCES

General fund
Bond funds - City, State
Grants - State, Federal

GOALS

1.) Continue and maintain a viable Capital Improvement Reserve Fund
2.) Provide oversight of all non-public work-related capital improvement and facility maintenance projects to ensure completion in a timely and cost-effective manner
3.) Initiate construction of a New City Hall

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	477,086	535,862	487,462	569,360
Operating Expenses	37,277	52,076	40,500	49,322
Capital Outlay	184,348	0	0	0
Total	698,711	587,938	527,962	618,682

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Complete remaining facility bond projects	Infrastructure	84%	100.0%	N/A
Complete preliminary design and feasibility phase for a new City Hall	Infrastructure	63%	100%	N/A
Dollar amount of projects managed per employee	Infrastructure	$7.13M	$8.96M	$16.16M
Number of project work orders (over $10,000) requested	Infrastructure	86	75	79
Ratio between project/funding requests and completion	Infrastructure	4:3	3:2	3:2
Project expenditures/square foot	Infrastructure	Establish baseline	Parks = 4.70 Airport = 6.30 Facilities = 24.60	Parks = 6.00 Airport = 2.80 Facilities = 77.90

DEPARTMENT: Facilities

SECTION: Fleet

DESCRIPTION

Fleet Management has a proposed staff of 21 employees that provide total fleet management functions from acquisition, maintenance, contracted repairs, warranty administration, specification writing, parts acquisition, and fueling of the equivalent of 1,282 vehicles, ranging from motorcycles to construction equipment and solid waste units.

MISSION STATEMENT

To provide both interdepartmental and external services to enhance the operations of the City as well as maximize services to the community.

RESOURCES

All City funds having inventory of vehicles and equipment cared for by Fleet Management. Las Cruces Public Schools by way of fuel transactions.

GOALS

1.) Continue implementation of the Fleet Operations Study
2.) Provide competent, responsive, and cost effective services to customers, thus allowing safe and reliable equipment for city operations to enhance services to the citizens of Las Cruces.
3.) Improve responsiveness and customer satisfaction in maintaining the City of Las Cruces Fleet.
4.) Obtain staffing resources to properly maintain the City of Las Cruces' fleet with the equivalent fleet size of 2,628 units.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,120,077	1,304,398	1,183,077	1,425,089
Operating Expenses	3,724,683	3,981,940	3,610,055	3,990,285
Capital Outlay	0	38,194	12,450	0
Total	4,844,760	5,324,532	4,805,582	5,415,374

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Complete a five-year plan for the replacement of fleet vehicles and equipment	Infrastructure	80%	100%	-
Identify preventive maintenance needs for overall fleet	Infrastructure	90%	100%	-
Preventive maintenance performance goals	Infrastructure	14%	20%	-
Customer calls for estimates and when unit ready	Infrastructure	80%	90%	100%
Right size inventory through ordering and obsolescence	Infrastructure	15%	75%	100%
Inventory by Commodity/Sub-Commodity for sales history	Infrastructure	-	50%	100%
Implement Warranty Reclaimation process	Infrastructure	-	10%	50%

DEPARTMENT: Facilities

SECTION: Building Services

DESCRIPTION

Building Services has a staff of 38 employees that provide custodial, electrical, plumbing, HVAC, welding and building services to 87 city facilities and 82 parks. Building Services also, manages the service contracts for elevator maintenance & repairs, pest control, fire extinguisher, fire sprinklers, locksmith services, overhead door repairs, glass repair, carpet installations and custodial services.

MISSION STATEMENT

To provide both interdepartmental and external services to enhance the operations of the city as well as maximize services to the community.

RESOURCES

General Fund / Enterprise

GOALS

1.) Provide competent, responsive, and efficient facility maintenance services
2.) Enhance the appearance of city facilities and improve customer satisfaction

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,486,844	1,654,452	1,393,363	1,768,892
Operating Expenses	901,858	915,014	1,035,866	937,657
Capital Outlay	43,232	61,650	0	0
Total	2,431,934	2,631,116	2,429,229	2,706,549

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Complete Identifying preventive maintenance needs	Infrastructure	50%	75%	100%
Perform quarterly safety inspections as part of Building Management	Infrastructure	N/A	N/A	50% of buildings
Preventive maintenance performance (ratio of scheduled to unscheduled)	Infrastructure	6%/94%	10%/90%	15%/85%

DEPARTMENT: Facilities

SECTION: Airport

DESCRIPTION

Operate and maintain the airport and its lands and facilities in accordance with Federal Aviation Administration and City rules and regulations.

MISSION STATEMENT

To provide both interdepartmental and external services to enhance the operations of the city as well as maximize services to the community.

RESOURCES

General Fund
Federal Aviation Administration
New Mexico Department of Transportation Aviation Division Funds
Bond funds
Lease and user fees

GOALS

1.) Provide a safe and secure operational environment
2.) Provide a positive economic growth climate for commercial and industrial aviation-related businesses

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	233,427	241,534	487,462	261,530
Operating Expenses	185,852	220,934	40,500	222,942
Capital Outlay	83,705	0	0	0
Total	502,984	462,468	527,962	484,472

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Airport maintenance/compliance with FAA Part 139 certification requirements	Infrastructure	Minor findings	100% compliance	100% compliance
Completion of west-end infrastructure	Infrastructure	75% completion	100% completion	N/A
Develop a new airport lease policy which maximizes both airport development and lease revenue	Infrastructure	Development of policy	Adoption	Implementation
Develop and implement a new Airport Action Plan	Infrastructure	N/A	Development of plan	Adoption and implementation

DEPARTMENT: Facilities

SECTION: Parks

DESCRIPTION

The Parks Department employs 54 full time employees and is responsible for approximately 6,554 acres of parks, public grounds, ROW, medians, impound/retention ponds.

MISSION STATEMENT

To provide responsive, cost effective and high quality service to the citizens of Las Cruces

RESOURCES

General Fund

GOALS

1.) Provide competent, responsive, and efficient maintenance services while enhancing the appearance and functionality of city parks and recreational fields
2.) Expand park and recreational opportunities throughout the city

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	2,329,733	2,501,837	2,384,050	2,626,475
Operating Expenses	2,164,891	2,329,041	2,343,269	2,339,144
Capital Outlay	44,364	20,000	13,304	0
Total	4,538,988	4,850,878	4,740,623	4,965,619

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Conduct park safety and maintenance inspections	Natural Resources	126/quarter	126/quarter	126/quarter
Continue fertilizer and aeration process - 4 applications/parks, 6 applications/athletic fields	Natural Resources	4 parks 6 athletic fields	4 parks 6 athletic fields	4 parks 6 athletic fields
Inventory park trees and identify tree pruning management needs	Natural Resources	75% completed	100% complete	25% of medians
Begin an urban forestry pruning program as identified by the inventory	Natural Resources	Began inventory	Identified baseline	Address 10% of needs

City of Las Cruces®
PEOPLE HELPING PEOPLE

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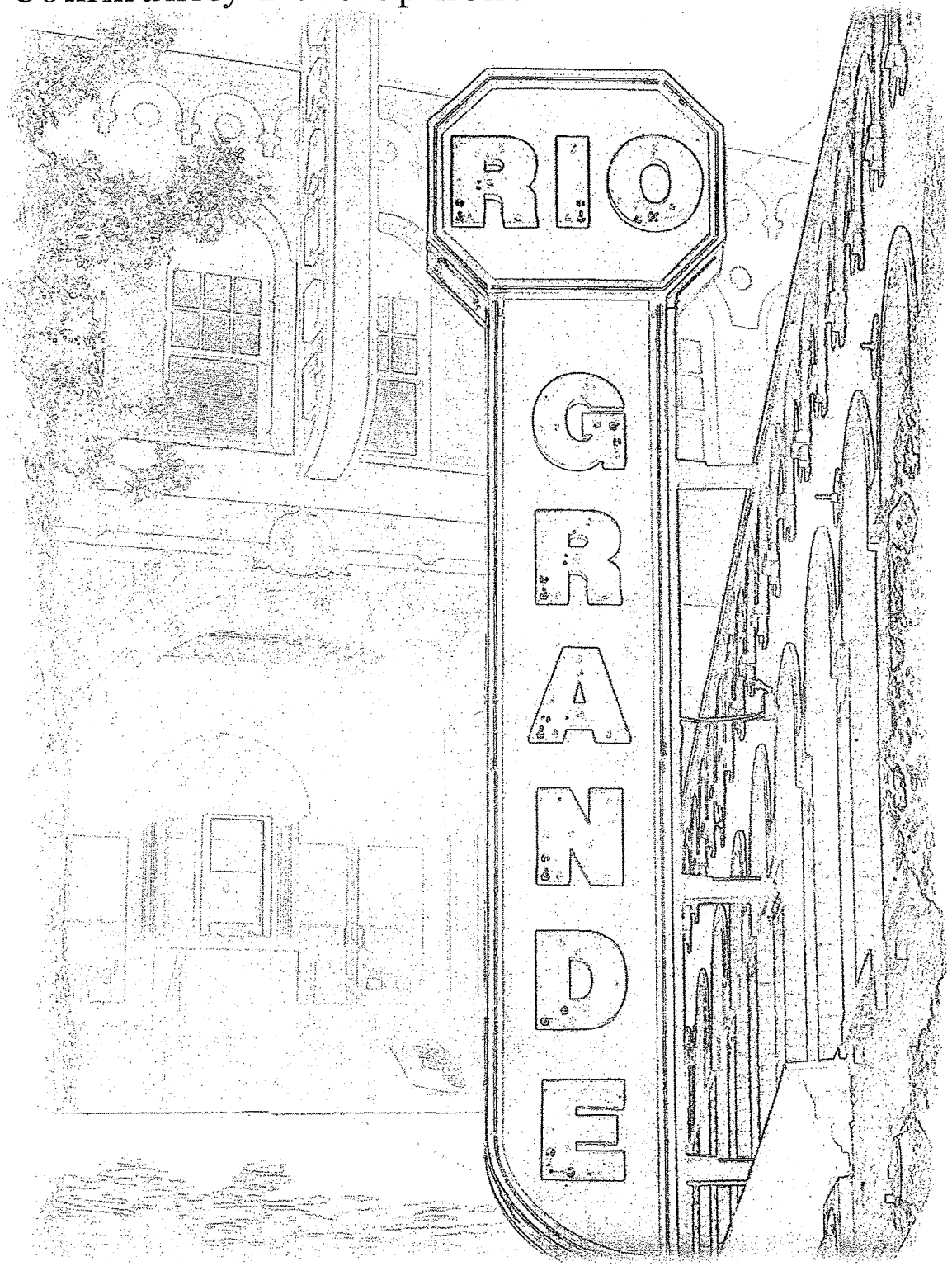
Community Development



City of Las Cruces®
NEW MEXICO

COMMUNITY DEVELOPMENT DIVISION - ALL FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	3,098,867	3,188,926	90,059	2.9%
Operating	2,024,752	1,841,384	(183,368)	-9.1%
Capital	31,500	41,000	9,500	30.2%
TOTAL COMMUNITY DEVELOPMENT DIV	**5,155,119**	**5,071,310**	**(83,809)**	**-1.6%**

COMMUNITY DEVELOPMENT DIVISION - GENERAL FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,136,163	1,156,869	20,706	1.8%
Operating	432,169	532,731	100,562	23.3%
Capital	0	0	0	N/A
TOTAL COMM DEV DIV GENERAL FUND	**1,568,332**	**1,689,600**	**121,268**	**7.7%**

COMMUNITY DEVELOPMENT DIVISION - PERMIT SERVICES FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	999,951	1,074,350	74,399	7.4%
Operating	369,407	465,546	96,139	26.0%
Capital	21,500	21,500	0	0.0%
TOTAL COMM DEV DIV PERMIT SVCS FUND	**1,390,858**	**1,561,396**	**170,538**	**12.3%**

COMMUNITY DEVELOPMENT DIVISION - HUD CDBG FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	382,549	402,569	20,020	5.2%
Operating	441,629	482,528	40,899	9.3%
Capital	0	19,500	19,500	N/A
TOTAL COMM DEV DIV HUD CDBG FUND	**824,178**	**904,597**	**80,419**	**9.8%**

COMMUNITY DEVELOPMENT DIVISION - HUD SPECIAL PROJECTS FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	32,092	33,745	1,653	5.2%
Operating	673,843	255,630	(418,213)	-62.1%
Capital	0	0	0	N/A
TOTAL COMM DEV DIV HUD SP PRJ FUND	**705,935**	**289,375**	**(416,560)**	**-59.0%**

COMMUNITY DEVELOPMENT DIVISION - MPO FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	271,226	250,371	(20,855)	-7.7%
Operating	62,165	62,165	0	0.0%
Capital	10,000	0	(10,000)	-100.0%
TOTAL COMM DEV DIV MPO FUND	**343,391**	**312,536**	**(30,855)**	**-9.0%**

COMMUNITY DEVELOPMENT DIVISION - JUVENILE CITATION FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	226,043	217,689	(8,354)	-3.7%
Operating	17,140	10,494	(6,646)	-38.8%
Capital	0	0	0	N/A
TOTAL COMM DEV DIV JUV CIT FUND	**243,183**	**228,183**	**(15,000)**	**-6.2%**

COMMUNITY DEVELOPMENT DIVISION - CVB FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	50,843	53,333	2,490	4.9%
Operating less Minor Computer	28,399	32,290	3,891	13.7%
Capital	0	0	0	N/A
TOTAL COMM DEV DIV CVB FUND	**79,242**	**85,623**	**6,381**	**8.1%**

DEPARTMENT: Community Development

SECTION: Administration

DESCRIPTION

Overall administration of Community Development which consists of Planning; Economic Development and Revitalization; Permitting and Inspections; and Neighborhood Development.

MISSION STATEMENT

To assist citizens to achieve their desired lifestyles by contributing, through community improvement, to a better quality of life.

RESOURCES

General Fund and GRT

GOALS

1.) Facilitate operation of the department and each section.
2.) Improve department interaction with the community and other workgroups within the city.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	230,248	226,057	214,967	239,927
Operating Expenses	107,631	131,199	117,280	131,199
Capital Outlay	0	0	0	0
Total	337,879	357,256	332,247	371,126

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Document standard operating procedures of the department and create a manual of procedures.	Other Admin Support	3	3	3
Establish active liaison with customer groups, agencies, and organizations. (i.e. LCPS, LCHBA, Neighborhood Associations)	Other Admin Support	28	35	37
Prepare informational brochures and FAQ documents for department functions.	Other Admin Support	11	15	update existing brouchures & FAQ's

DEPARTMENT: Community Development

SECTION: Permitting and Inspection

DESCRIPTION

Permitting and plan review for development and construction throughout the City. Inspection of private building construction within the City. Business registration, inspection, and renewal. Record management.

MISSION STATEMENT

Promote the welfare and safety of the public by facilitating compliance with state and local construction and business codes and ordinances in a fair, professional, and courteous manner.

RESOURCES

Revenue from permitting fees.

GOALS

1.) Provide timely permit review, processing and inspection.
2.) Improve tracking and reporting capabilities.
3.) Provide high quality customer service and responsiveness to requests for information, permitting, inspections, plan review, and business registrations.
4.) Maintain service levels equal to, or better than, national benchmarks.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	910,212	999,951	986,063	1,074,350
Operating Expenses	168,903	367,907	273,084	465,546
Capital Outlay	44,268	23,000	9,837	21,500
Total	1,123,383	1,390,858	1,268,984	1,561,396

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Complete requested inspections within 24 hours	Public Safety	73%	70%	75%
Respond to information requests within 2 business days	Public Safety	53%	89%	95%
Complete monthly status reports within first 5 business days of the following month.	Public Safety	73%	95%	100%
Review commercial building plans within 5 business days	Public Safety	Not Automated	97%	100%
Maintain an average of no less than 15 inspections per day per inspector	Public Safety	90%	100%	90%

DEPARTMENT: Community Development

SECTION: Neighborhood Development

DESCRIPTION

Neighborhood Services including CDBG and HOME investment partnerships, home rehabilitation, homebuyer education, affordable housing and homelessness prevention.

MISSION STATEMENT

Assist citizens to achieve their desired lifestyles through responsible neighborhood and community planning and funding.

RESOURCES

CDBG - U.S. Dept. of Housing & Urban Development (HUD); HOME - HUD; EDI Homebuyer Educ. Model Extension Grant - HUD; Shelter and Care Grant - HUD; General Fund.

GOALS

1.) Improve neighborhoods and communities in Las Cruces.
2.) Increase the supply of affordable rental and owner occupied housing.
3.) Preserve existing affordable housing.
4.) Assist non-profit organizations in addressing community needs.
5.) Development and Adoption of Affordable Housing Act and Mixed Income Housing Ordinance.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	920,872	780,430	731,027	796,661
Operating Expenses	285,644	1,137,905	713,200	769,558
Capital Outlay	0	0	0	104
Total	1,206,516	1,918,335	1,444,227	1,566,323

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Number of affordable rental and owner-occupied housing units within the City each year using the City's CDBG and HOME funds.	Affordable Housing	100	89	75
Number of owner-occupied housing units improved each year in accordance with the City's Home Rehabilitation Program.	Affordable Housing	5	12	18
Number of non-profit organizations assisted through funding.	Affordable Housing	11	10	10
Number of non-profit organizations assisted through training and technical support.	Affordable Housing	11	40	25
Number of City staff and board members that are educated about the City's Fair Housing ordinance and obligations/requirements.	Affordable Housing	N/A	0	75

DEPARTMENT: Community Development

SECTION: Neighborhood Development / Juvenile Citation Program

DESCRIPTION

Implementation of the Juvenile Citation Program for first-time youth offenders who commit certain misdemeanors.

MISSION STATEMENT

Improve public safety through the use of clearly defined sanctions that work to deter recidivism amongst youth that are first-time offenders.

RESOURCES

Community based Juvenile Justice Continuum of Services and Graduated Sanctions Grant - State of New Mexico Children, Youth, and Families Department and General Fund.

GOALS

1. Reduce recidivism rates for both English and Spanish-speaking program participants through education and community contribution; and
2. Track participants beyond completion to provide referrals to supportive services as deemed necessary.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/07
Personnel Services	189,747	195,470	168,773	217,689
Operating Expenses	41,762	17,140	17,240	9,739
Capital Outlay	0	0	0	0
Total	231,509	212,610	186,013	227,428

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Recidivism rate for program participants	Public Safety	5%	5%	5%
Percentage of program graduates contacted within first 90 days after program completion	Public Safety	65%	80%	80%

DEPARTMENT: Community Development

SECTION: Planning & MPO

DESCRIPTION

Develop and administer land use policy, development codes, and long range neighborhood and community wide plans. Guide community improvements including current development, transportation systems, and neighborhood plans.

MISSION STATEMENT

Assist citizens to achieve their desired lifestyles through effectively managing land uses and providing responsive neighborhood and transportation planning services.

RESOURCES

General fund, Federal Highway Administration / New Mexico DOT grants, Town of Mesilla match contribution for MPO activities.

GOALS

1.) Provide timely review and recommendations regarding development proposals.
2.) Encourage and enhance community involvement in the planning process.
3.) Prepare and administer comprehensive policies to address community growth and enhance quality of life for all citizens.
4.) Evaluate cost of service and revenue sources.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	217,878	271,226	216,787	250,371
Operating Expenses	31,298	62,047	22,378	62,165
Capital Outlay	0	10,000	1,793	0
Total	249,176	343,273	240,958	312,536

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Review all subdivision applications and process for City and other agency review within 5 business days of receipt.	Affordable Housing	97%	98%	98%
Facilitate provisions for affordable housing in master plan, concept plan and other developments.	Affordable Housing	4	1	4
Provide education, technical assistance, and outreach to neighborhood groups, associations & development professionals.	Affordable Housing	81	80	80
Miles of bicycle facility lane installed	Affordable Housing	10.65	9	8
Right of way designated in thoroughfare plan is reserved or dedicated through development request.	Affordable Housing	98%	97%	98%

DEPARTMENT: Community Development

SECTION: Economic Development & Revitalization

DESCRIPTION

Encourage and facilitate economic development throughout Las Cruces. Energize and revitalize downtown Las Cruces and existing neighborhoods throughout Las Cruces.

MISSION STATEMENT

Assist citizens to achieve their desired lifestyles through enhancement of the urban environment and economic opportunities.

RESOURCES

General Fund

GOALS

1.) Promote business development and expansion within Las Cruces.
2.) Revitalize Downtown Las Cruces and the surrounding neighborhoods.
3.) Assist Las Cruces businesses through development processes including relocation, expansion, and registration.
4.) Attract citizens and businesses to the Farmers Market.

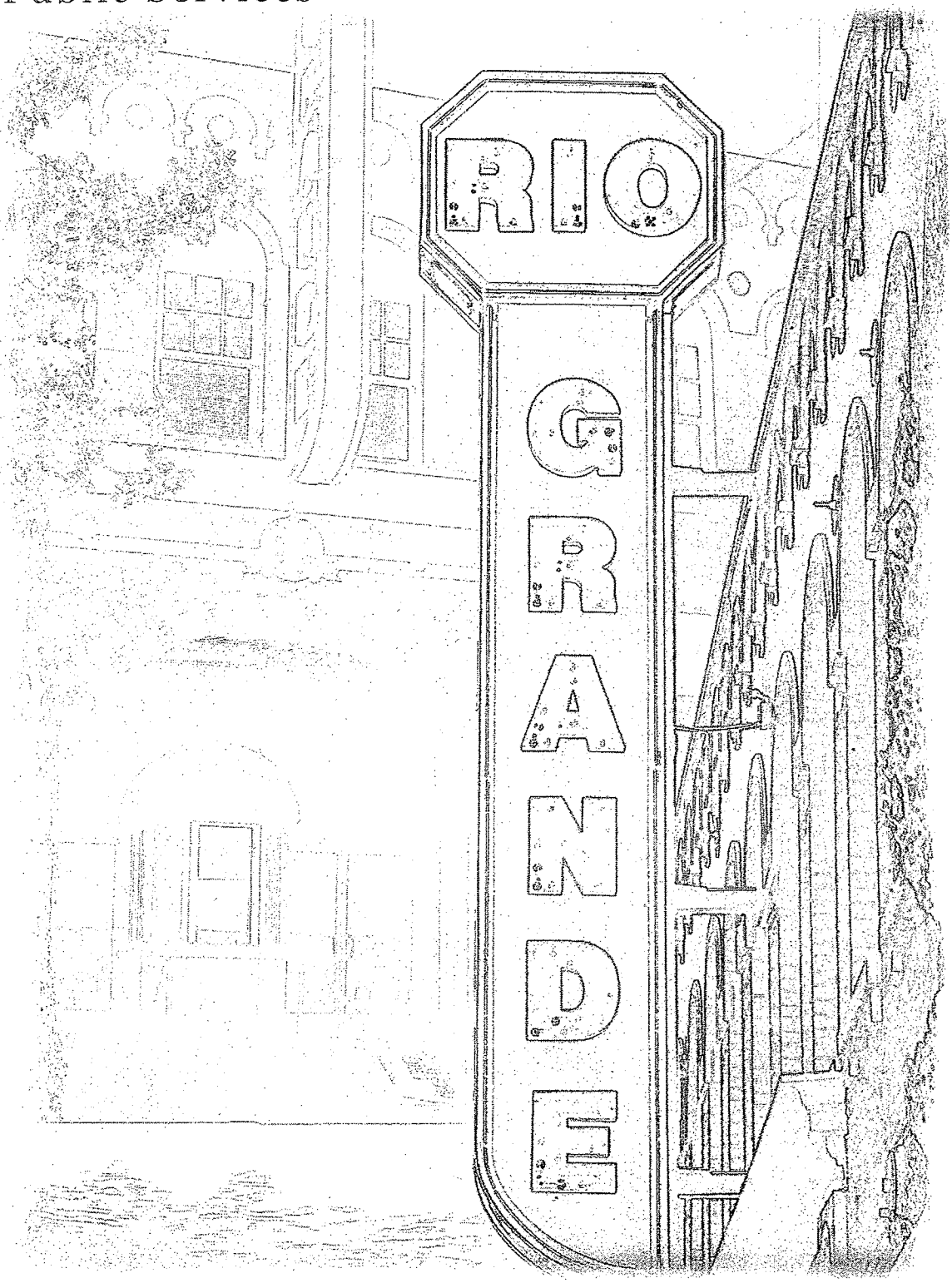
SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	150,270	166,376	162,180	173,614
Operating Expenses	18,365	54,635	35,378	57,960
Capital Outlay	12,500	0	0	0
Total	181,135	221,011	197,558	231,574

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Number of capital improvement/revitalization projects initiated in the downtown and surrounding neighborhoods.	Economic Development	2	4	3
Number of small businesses directly assisted through City licensure, development, and building processes.	Economic Development	0	8	12
Number of special events hosted in downtown area.	Economic Development	15	30	34
Number of new jobs created within the West Mesa Industrial Park.	Economic Development	unknown	62	115
Number of vendors participating in the Farmers and Crafts Market.	Economic Development	100	120	130

Public Services



City of Las Cruces®
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PUBLIC SERVICES DIVISION - ALL FUNDS

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	9,648,577	10,104,938	456,361	4.7%
Operating	6,377,058	6,335,823	(41,235)	-0.6%
Capital	1,804,742	1,753,800	(50,942)	-2.8%
TOTAL PUBLIC SVCS DIV ALL FUNDS	**17,830,377**	**18,194,561**	**364,184**	**2.0%**

PUBLIC SERVICES DIVISION - GENERAL FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	5,261,385	5,532,950	271,565	5.2%
Operating	3,348,361	3,197,899	(150,462)	-4.5%
Capital	140,755	80,000	(60,755)	-43.2%
TOTAL PUBLIC SVCS DIV GENERAL FUND	**8,750,501**	**8,810,849**	**60,348**	**0.7%**

PUBLIC SERVICES DIVISION - SENIOR PROGRAM FUNDS

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	1,420,803	1,510,212	89,409	6.3%
Operating	817,837	834,215	16,378	2.0%
Capital	0	0	0	N/A
TOTAL SENIOR PROGRAMS	**2,238,640**	**2,344,427**	**105,787**	**4.7%**

PUBLIC SERVICES DIVISION - CONVENTION & VISITOR'S BUREAU

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	543,516	534,994	(8,522)	-1.6%
Operating	1,008,425	1,020,255	11,830	1.2%
Capital	0	0	0	N/A
TOTAL CVB FUND	**1,551,941**	**1,555,249**	**3,308**	**0.2%**

PUBLIC SERVICES DIVISION - TRANSIT FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	2,422,873	2,526,782	103,909	4.3%
Operating	1,202,435	1,283,454	81,019	6.7%
Capital	1,663,987	1,673,800	9,813	0.6%
TOTAL TRANSIT FUND	**5,289,295**	**5,484,036**	**194,741**	**3.7%**

DEPARTMENT: Public Services

SECTION: Branigan Library

DESCRIPTION

A public library offering free use of books, sound recordings, DVD's, videos and software kits; free internet access to the public; free meeting rooms; and free programming for children, young adults.

MISSION STATEMENT

To enable people in our diverse community to obtain information, resources, and education through a full range of library services.

RESOURCES

City of Las Cruces - General Fund & Branigan Estate, Gifts and Memorials, Misc. Grants (non-govt.), Fees; Dona Ana County; State of New Mexico - GO Bond; State of New Mexico State Grant in Aid.

GOALS

1.) Meet increasing demand on Library services with increased staffing based on Master Plan.
2.) Improve Library collection through increased materials expenditures to maintain state accreditation
3.) Update Library environment, expand building and improve technology access for patrons.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,454,117	1,654,831	1,368,867	1,780,364
Operating Expenses	611,268	678,469	519,517	686,650
Capital Outlay	5,159	12,255	12,255	0
Total	2,070,544	2,345,555	1,900,639	2,467,014

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Increase staff/population ratio compared to state/national norms. Increase operating expenditures per capita. Current: $10.28/capita, National Average: $30.90/capita	Other Public Services	.41 Staff/population ratio	.42 staff/population ratio;	6 additional FTE*; Increase operating expenditures by 6%
Increase materials expenditures to a minimum of $1.50/capita. Currently: $1.31/capita, National Average: $4.11/capita	Other Public Services	$1.50 per capita	Increase by 6% to $1.59 per capita	Increase by 6% to $1.68 per capita
Maintain 90% customer satisfaction. Percent computer up-time/availability	Other Public Services	93%	Repeat Customer Service Survey	Repeat Customer Service Survey

DEPARTMENT: Public Services

SECTION: Museums

DESCRIPTION

The Museum System includes: Branigan Cultural Center, Las Cruces Museum of Natural History, Museum of Art and the Railroad Museum. The Museums provide art, history, and science exhibitions, along with various art, cultural, historical and natural science programming.

MISSION STATEMENT

To promote understanding and appreciation of local history, culture and the arts through an ongoing exchange of ideas and information.

RESOURCES

City funding, grants, revenues from the following: museum school classes, field trips , art exhibit fees, artwork sales and donations.

GOALS

1) Provide interesting and intellectually inspiring museum programming.
2) Increase the number of volunteers that participate in museum activities.
3) Increase attendance at different museums.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	698,164	786,391	731,784	904,493
Operating Expenses	458,650	803,414	448,764	475,160
Capital Outlay	0	34,500	34,500	0
Total	1,156,814	1,624,305	1,215,048	1,379,653

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Number of museum visitors	Economic Development	187,992	190,000	200,000
Number of participants in museum classes	Economic Development	15,468	16,000	17,600
Number of Volunteers	Economic Development	205	716	300
Number of Volunteer Hours	Economic Development	1,726	4,226	3,000

DEPARTMENT: Public Services

SECTION: Senior Programs

DESCRIPTION

Section provides Leisure and Information; Health Promotion; Case Management; Senior Nutrition, including congregate and home delivered meals;Respite and Homemaker services; Family Caregiver Support; and Volunteer services, for persons aged 50 years and older; and, their family care givers.

MISSION STATEMENT

The Mission of Senior Programs is to Improve and Enhance the Quality of Life for Older Persons Who Live in Our Community.

RESOURCES

General Fund; Federal Older Americans Act funds; Federal Corporation for National Service funds; State Dept. of Aging funds; local donations; and, private funds.

GOALS

1.) Support older adults aged 60 years and older to maintain their independence.
2.) Maximize efficient service delivery through the consolidation of resources.
3.) Promote health and wellness activities for older adults aged 60 years and older.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	310,288	395,720	352,604	453,938
Operating Expenses	214,906	259,223	167,184	288,648
Capital Outlay	101,936	47,000	47,000	45,000
Total	627,130	701,943	566,788	787,586

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Number of congregate meals served	Economic Development	73,138	78,000	78,000
Number of home-delivered meals served	Economic Development	173,048	180,000	180,000
Number of homemaker units	Economic Development	2,830	4,464	5,200
Number of Wellness sessions in total	Economic Development	776	780	820
Number of Wellness session at East Mesa Sage Café	Economic Development	84	120	120

DEPARTMENT: Public Services

SECTION: Recreation

DESCRIPTION

Recreation provides leisure programming for the citizens of Las Cruces to meet social, emotional and physical wellness needs.

MISSION STATEMENT

To enhance the quality of life through the provision of leisure programming, services and facilities to ensure customer satisfaction by meeting social, emotional and physical wellness needs for our customers.

RESOURCES

General Fund and Grants; Gifts and Memorials; Revenue from: classes, programs, participant daily fees

GOALS

1.) Implementation of cutting edge Recreation Programming by evaluating effectiveness of existing programs and services
2.) Update and expand aquatic facilities
3.) Provide outstanding customer service

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,612,677	1,935,340	1,748,977	2,067,438
Operating Expenses	1,288,672	1,455,188	1,166,830	1,469,184
Capital Outlay	46,462	53,000	41,000	9,000
Total	2,947,811	3,443,528	2,956,807	3,545,622

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Achieve 90% Staff training	Economic Development	New Measure	100%	90%
Maintain 90% OSHA and safety compliance	Economic Development	New Measure	100%	90%
10% increase in After School Programs 10% increase in youth fitness & safety classes.	Economic Development	New Measure	10%	10%
10% increase in Adult fitness & safety Classes	Economic Development	New Measure	10%	10%

DEPARTMENT: Public Services

SECTION: Transit

DESCRIPTION

This section handles public transportation functions of the City including fixed-route bus service, ADA paratransit and senior programs transportation (Dial-a-Ride), and RideShare education.

MISSION STATEMENT

To provide safe dependable and convenient transportation services for the citizens of Las Cruces.

RESOURCES

In order: Federal Transit Administration (FTA) funding, gasoline tax, fares and pass sales, general fund, and state funding (for Rideshare)

GOALS

1) Acquire land and begin development of intermodal center
2) Increase fixed-route ridership
3) Implement new service plan
4) Improve training opportunities for employees
5) Operation of safe and efficient public transportation system
6) Continue replacement of aging rolling stock

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	2,080,544	2,406,673	2,238,299	2,526,782
Operating Expenses	1,188,332	1,214,635	661,135	1,283,454
Capital Outlay	0	1,663,987	0	1,673,800
Total	3,268,876	5,285,295	2,899,434	5,484,036

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Increased fixed-route ridership (unlinked trips/year)	Other Public Services	691,649	742,305	750,000
Reduce Senior Denials on D.A.R. (trip denials/year)	Other Public Services	892	972	800
Cost per trip on fixed route ($/trip)	Other Public Services	$2.96	$3.00	$3.00
cost per trip on D.A.R. ($/trip)	Other Public Services	$15.50	$15.75	$16.00
Fare revenue recovery on FR ($/trip)	Other Public Services	$0.28	$0.28	$0.28
Fare revenue recovery on D.A.R. ($/trip)	Other Public Services	$0.79	$0.80	$0.81
Preventable vehicle accidents/FY (revenue and non-rev.)	Other Public Services	11	2	0

DEPARTMENT: Public Services

SECTION: Convention and Visitor's Bureau

DESCRIPTION

The CVB serves as a planning resource for incoming meetings, groups, conventions and sporting events to Las Cruces and offers local and statewide attraction and destination information.

MISSION STATEMENT

To attract meetings, sporting events, leisure and business travelers to Las Cruces in the most economic and efficient manner possible in order to stimulate the local economy.

RESOURCES

Lodgers Tax
State Grant

GOALS

1. Increase number of bookings and leads.
2. Increase number of room nights at local lodging facilities.
3. Generate free media exposure for Las Cruces.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	390,515	461,549	510,343	534,994
Operating Expenses	1,160,438	1,058,874	530,663	993,222
Capital Outlay	56,522	0	0	0
Total	1,607,475	1,520,423	1,041,006	1,528,216

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Number of personal contacts, tradeshow contacts, referrals and sales calls made to meet established quotas for each department.	Economic Development	C-12 Leads C-9 Bookings S-2 Bookings T-1 Booking	C-18 Leads C-16 Bookings S-3 Bookings T-10 Bookings	C-36 Leads C-32 Bookings S-5 Bookings T-20 Bookings
Ensure that the number of room nights occupied per year equate to the occupancy rate identified	Economic Development	69.50%	71.00%	72.00%
Actual free media coverage received ($ amount)	Economic Development	$305,023	$400,000	$400,000

Key: C=Convention; S=Sports; T=Tourism

City of Las Cruces®
PEOPLE HELPING PEOPLE

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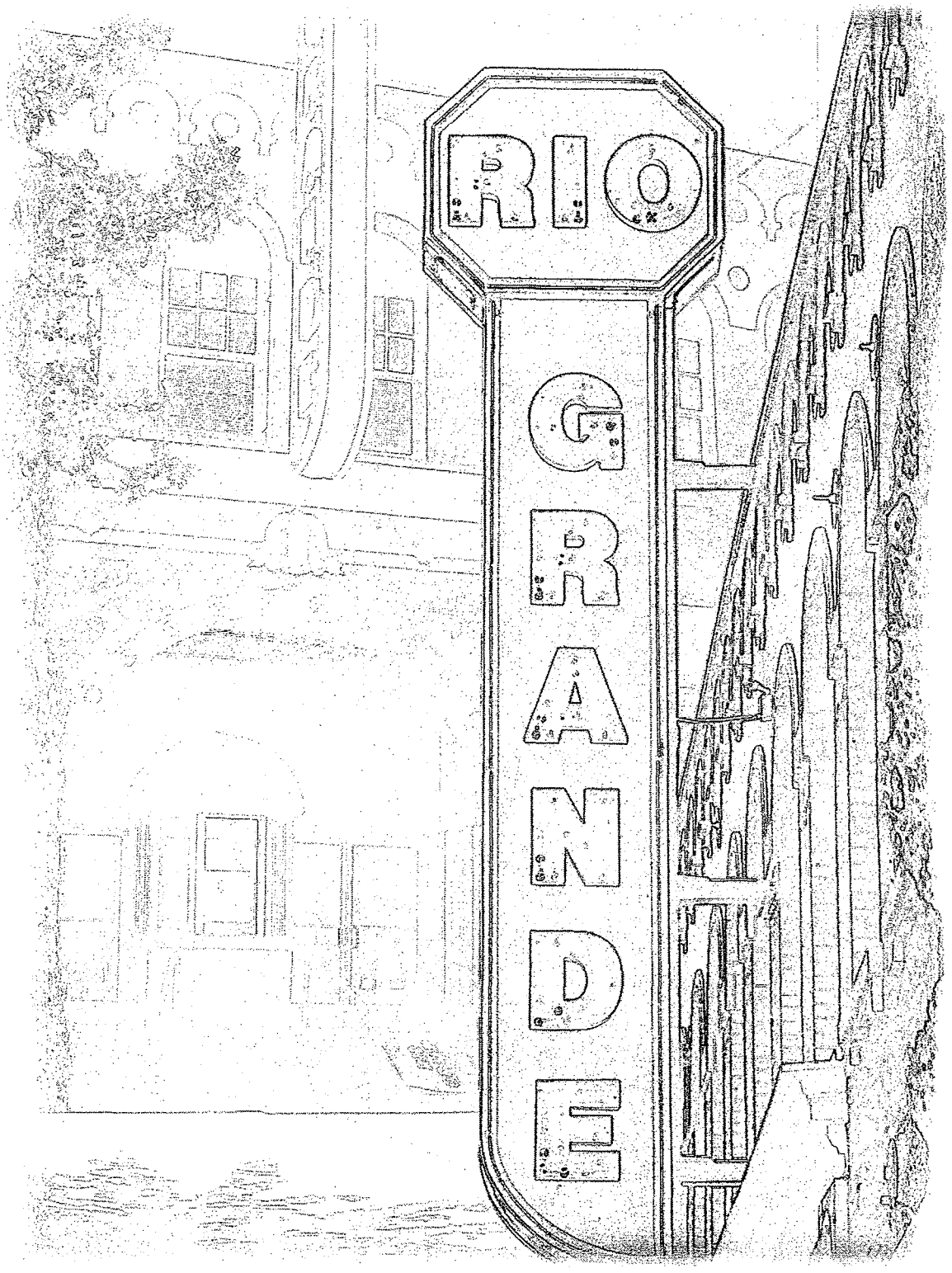
Public Works



City of Las Cruces®
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PUBLIC WORKS DIVISION TOTALS

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	5,987,841	6,451,517	463,676	7.7%
Operating	3,415,285	3,858,774	443,489	13.0%
Capital	627,875	395,095	(232,780)	-37.1%
TOTAL PUBLIC WORKS DIVISION	**10,031,001**	**10,705,386**	**674,385**	**6.7%**

PUBLIC WORKS DIVISION - GENERAL FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	2,165,621	2,427,874	262,253	12.1%
Operating	2,148,691	2,364,899	216,208	10.1%
Capital	387,875	319,495	(68,380)	-17.6%
TOTAL PUBLIC WORKS DIV GENERAL FUND	**4,702,187**	**5,112,268**	**410,081**	**8.7%**

PUBLIC WORKS DIVISION - ENGINEERING FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	2,850,103	3,017,244	167,141	5.9%
Operating	832,240	891,272	59,032	7.1%
Capital	60,000	75,600	15,600	26.0%
TOTAL PUBLIC WORKS DIV ENGR FUND	**3,742,343**	**3,984,116**	**241,773**	**6.5%**

PUBLIC WORKS DIVISION - ST MAINT OPS FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	241,880	250,688	8,808	3.6%
Operating	162,000	267,500	105,500	65.1%
Capital	0	0	0	N/A
TOTAL PUBLIC WORKS DIV ST.Maint.	**403,880**	**518,188**	**114,308**	**28.3%**

PUBLIC WORKS DIVISION - FLOOD CONTROL OPS FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	278,215	281,879	3,664	1.3%
Operating	119,119	175,283	56,164	47.1%
Capital	0	0	0	N/A
TOTAL PUBLIC WORKS DIV FC FUND	**397,334**	**457,162**	**59,828**	**15.1%**

PUBLIC WORKS DIVISION - GAS TAX FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	452,022	473,832	21,810	4.8%
Operating	153,235	159,820	6,585	4.3%
Capital	180,000	0	(180,000)	-100.0%
TOTAL PUBLIC WORKS DIV GAS TAX FUND	**785,257**	**633,652**	**(151,605)**	**-19.3%**

DEPARTMENT: Public Works

SECTION: Streets

DESCRIPTION

Pothole patching and repair. Street sweeping, cleaning and debris removal. Storm drain cleaning and maintenance. Dirt street and alley cleaning, grading, watering, and maintenance. Guard rail repair and maintenance.

MISSION STATEMENT

To provide a safe and efficient transportation environment for vehicular and pedestrian traffic through the repair, maintenance, and operation of the city streets and drainage system.

RESOURCES

Gas Tax (231400);
Street Operation (240400);
Flood Control (240500);
General Fund (101000)

GOALS

1.) Increasing level of service of street systems while reducing exposure to liability
2.) Preventive maintenance for pavement damage.
3.) Preventive maintenance for sidewalk damage to improve the accessibility of the sidewalk/pedestrian systems and to provide accessible routes in compliance with the ADA

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,862,384	2,039,463	1,597,804	2,210,033
Operating Expenses	2,089,466	1,976,896	1,934,657	2,029,880
Capital Outlay	524,156	558,375	642,025	300,000
Total	4,476,006	4,574,734	4,174,486	4,539,913

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Repair of potholes in a timely manner. Number of potholes patched within 24hr of report >= 90%. Average measure of Cities identified in ICMA Municipal Benchmarks is 90%.	Infrastructure	92%	90%	90%
Sidewalk repair completed in a timely manner. Provide response to concrete repair need within 24 hours outlining Adopted action and schedule >=90%	Infrastructure	77.9%	90%	90%

DEPARTMENT: Public Works

SECTION: Traffic

DESCRIPTION

This section manages the traffic operations of vehicular, pedestrian, and bicycle travel throughout the City of Las Cruces.

MISSION STATEMENT

To Provide a Safe an Efficient Transportation environment for vehicular and pedestrian traffic through the installation, maintenance, and operation of traffic signals, street lights, markings, and signing.

RESOURCES

Funding comes from the General Fund.

GOALS

1.) Upgrade Traffic Signal Systems to have the capability to be programmed to handle the variable traffic volumes
2.) Implement Intelligent Transportation Systems to improve traffic safety
3.) Increase the performance of striping applications to increase safety and reduce call-outs

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	264,409	274,363	255,128	287,289
Operating Expenses	74,796	121,878	75,975	177,678
Capital Outlay	16,674	-	-	0
Total	355,879	396,241	331,103	464,967

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Improve response to call-outs to repair routine outages/downed signs completed within 8 hours (ICMA Benchmark = 90%)	Infrastructure	100%	100%	100%
Respond to traffic study request within a given amount of time. (ICMA Benchmark = 4 weeks)	Infrastructure	50%	100%	100%
Maintain major arterials and intersections through routine striping program (ICMA Benchmark = Striping conducted twice/year).	Infrastructure	90%	100%	100%

DEPARTMENT: Public Works

SECTION: Engineering Services

DESCRIPTION

Provides administrative and technical engineering assistance for Public Works activities ranging from plan review; floodplain management; development, management, and maintenance of City codes, design standards and specifications, and technical and engineering services agreements; and, the development and management of special engineering projects.

MISSION STATEMENT

To provide engineering services to the Public Works Department for project development; plan review; floodplain management; development, management, and maintenance of City codes, design standards, and specifications, and technical and engineering service agreements.

RESOURCES

General Fund
1/4% Sales Tax
Street Maintenance Fund
Flood Control Fund
Shared Services Fund

GOALS

1.) Improve plan review process and communications.
2.) Improve the City's Community Rating Status with FEMA.
3.) Implement the NPDES elements of the Clean Water Act.
4.) Complete City Wide Master Drainage Study.
5.) Coordination of the ACOE Watershed Feasibility Study.
6.) Complete Open Space Design Standards.

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	552,644	532,961	379,206	583,988
Operating Expenses	71,179	78,114	34,345	102,464
Capital Outlay	40,593	0	-	56,500
Total	664,416	611,075	413,551	742,952

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Complete Subdivision Plan Review in a timely manner Complete first review within 10 days	Infrastructure	55%	90%	90%
Complete Subdivision Plan Review in a timely manner Face to face meetings with Engineers and Owners after 2nd reviews	Infrastructure	75%	90%	90%
Facilitate FEMA program review and completely provide a reporting system to engage elevation to a class 7 community	Infrastructure	80%	100%	100%

DEPARTMENT: Public Works

SECTION: Project Development

DESCRIPTION

Design of Capital Improvement and Rehabilitation projects that include street paving, street lighting, storm drainage, water, waste water, and gas utilities. Also to provide technical advise to other City departments.

MISSION STATEMENT

To provide cost effective and professional engineering design services to the City of Las Cruces and its surrounding residents.

RESOURCES

Engineering and General Fund.

GOALS

1.) Maintain a balance between staff and service contracts to meet budgeted Capital Improvement Projects to improve the City's Infrastructure
2.) Provide cost effective and professional engineering design services to the City of Las Cruces and its surrounding residents
3.) Provide progress reports and project letting schedule on a monthly basis

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	623,496	761,268	558,623	808,745
Operating Expenses	48,482	70,228	48,499	72,940
Capital Outlay	24,285	0	0	0
Total	696,263	831,496	607,122	881,685

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Total number of projects designed vs. the total number of projects budgeted should be at least 85%	Infrastructure	80%	85%	85%
The cost to design a project (Salary & benefits) in-house verses the construction cost of the project. Average less than 10% per project. Average measure of Cities identified in ICMA Municipal Benchmarks is 9.5%.	Infrastructure	<Avg 9.5%	<Avg 8%	<Avg 8%

DEPARTMENT: Public Works

SECTION: Contract Administration

DESCRIPTION

Interpret contracts/specifications and Inspect Projects to ensure public projects and private subdivisions will be constructed to approved standards. Notify public of project status and impact project will have on businesses, residents, and motorists.

MISSION STATEMENT

Ensure customer satisfaction with high quality construction management and inspections that provide safe, reliable, consistent, and cost-effective infrastructure installations.

RESOURCES

Engineering Fund

GOALS

1.) Total average project management cost within 10% of total adjusted contract cost
2.) Inform public of changes in their services before changes are implemented
3.) Implement "Value Engineering" for all active projects under construction

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,014,591	1,178,167	1,094,071	1,250,557
Operating Expenses	469,639	444,809	542,492	465,097
Capital Outlay	41,821	50,000	60,042	0
Total	1,526,051	1,672,976	1,696,605	1,715,654

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Cumulative project management costs divided by total project costs < 10%. ICMA measure <15%	Infrastructure	3.57%	10.00%	10.00%
Public notices provided to affected stakeholders divided by number of instances of closures. > 90%	Infrastructure	99%	90%	90%

DEPARTMENT: Public Works

SECTION: Land Management

DESCRIPTION

Performs a variety of administrative duties related to City owned properties in order to properly assess boundaries and administer purchase, sale, and lease agreements, and other types of property and land related transactions. Provides administrative assistance for Public Works activities including surveying services and right-of-way.

MISSION STATEMENT

To provide administrative services related to City owned properties in order to properly assess boundaries and administer purchase, sale, and lease agreements, and other types of property and land related transactions. Provides administrative assistance for Public Works activities including surveying and right-of-way.

RESOURCES

General Fund 1/4% Sales Tax Street Maintenance Fund Flood Control Fund Shared Services Fund

GOALS

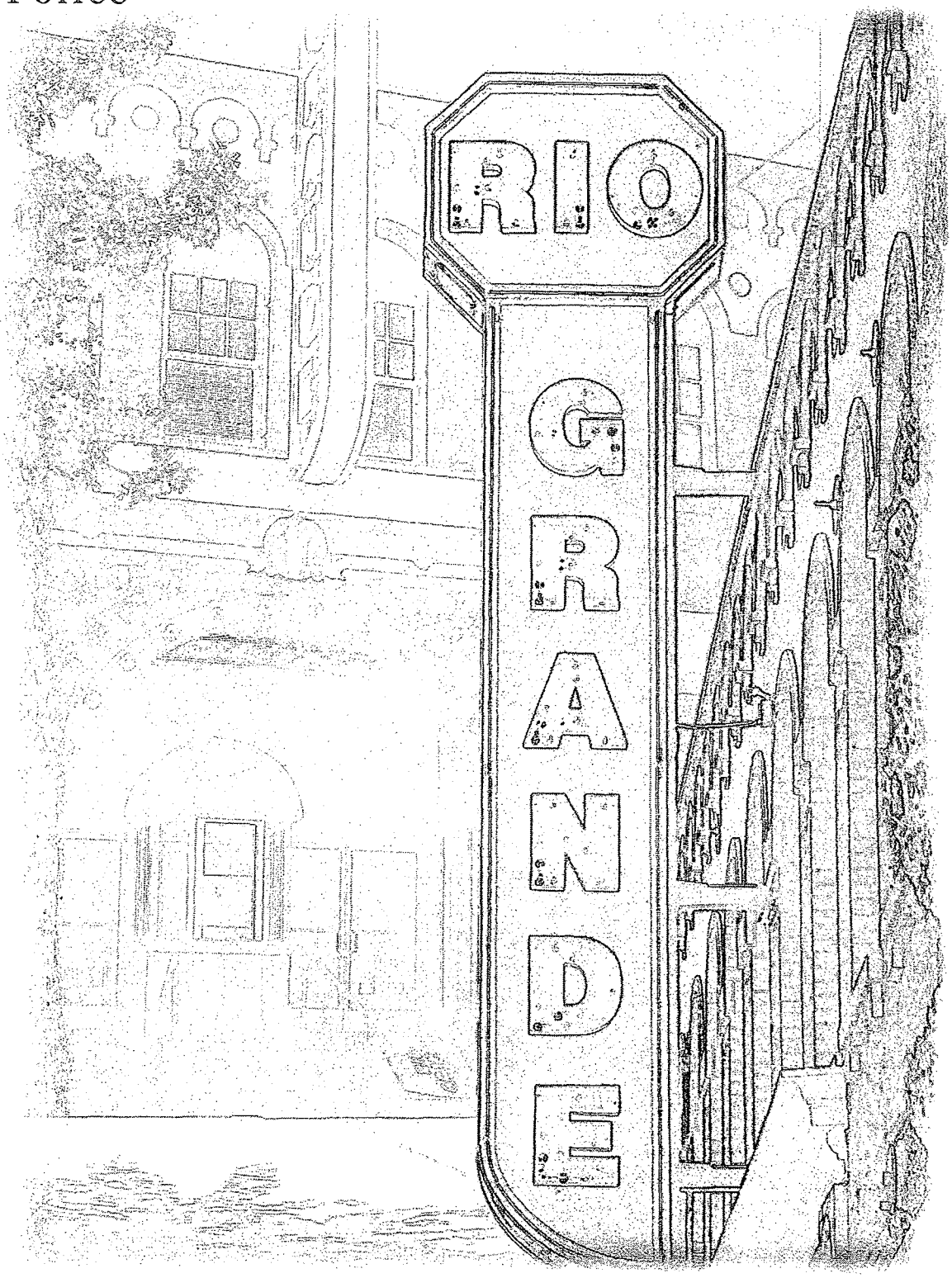
1.) List all Level-1 Properties that are up for disposal on the City web site, incl descriptions, ask price, plats & photos.
2.) Develop monthly Land Management reporting mechanism
3.) Develop Land Management Web Page.
4.) Maintain a balance between staff and Surveying service contracts to meet budgeted projects
5.) Implement improved procedures for land management, sale of city land transactions.
6.) Develop system to update and maintain current the inventory of city owned property.

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	251,596	241,391	253,284	272,989
Operating Expenses	45,765	90,936	58,495	101,840
Capital Outlay	0	6,000	0	18,995
Total	297,361	338,327	311,779	393,824

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Complete Surveying requests within 15 working days. Benchmark 85%.	Infrastructure	75%	85%	85%
Complete Internal requests for right of way/property inquiry information within 2 working days.	Infrastructure	90%	95%	95%
Complete right of way acquisitions in manner sufficient to meet letting/construction schedules.	Infrastructure	75%	85%	85%

Police



City of Las Cruces®
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POLICE DIVISION

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	16,803,946	17,380,236	576,290	3.4%
Operating	2,704,258	2,838,851	134,593	5.0%
Capital	159,268	295,072	135,804	85.3%
TOTAL POLICE DIVISION	**19,667,472**	**20,514,159**	**846,687**	**4.3%**

POLICE DIVISION - GENERAL FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	14,869,487	15,318,693	449,206	3.0%
Operating	2,673,158	2,807,751	134,593	5.0%
Capital	159,268	295,072	135,804	85.3%
TOTAL POLICE GENERAL FUND	**17,701,913**	**18,421,516**	**719,603**	**4.1%**

POLICE - PUBLIC SAFETY GRT FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	1,888,535	2,013,000	124,465	6.6%
Operating	0	0	0	N/A
Capital	0	0	0	N/A
TOTAL POLICE - PUBLIC SAFETY GRT	**1,888,535**	**2,013,000**	**124,465**	**6.6%**

POLICE - KLCB FUND

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	45,924	48,543	2,619	5.7%
Operating	31,100	31,100	0	0.0%
Capital	0	0	0	N/A
TOTAL POLICE KLCB FUND	**77,024**	**79,643**	**2,619**	**3.4%**

DEPARTMENT: Police Department

SECTION: Police Department

DESCRIPTION

Provide proactive and effective law enforcement to the citizens of Las Cruces in order to enhance the quality of life and safety of the community of Las Cruces.

MISSION STATEMENT

The mission of the Las Cruces Police Department is to enhance the quality of life in our city by working in partnership with the community. We will do this by upholding constitutional rights, enforcing the law, preserving the peace, reducing fear and providing a safe environment.

RESOURCES

The funding for this department comes from the General Fund, which primarily receives its funding from Gross Receipts Taxes.

GOALS

1. Reduce crime (violent/non-violent)
2. Maintain Crime Clearance rate above the national average
3. Attract & Retain quality employees
4. Reduce response times for all calls
5. Reduce Crashes and Fatalities
6. Increase Community Services
7. Reduce Follow-up time on calls (Codes)
8. PIO, help increase public awareness of safety issues

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	15,730,046	14,414,837	13,678,755	15,318,693
Operating Expenses	3,662,766	2,673,158	2,950,549	2,807,751
Capital Outlay	826,078	159,268	125,680	295,072
Total	20,218,890	17,247,263	16,754,984	18,421,516

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Maintain total crime, crashes, and fatalities at or below National average	Public Safety	N/A	+/- 1%	+/- 1%
Percentage of officers that we have retained 2 years after successful completion of probation	Public Safety	100%	90%	90%
Reduce response time from 20-30 minutes to 10-15 minutes (Codes)	Public Safety	15-20	10-15	10-15
Reduce follow-up calls from 30 days to 10-15 days (Codes)	Public Safety	15-20	10-15	10-15
Number of total personnel per thousand (Commissioned and Civilian)	Public Safety	3.07	3.01	2.8
Percentage of cleared cases, and cases presented to the District Attorney's office	Public Safety	66%	75%	78%
In Service Training hours of 20 hours per officer per year, tracking of data thru the Academy	Public Safety	96%	85-90%	85-90%
Number of Citations issued (Total)	Public Safety	33,067	33,000	34,000

DEPARTMENT: Police Department

SECTION: Codes Enforcement / Keep Las Cruces Beautiful

DESCRIPTION

KLCB encourages personal responsibility through volunteer community services. Annual and on-going programs include weed eradication, graffiti abatement, litter prevention and education.

MISSION STATEMENT

KLCB is committed to improving the quality of life in Las Cruces through its educational and community service programs.

RESOURCES

1) Clean and Beautiful Grant - State of New Mexico Dept. of Tourism. 2) General Fund

GOALS

1. Prevent, control and reduce litter and graffiti within our community.
2. Raise awareness and education for beautification of the city.
3. Eradicate the weed nuisance in our community.
4. Educate on the effects of litter and graffiti.

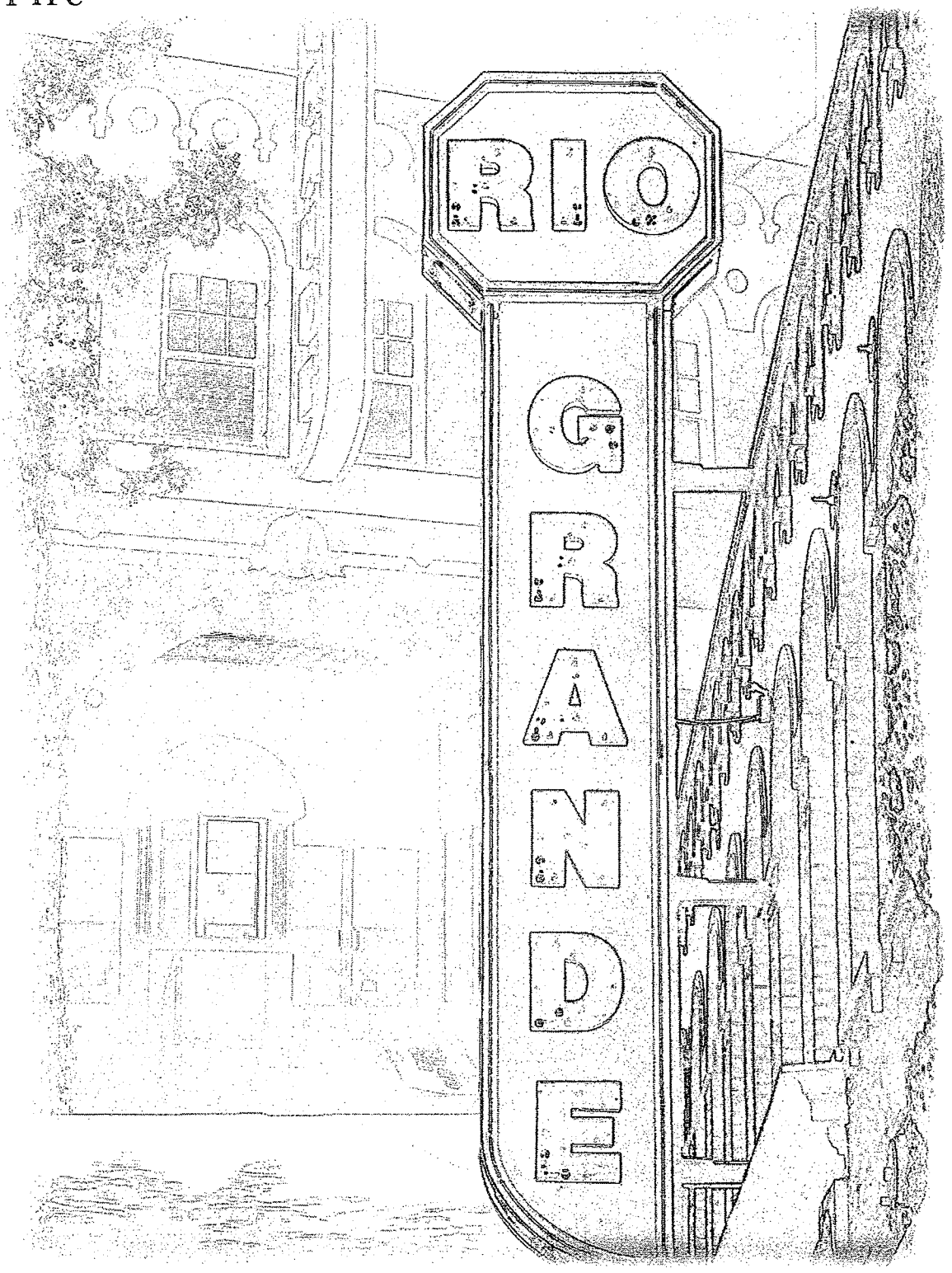
SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	9,536	45,924	15,827	48,367
Operating Expenses	25,494	31,100	17,939	31,100
Capital Outlay	22,414	0	0	0
Total	57,444	77,024	33,766	79,467

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Number of volunteers that participate in City-wide and organizational litter clean ups per year.	Public Safety	400	800	800
Number of educational programs conducted	Public Safety	8	16	16
Number of Beautification Projects	Public Safety	4	8	8
Number of Clean-up Events	Public Safety	60	120	120

Fire



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FIRE DIVISION SUMMARY

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	8,663,009	9,175,761	512,752	5.9%
Operating	1,371,893	1,197,545	(174,348)	-12.7%
Capital	183,134	114,192	(68,942)	-37.6%
TOTAL FIRE DIVISION - ALL FUNDS	**10,218,036**	**10,487,498**	**269,462**	**2.6%**

FIRE DIVISION - GENERAL FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	7,231,870	7,566,114	334,244	4.6%
Operating	892,091	892,107	16	0.0%
Capital	12,270	25,000	12,730	103.7%
TOTAL FIRE DIVISION GENERAL FUND	**8,136,231**	**8,483,221**	**346,990**	**4.3%**

FIRE DIVISION - PERMIT FUND

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	212,630	311,563	98,933	46.5%
Operating	160	5,160	5,000	3125.0%
Capital	0	0	0	N/A
TOTAL FIRE DIVISION PERMIT FUND	**212,790**	**316,723**	**103,933**	**48.8%**

FIRE DIVISION- GRANT FUNDS

	Adjusted FY 07	Adopted FY 08	Change $	Change %
Salary & Benefit Costs	1,218,509	1,298,084	79,575	6.5%
Operating	479,642	300,278	(179,364)	-37.4%
Capital	170,864	89,192	(81,672)	-47.8%
TOTAL FIRE DIVISION GRANT FUNDS	**1,869,015**	**1,687,554**	**(181,461)**	**-9.7%**

DEPARTMENT: Fire and Emergency Services

SECTION: Administration & Support; Emergency Services; Prevention Services

DESCRIPTION

The Fire Department provides response to medical emergencies, fires, technical rescues, hazardous materials incidents, aircraft incidents, and public and police assistance calls, as well as safety education, building plan review, existing building inspections, and arson investigation.

MISSION STATEMENT

The Las Cruces Fire Department is committed to safely providing customer service, fire protection, and education while maintaining the highest regard for our community and department. We are committed to: Honesty, Continually Striving to Improve our Service, High Performance, Openness & Teamwork, Respect for Diversity, and Forward Thinking.

RESOURCES

General Fund, Fire Fund, Emergency Medical Services Fund, Permit Services Fund, General Government Equipment Replacement Fund

GOALS

1) Respond to all emergency incidents per national standards
2) Respond to emergency medical services (EMS) incidents per state requirements for Intermediate level of service
3) Staffing per capita for Fire and EMS protection
4) Reduce the risk of fire loss by identifying and correcting fire hazards through building inspections
5) Provide life and safety information, education and training to the citizens of Las Cruces and Fire Department personnel to reduce the risk of injury and property loss

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	7,532,211	7,197,166	6,933,869	7,573,614
Operating Expenses	1,143,090	900,621	842,461	878,464
Capital Outlay	0	12,270	18,405	31,143
Total	8,675,301	8,110,057	7,794,735	8,483,221

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
1) a. Response to 90% of all fire incidents within 5 minutes by the initial arriving company, or within 9 minutes by the full first alarm assignment. b. Response to 90% of all EMS incidents with basic life support capabilities within 5 minutes by the initial arriving company.	Public Safety	a. Fire 5 mins. - 71% 9 mins. - 79% b. EMS 5 mins. - 74%	a. Fire 5 mins. - 70% 9 mins. - 83% b. EMS 5 mins. - 68%	a. Fire 5 mins. - 90% 9 mins. - 90% b. EMS 5 mins. - 90%
2) Response to 80% of all EMT-Intermediate EMS incidents with EMT-Intermediate level personnel.	Public Safety	82%	83%	80%
3) Staffing per capita for Fire and EMS protection.	Public Safety	1.26 per 1,000 113 uniformed personnel	1.25 per 1,000 118 uniformed personnel	1.34 per 1,000 125 uniformed personnel
4) Reduce the risk of fire loss by identifying and correcting fire hazards through building inspections.	Public Safety	2,524 Inspections conducted	2,094 Inspections conducted	2,400 Inspections
5) Number of citizens who receive safety education and/or presentations: a. Presentations delivered to the community b. Classes delivered to department personnel	Public Safety	a. 213 presentations b.14 Classes	a. 220 presentations b.15 Classes	a. 200 presentations b.18 Classes

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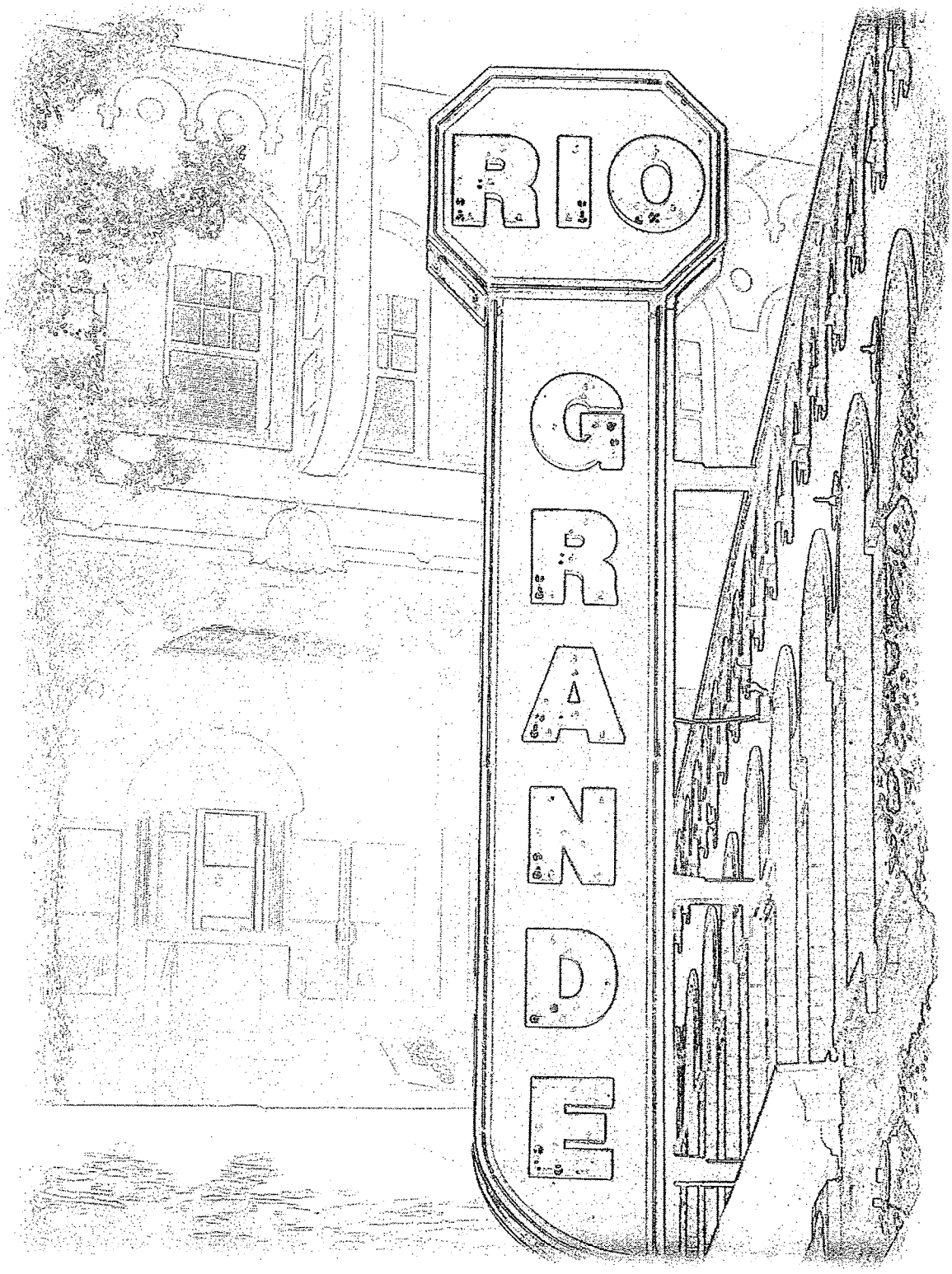
Utilities



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UTILITIES DIVISION - OPERATING & EQP REPLC FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	13,945,648	15,749,364	1,803,716	12.9%
Operating	23,025,991	24,298,177	1,272,186	5.5%
Capital	3,336,200	1,756,354	(1,579,846)	-47.4%
TOTAL UTILITIES DIV OP & EQP REPLC	**40,307,839**	**41,803,895**	**1,496,056**	**3.7%**

*Does not include depreciation.

SHARED SERVICES OPERATING & EQP REPLC FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
		4434052		
Salary & Benefit Costs	4,007,898	4,434,052	426,154	10.6%
Operating	2,394,418	2,683,654	289,236	12.1%
Capital	211,500	417,300	205,800	97.3%
TOTAL SHARED SERVICES	**6,613,816**	**7,535,006**	**921,190**	**13.9%**

*Does not include depreciation.

GAS OPERATING & EQP REPLC FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	3,266,184	3,635,828	369,644	11.3%
Operating	2,581,864	2,786,719	204,855	7.9%
Capital	563,048	165,000	(398,048)	-70.7%
TOTAL GAS	**6,411,096**	**6,587,547**	**176,451**	**2.8%**

*Does not include depreciation.

WATER OPERATING AND EQP REPLC FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	2,056,003	2,334,230	278,227	13.5%
Operating	7,459,740	7,073,810	(385,930)	-5.2%
Capital	87,500	1,890	(85,610)	-97.8%
TOTAL WATER	**9,603,243**	**9,409,930**	**(193,313)**	**-2.0%**

*Does not include depreciation.

WASTEWATER OPERATING & EQP REPLC FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	2,215,686	2,550,280	334,594	15.1%
Operating	5,257,896	5,248,159	(9,737)	-0.2%
Capital	118,500	373,410	254,910	215.1%
TOTAL WASTEWATER	**7,592,082**	**8,171,849**	**579,767**	**7.6%**

*Does not include depreciation.

SOLID WASTE OPERATING & EQP REPLC FUNDS

	Adjusted FY 07	Adopted FY 08	$ Change	% Change
Salary & Benefit Costs	2,399,877	2,794,974	395,097	16.5%
Operating	5,332,073	6,505,835	1,173,762	22.0%
Capital	2,355,652	798,754	(1,556,898)	-66.1%
TOTAL SOLID WASTE	**10,087,602**	**10,099,563**	**11,961**	**0.1%**

*Does not include depreciation.

DEPARTMENT: Joint Utilities

SECTION: Administration & Technical Support

DESCRIPTION

This section implements and coordinates the Strategic Plan. Section also provides overall utility management, technical support which includes plan and permit review, Scada, and direct contact with Council, Committees, and Boards.

MISSION STATEMENT

To Provide sustainable, quality, and cost-effective utility services to the citizens of Las Cruces.

RESOURCES

Funding for this Section comes from the Gas, Water, Wastewater, and Solid Waste Funds.

GOALS

1.) Begin implementation of the Griggs/Walnut Groundwater Remediation
2.) Begin implementation of recommendations outlined in the Utility Governance Report and develope an organizational anaylsis of utility service.
3.) Evaluate the impact of payments in lieu of franchise taxes (PILT) associated with cost of gas. Develop alternatives.
4.) Complete update of water and wastewater Utility Master Plans
5.) Improve plan review and permit review process

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	675,347	781,010	781,010	843,765
Operating Expenses	356,694	671,536	650,496	794,126
Capital Outlay	0	0	0	0
Transfers				
Total	1,032,041.00	1,452,546.00	1,431,506.00	1,637,891.00

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Responsiveness to plan and permit review	Infrastructure	99%	99%	99%
Completion of Water and Wastewater Master Plans	Infrastructure	In Progress	25%	100%

DEPARTMENT: Joint Utilities

SECTION: Regulatory and Environmental

DESCRIPTION

A technical section which supports City utility services in six areas: Regulatory Compliance, Pollution Prevention, Drinking Water Protection, Environmental Programs and Projects (includes the Joint Superfund Project), Laboratory Services and QA/QC/Data Manangement.

MISSION STATEMENT

Provide regulatory and environmental services to enable the City to operate its utilities in a manner that is legally compliant, scientfically sound, environmentally friendly, and cost-effective.

RESOURCES

Resources for this Section come from Gas, Water, Wastewater, and Solid Waste Funds.

GOALS

1.) Implement the formation of the section, upgrade of lab positions, and develop project teams and work plans
2.) Provide support needed for Utility operations to remain in compliance with regulations without enforcement actions
3.) Collaborate with EPA to complete the Superfund RI/FS, lead the modeling effort, and conduct supplemental monitoring
4.) Take over management of CLC Landfill monitoring
5.) Vunerability assesment of wastewater utlity (POTW system)

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	418,294	723,170	602,882	827,364
Operating Expenses	111,159	277,960	218,664	262,100
Capital Outlay	0	0	0	0
Transfers				
Total	529,453	1,001,130	821,546	1,089,464

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Successful compliance with all regulatory requirements	Other Utility Support	100%	100%	100%
Appropriate use of Utilities regulatory authority	Other Utility Support	100%	100%	95%
Respond to inquiries by the public and media	Other Utility Support	100%	100%	100%
Effective management of environmental projects: e.g. collaboration w/EPA to complete RI/FS	Other Utility Support	100	100%	95%
Successful completion of feasibility study for oil & grease disposal at JHWWTP	Other Utility Support	Not Started	In Progess	100%
Sucessful completion of wastewater vunerability assessment	Other Utility Support	new	new	70%

DEPARTMENT: Joint Utilities

SECTION: Administrative Services

DESCRIPTION

Provide auxiliary and financial support for the operating utilities.

MISSION STATEMENT

Provide customers reliable, safe, and cost effective service through rates, financial management, meter reading, meter shop, dispatch, field services, and new connections.

RESOURCES

Funding for this Section comes from the Operating Utilities.

GOALS

1.) Provide our customers expedient, transparent, and quality ancillary services by keeping performance measures at or below our target goal

2.) Security of building as recommended in vulnerability assessment study

3.) Review funding sources for utility infrastructure alternatives

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,977,942	2,524,368	2,233,350	2,827,386
Operating Expenses	794,660	1,436,784	1,308,900	1,513,678
Capital Outlay	0	0	0	0
Transfers				
Total	2,772,602	3,961,152	3,542,250	4,341,064

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Metering Operating Cost Per Customer	Other Utility Support	$0.57	$0.57	$0.59
New Field Activation Response Time (Days)	Other Utility Support	1-2	1-2	1-2
Meter Reading Complaints	Other Utility Support	<1%	<1%	<1%

DEPARTMENT: Joint Utilities

SECTION: Gas

DESCRIPTION

Operates the CLC and RGNGA natural gas distributions systems.

MISSION STATEMENT

The Natural Gas Section strives to provide a safe, reliable, cost-effective supply of natural gas to the Citizens of Las Cruces and Dona Ana County.

RESOURCES

Funding comes from rates.

GOALS

1.) Provide our customers a safe, reliable, cost effective supply of natural gas by keeping performance measures at or below our target goal
2.) Have Locating and Mapping sub-section fully developed and operational
3.) Keep installation time for new gas service lines a 7 to 10 working days

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,616,394	3,266,184	3,253,500	3,635,828
Operating Expenses	4,287,070	4,644,788	4,531,100	4,715,019
Capital Outlay	0	0	0	0
Transfers	771,916	151,060	152,060	191,060
Total	6,675,380	8,062,032	7,936,660	8,541,907

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
O&M Cost per dekatherm	Other Utility Support	$1.67	$2.17	$2.08
Applicable customer complaints	Other Utility Support	<1%	<1%	<1%
Compliance with Title 49, CFR, Part 192	Other Utility Support	100%	100%	100%
NMSA 1978, Chapter 16-14 conformity/effectivness	Other Utility Support	98.94%	99%	99%

DEPARTMENT: Joint Utilities

SECTION: Water

DESCRIPTION

Meet the City's demand of safe clean water.

MISSION STATEMENT

To provide a reliable supply of clean water that meets or exceeds Safe Drinking Water Act Standards.

RESOURCES

Funding for this section comes from rates, grants, and loans.

GOALS

1.) Provide City Water customers with quality water service that meets or exceeds State and Federal drinking water requirements
2.) Strengthen security measures of water infrastructure in compliance with Federal Bio-Terrorism Act
3.) Continue proactive maintenance of water production and distribution system to meet current and future water demands
4.) Implementation of Phase I of the City Water Conservation Program

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,712,116	1,931,140	2,021,100	2,184,252
Operating Expenses	7,717,459	8,529,265	8,375,376	8,217,209
Capital Outlay	0	0	0	0
Transfers	199,509	88,235	88,235	88,235
Total	9,629,084	10,548,640	10,484,711	10,489,696

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
O & M Cost per 1,000 gallons produced.	Other Utility Support	$1.04	$1.21	$1.10
Water Conservation Phase I (which includes 4 tasks)	Other Utility Support	100%	100%	100%
Applicable customer complaints	Other Utility Support	<3%	<3%	<3%
Compliance with Federal Terrorism Act	Other Utility Support	100%	100%	100%
Rehabilitation of the Missouri Booster Station	Other Utility Support	100%	100%	NA

DEPARTMENT: Joint Utilities

SECTION: Wastewater

DESCRIPTION

Collect and treat the City's wastewater to meet or exceed EPA and NMED Wastewater Discharge Standards.

MISSION STATEMENT

To provide a reliable collection and treatment of wastewater that meets or exceeds Clean Water Act standards.

RESOURCES

Funding for this section comes from rates, grants, and loans.

GOALS

1.) Provide city wastewater customers with quality wastewater service that meets or exceeds State and Federal regulatory requirements for discharge to the Rio Grande River
2.) Continued proactive maintenance of wastewater infrastructure to meet current and future wastewater treatment demands
3.) Implementation of Phase I of East Mesa Water Reclamation Facility
4.) Expand compost operation to meet future treatment plant sludge disposal needs

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	1,723,467	1,906,264	1,937,450	2,185,922
Operating Expenses	6,099,928	6,366,175	6,232,274	6,389,959
Capital Outlay	0	0	0	0
Transfers	144,350	50,420	50,420	50,420
Total	7,967,745	8,322,859	8,220,144	8,626,301

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
O & M Cost per 1,000 gallons treated	Other Utility Support	$1.82	$1.99	$1.96
Applicable customer complaints	Other Utility Support	<3%	<3%	<3%
EPA/NMED Compliance	Other Utility Support	100%	100%	100%
Completion of all State and Federal permit applications for East Mesa Reclamation Facility	Other Utility Support	100%	100%	100%
Purchase and install belt press to reduce sludge dewatering time	Other Utility Support	100%	NA	NA

DEPARTMENT: Joint Utilities

SECTION: Solid Waste

DESCRIPTION

To Provide Las Cruces citizens with Sanitation Services.

MISSION STATEMENT

Provide safe economical environmentally sound and aesthetically acceptable solid waste management while meeting regulatory requirements as set by state and federal governments.

RESOURCES

Funding for this Section comes from Solid Waste rates.

GOALS

1.) Provide safe, economical, environmentally sound and aesthetically acceptable Solid Waste management while meeting regulatory requirements and current growth
2.) Investigate cost effective recycling opportunities to reduce landfill usage and continue renovations at the Recycling Center
3.) Continue "clean fill" landfill operation to move toward the closure of the landfill in approximately 2 to 4 years

SUMMARY BUDGET

Operating Budget Categories	Actual Expended 2005/06	Adjusted Budget 2006/07	Projected Actual 2006/07	Adopted Budget 2007/08
Personnel Services	2,177,225	2,399,877	2,466,900	2,794,974
Operating Expenses	5,317,112	5,398,661	5,199,456	6,572,535
Capital Outlay	0	0	0	0
Transfers	1,325,379	707,601	737,150	630,622
Total	8,819,716	8,506,139	8,403,506	9,998,131

ACTIVITY/PERFORMANCE MEASURES

Activity/ Performance Measure	Strategic Area	2006 Achieved	2007 Expected	2008 Adopted
Total Operating Cost per ton	Other Utility Support	$79.55	$85.39	$94.63
% of tons diverted from Landfill	Other Utility Support	11%	10%	10%
Applicable customer complaints	Other Utility Support	1%	3%	3%
EPA/NMED compliance	Other Utility Support	100%	100%	100%

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Fund Summaries

City of Las Cruces®
NEW MEXICO

Fund Summaries

The Fiscal Year 2007/08 budget is presented in the form of fund summaries. These summaries provide the following information for each fund:

- Beginning balance
- Revenues
- Expenditures
- Ending balance

This information is provided for FY 2005/06, FY 2006/07, and FY 2007/08. In this way, one can determine changes in the various budgets from year to year.

The City's FY 2007/08 funds are categorized in accordance with Generally Accepted Accounting Principles as follows:

Governmental Funds

General Funds
Special Revenue Funds
Capital Project Funds
Debt Service Funds
Special Assessment Fund

Proprietary Funds

Joint Utilities Funds
Enterprise Funds
Internal Service Funds

Fiduciary Funds

Trust and Agency Funds
Joint Powers Agreement Funds

To determine which funds are in each specific group, please refer to the Table of Contents.

In this section, we provide several summaries that give the reader an idea of the overall size of the budget. These overall summaries include:

- Summary of the Fund Summaries
- Schedule of Transfers
- Property Tax Levy

All Funds Summary
Fiscal Year 2007/2008 Adopted Budget

Fund Name	Page Number	Fund Number	Unaudited Beg Balance	Total Revenues	*Total Expenditures	**Transfers In	**Transfers Out	Ending Balance
General Fund		1000	18,699,394	35,120,117	65,694,056	41,762,680	(11,147,428)	18,740,707
Engineering Services Fund		1005	521,661	0	3,984,116	3,781,823	0	319,368
Las Cruces International Airport Fund		1010	52,177	183,371	484,472	270,000	(21,055)	21
Permit Services Fund		1015	2,043,741	2,064,150	1,878,119	0	(1,055,696)	1,174,076
Enterprise Software Fund		1020	776,938	18,000	555,000	0	0	239,938
City Council OEM		1101	25,000	0	0	25,000	0	50,000
City Hall Furnishing		1102	50,000	0	0	50,000	0	100,000
Vehicle Acquisition Fund		1200	1,785,708	75,000	1,442,000	2,000,000	(607,395)	1,811,313
Gross Receipts Tax Fund		1500	6,592,043	45,800,000	0	0	(45,300,000)	7,092,043
HUD Community Development Fund		2000	36,139	3,632,204	3,582,565	0	0	85,778
HUD Special Projects Fund		2010	0	289,375	289,375	0	0	0
M. P. O. Urban Transportation Fund		2090	104,738	198,086	312,536	125,000	0	115,288
Recreation Fund		2130	27,687	35,000	43,998	0	0	18,689
State Library Resources Grant		2140	148	214,807	115,592	0	0	99,363
Older Americans Act		2171	108,636	730,375	1,920,045	1,195,259	(71,752)	42,473
Cash In Lieu of Commodities		2172	5,360	114,811	119,501	0	0	670
Retired Senior Volunteer Program (RSVP)		2173	13,346	74,916	164,211	75,949	0	0
Home Care Title XX		2174	91,623	101,939	130,846	19,602	0	82,318
Senior Employment Programs		2175	1,708	13,062	14,770	0	0	0
Fire Fund		2300	3,000	398,970	389,470	0	0	12,500
Emergency Medical Services Fund		2303	0	20,500	20,000	0	0	500
Police Fund		2400	0	4,205	4,205	0	0	0
Police Protection Fund		2401	20,171	128,665	127,200	0	0	21,636
Court Awarded Funds		2402	472,870	30,000	100,000	0	0	402,870
Victims Assistance Fund		2405	0	30,000	30,000	0	0	0
Keep Las Cruces Beautiful		2410	25,854	28,336	79,643	25,453	0	0
Juvenile Programs		2412	18,173	136,910	228,183	73,100	0	0
Mesilla Valley Safety Council CDWI		2420	0	21,000	21,000	0	0	0
DWI Prevention Fund		2421	23	53,000	53,000	0	0	23
STEP		2422	1,099	7,000	7,000	0	0	1,099
Traffic Safety Education Fund		2423	66,118	45,800	49,200	0	0	62,718
Traffic Safety Bureau Enforcement Grant		2424	15,838	22,767	22,767	0	0	15,838

*Expenditures do not include non-cash transactions.

****Transfers out** are shown in parentheses; **transfers in** are shown as positive numbers.

Note: All ending balances on this page are available for appropriation.

All Funds Summary
Fiscal Year 2007/2008 Adopted Budget

Fund Name	Page Number	Fund Number	Unaudited Beg Balance	Total Revenues	*Total Expenditures	**Transfers In	**Transfers Out	Ending Balance
Prisoner Care Fund		2440	254,308	311,000	1,900,000	1,650,000	0	315,308
Department of Justice Programs		2470	174,000	1,474,360	1,648,360	0	0	0
Vehicle Forfeiture Fund		2472	63,721	65,000	65,000	0	0	63,721
Judicial Education Fee Fund		2490	137	28,000	28,000	0	0	137
Court Automation Fund		2491	299,390	148,500	294,785	0	0	153,105
State Equipment Grants Fund		2500	0	187,953	187,953	0	0	0
Street Maintenance Operations Fund		2600	165,214	0	518,188	352,974	0	0
Flood Control Operations Fund		2650	(121,271)	0	457,162	578,433	0	0
Health Services Fund		2700	216,749	15,000	204,755	0	0	26,994
Telshor Facility Fund		2705	25,843,011	750,000	3,850,000	0	0	22,743,011
Convention & Visitor's Bureau Fund		2710	1,944,255	74,000	1,640,872	1,336,291	(16,500)	1,697,174
Downtown Revitalization Fund		2715	417,188	0	56,241	0	0	360,947
Special Assessment Northrise Morningstar		2750	32,598	0	0	0	0	32,598
State Operating Grants		2760	(15,000)	15,000	0	0	0	0
Valley View Heske Garden		2770	250,000	0	27,500	0	0	222,500
Environmental Gross Receipts Fund		2800	158,339	2,560,000	945,000	0	(1,773,330)	9
Public Safety Gross Receipts Tax		2805	522,691	3,300,000	3,300,000	0	0	522,691
Gas Tax Fund		2810	161,266	1,440,000	633,652		(847,500)	120,114
Lodger's Tax Fund		2820	1,340,753	1,545,189	56,598	0	(1,374,471)	1,454,873
Convention Center Fee		2825	0	1,500,000	0	0	(1,500,000)	0
1999 Municipal GRT Bonds Series A		3230	124,409	5,000	1,621,545	1,655,310	0	163,174
1999 Municipal GRT Bonds Series B		3235	76,656	5,000	685,215	676,928	0	73,369
2000 Municipal Gas Tax Bonds Series A		3240	169,174	170,000	522,568	343,441	0	160,047
2000 Series A Debt Service Reserve		3241	513,059	20,000	0	0	(17,941)	515,118
Sales Tax 2003 Refunding Bond		3250	180,489	6,000	1,366,860	1,400,000	0	219,629
2004 EGRT SCSWA Bond Fund		3260	223,291	897,772	842,516	13,000	0	291,547
2004 EGRT SCSWA Reserve		3261	799,489	12,000	0	0	(13,000)	798,489
Sales Tax 2005 Refunding Bond Series B		3270	224,347	7,500	2,512,780	2,500,000	0	219,067
NMFA Equipment Loans Debt Service		3612	298,729	0	420,276	343,095	0	221,548
NMFA Street Loans Debt Service		3613	986,938	0	1,916,468	1,916,566	0	987,036
Convention Center Debt Service		3614	0	0	1,500,000	1,500,000	0	0

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All Funds Summary
Fiscal Year 2007/2008 Adopted Budget

Fund Name	Page Number	Fund Number	Unaudited Beg Balance	Total Revenues	*Total Expenditures	**Transfers In	**Transfers Out	Ending Balance
General Fund Facilities Rehab Fund		4001	1,774,203	25,000	1,000,000	650,000	0	1,449,203
Facilities Federal Grants Fund		4011	0	162,247	162,247	0	0	0
State Grant Facility Improvements Fund		4012	45,464	25,161,839	25,207,303	0	0	0
Sales Tax 03 Parks & Facilities Bond Projects		4021	827,913	7,117	835,030	0	0	0
Sales Tax 2005 City Hall Bond Project Fund		4022	23,061,490	350,000	23,000,000	0	0	411,490
Sales Tax 2005 Public Improvement Bond Project Fund		4023	9,212,153	170,000	7,273,254	0	(1,400,000)	708,899
Public Park Development Fund		4106	2,353,469	1,195,938	2,393,282	0	0	1,156,125
Valley View Heske Garden Improvements		4110	260,000	0	260,000	0	0	0
State Grant Park/Land Improvement Fund		4112	0	1,057,876	1,057,876	0	0	0
Sales Tax Street Maintenance Fund		4202	1,473,597	9,627,000	6,708,000	20,000	(4,330,771)	81,826
Improvement District 1991		4208	83,703	4,900	0		(20,000)	68,603
State Grant Street Improvement Fund		4212	19,465	4,020,945	4,010,732	0	0	29,678
NMFA Street Projects		4213	8,574,891	3,210,000	11,470,005	0	0	314,886
Streets Sales Tax 99 Bond Projects Fund		4221	25,230	250	25,480	0	0	0
Sales Tax 03 Street Lighting Bond Project		4223	838,000	30,000	850,000	0	0	18,000
Airport Improvement Fund		4300	1,235,585	1,942,772	3,045,779	159,103	0	291,681
Flood Control Fund		4400	1,838,671	2,956,217	2,932,000	0	(1,774,172)	88,716
West Mesa Industrial Park Fund		4504	148,183	41,500	153,869	0	0	35,814
NMFA Loans Equipment Acquistion Fund		4613	24,000	0	0	0	0	24,000
Shared Services Fund		5100	0	38,600	7,117,707	8,411,807	(1,332,700)	0
Shared Services SCADA Capital Fund		5150	13,279	400	36,000	36,000	0	13,679
Share Services Equipment Reserve Fund		5160	119,419	3,500	381,300	567,400	0	309,019
Gas Operations Fund		5200	2,519,113	33,666,447	29,022,397	0	(4,868,143)	2,295,020
Gas Capital Improvements Fund		5250	4,502,792	71,708	4,488,261	850,000	0	936,239
Gas Equipment Reserve Fund		5260	741,971	20,000	165,000	628,000	0	1,224,971
Water Fund		5300	1,329,528	11,883,204	10,108,040	2,397,208	(4,784,450)	717,450
Water Development Fund		5301	6,275,368	4,142,514	9,649,607	0	(113,800)	654,475
Water Contingency Fund		5305	0	0	0	1,000,000	0	1,000,000
Water Rights Acquisition Fund		5320	2,109,599	1,127,252	960,000	91,249	(1,078,700)	1,289,400
Water Management/Adjudication Fund		5321	4,486	295,514	300,000	0	0	0
Water Capital Improvements Fund		5350	1,238,751	35,200	2,638,274	1,367,000	0	2,677

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All Funds Summary
Fiscal Year 2007/2008 Adopted Budget

Fund Name	Page Number	Fund Number	Unaudited Beg Balance	Total Revenues	*Total Expenditures	**Transfers In	**Transfers Out	Ending Balance
Water Equipment Reserve		5360	733,063	16,900	1,890	240,950	0	989,023
Water 1997 Bond Projects Fund		5370	168,675	0	166,526	0	0	2,149
Water Well Projects (DFA Grant) Fund		5373	0	450,000	450,000	0	0	0
Water Series 2005A Bond Project Fund		5374	6,942,448	135,576	7,077,578	0	0	446
Water Series 2006 Bond Project Fund		5375	3,332,215	41,150	3,352,553	0	0	20,812
Water EPA Grant Project Fund		5376	0	955,600	955,600	0	0	0
NMFA Loans Water Projects Fund		5377	177,500	1,932,188	2,109,688	0	0	0
Water 1997 Bond Debt Services Fund		5380	31,782	24,000	450	0	0	55,332
Wastewater Fund		5400	1,701,646	10,126,328	8,498,439	0	(2,581,806)	747,729
Wastewater Development Fund		5401	7,992,457	2,950,228	10,538,317	0	(81,150)	323,218
Water Reclamation Fund		5420	789,989	0	1,068,687	337,727	0	59,029
Wastewater Capital Improvements Fund		5450	1,668,930	12,370	2,370,859	1,000,000	0	310,441
Wastewater Equipment Reserve		5460	1,110,312	20,900	373,410	543,410	0	1,301,212
1997A Bond Fund - Wastewater Projects		5470	231,962	3,454	231,998	0	0	3,418
Wastewater EPA Grant Water Reclamation Project Fund		5472	0	1,494,437	1,494,437	0	0	0
Wastewater Rebuilding Manhole NMFA Loan		5474	242,001	2,765	244,766	0	0	0
Wastewater 2006 Bond Rehab Projects		5475	1,703,937	3,172	1,707,109	0	0	0
Wastewater 2006 Bond Development Projects		5476	8,644,511	169,802	8,800,000	0	0	14,313
Wastewater Water Reclamation Projects Fund		5477	1,899,277	0	1,899,277	0	0	0
WW Water Reclamation Projects (NMFA Loan) Fund		5478	0	5,700,000	5,700,000	0	0	0
Solid Waste Fund		5500	1,072,217	9,108,362	7,066,533	152,762	(2,971,342)	295,466
Solid Waste Landfill Closure Fund		5510	2,266,552	204,775	1,407,048	0	0	1,064,279
Recycling Fund		5530	0	1,230,489	1,135,982	374,255	(468,762)	0
Solid Waste Equipment Reserve Fund		5560	1,056,624	36,607	490,000	1,046,000	0	1,649,231
Solid Waste Projects (NMFA Loan) Fund		5577	0	1,000,000	1,000,000	0	0	0
Bus Transit Fund		5920	397,194	2,784,662	5,113,036	2,393,552	(453,220)	9,152
Transit Intermodal Center Fund		5921	0	1,868,050	2,278,050	410,000	0	0
Clean Community Emission Reduction		5931	0	0	40,000	40,000	0	0
Information Technology Services Fund		6130	1,053,600	3,746,969	4,520,274	0	(130,398)	149,897
Information Technology Equipment Reserve Fund		6136	4,702	2,988	0	0	0	7,690
Document Services Fund		6140	430,759	636,129	647,156	0	(8,152)	411,580
Fleet Services Fund		6150	368,136	5,216,350	5,472,474	0	(74,325)	37,687

*Expenditures do not include non-cash transactions.

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All Funds Summary
Fiscal Year 2007/2008 Adopted Budget

Fund Name	Page Number	Fund Number	Unaudited Beg Balance	Total Revenues	*Total Expenditures	**Transfers In	**Transfers Out	Ending Balance
Unemployment Reserve Fund		6310	38,428	61,000	60,000	0	0	39,428
Employee Health Fund		6320	1,271,959	25,000	46,233	0	0	1,250,726
Worker's Compensation Fund		6330	2,634,100	2,199,494	1,972,310	0	0	2,861,284
Liability Claims Fund		6340	2,032,743	55,000	1,095,700	1,136,836	(400,000)	1,728,879
Judgments/Liabilities Fund		6360	93,825	2,000	435,000	400,000	0	60,825
Griggs/Walnut Plume Project Fund		6361	87,817	295,000	628,396	245,579		0
Griggs/Walnut Plume Project (NMFA Loan) Fund		6362	0	4,127,000	4,127,000	0	0	0
Griggs/Walnut Plume Project (Sales Tax 05) Fund		6363	0	0	1,400,000	1,400,000	0	0
Branigan Estate Fund		7470	2,646,346	50,000	45,000	0	(2,000)	2,649,346
Gifts & Memorials Fund		7480	110,776	36,000	56,860	0	0	89,916
Veterans Memorial Wall Fund		7481	1,487	25,566	25,000	0	0	2,053
	CITY Totals		190,451,416	262,127,891	360,420,243	89,568,742	(90,619,959)	91,107,847
Mesilla Valley Regional Dispatch Authority Fund		7410	0	1,386,478	2,661,945	1,275,467	0	0
Metro Narcotics Fund		7420	272,000	170,750	341,500	170,750	0	272,000
HIDTA Grant 13PSNP562		7422	0	794,688	794,688	0	0	0
Mesilla Valley Safety Council		7430	45,900	37,195	37,195	0	0	45,900
Lower Rio Grande Water Users Organization		7460	9,359	113,000	113,000	0	0	9,359
Employee Benefits Committee		7490	730	13,000	13,730	0	0	0
SCSWA Fund		8100	4,297,913	4,820,343	3,335,321	0	(500,000)	5,282,935
SCSWA Capital Improvements Fund		8150	884,615	0	1,134,615	250,000	0	0
SCSWA Equipment Replacement Fund		8160	500,000	0	750,000	250,000	0	0
MVRDA GFAAG Fund		9410	0	0	0	0	0	0
Received From RGNGA		9800	4,271,132	18,413,157	18,826,594	0	(395,000)	3,462,695
	Fiscal Agent Totals		10,281,649	25,748,611	28,008,588	1,946,217	(895,000)	9,072,889
	GRAND TOTAL		200,733,065	287,876,502	388,428,831	91,514,959	(91,514,959)	100,180,736

*Expenditures do not include non-cash transactions.

****Transfers out** are shown in parentheses; **transfers in** are shown as positive numbers.

Note: All ending balances on this page are available for appropriation.

Fiscal Year 2007/2008 Adopted Budget
Operating Funds

Distribution of Operating Revenues by Fund

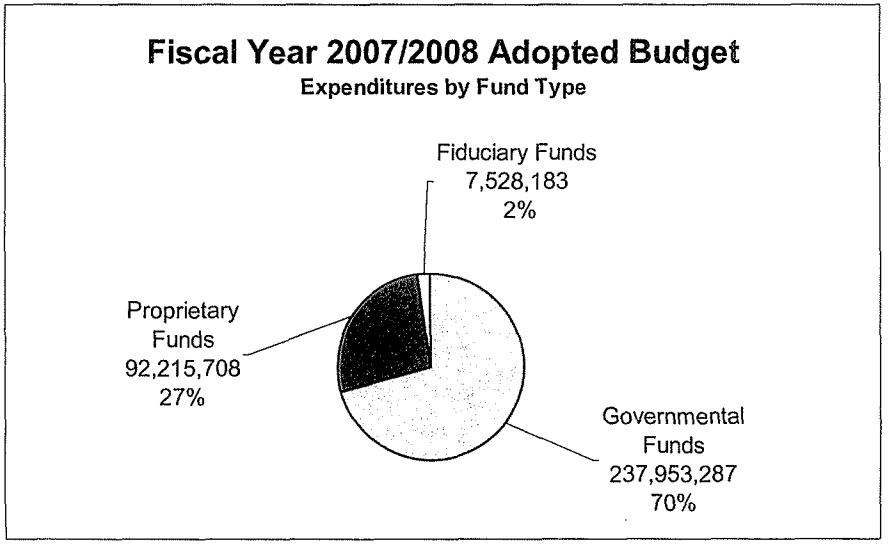
Source of Revenue	General Fund	SCSWA	Joint Utilities	Engineering Services	Internal Services	Bus Transit	Las Cruces International Airport	MVRDA & Metro Narco	M.P.O.	Total
Beginning Fund Balance	18,699,394	4,297,913	10,893,636	521,661	1,852,495	397,194	52,177	1,051,503	104,738	37,870,711
Local Taxes	64,330,236									64,330,236
Franchise Fees	4,209,352									4,209,352
State Shared Taxes	58,532									58,532
Licenses & Permits	1,542,015									1,542,015
Fines & Forfeitures	1,956,901									1,956,901
Charges for Service	2,880,441		2,734,217		9,460,869	222,605	179,871	30,160		15,508,163
Utility Sales	0	4,717,253	58,266,198							62,983,451
Intergovernmental Revenues	314,293					2,559,657		1,525,588	198,086	4,597,624
Contributions	8,350		1,520,000			1,400				1,529,750
Interest Income	223,161		84,476		35,000		3,500			346,137
Miscellaneous Revenues	996,836	103,090	188,600		103,579	1,000		1,480		1,394,585
Other Financing Sources	362,680		10,941,032	3,781,823		2,393,552	270,000	1,446,217	125,000	19,320,304
Total Revenues	95,582,191	9,118,256	84,628,159	4,303,484	11,451,943	5,575,408	505,548	4,054,948	427,824	215,647,761

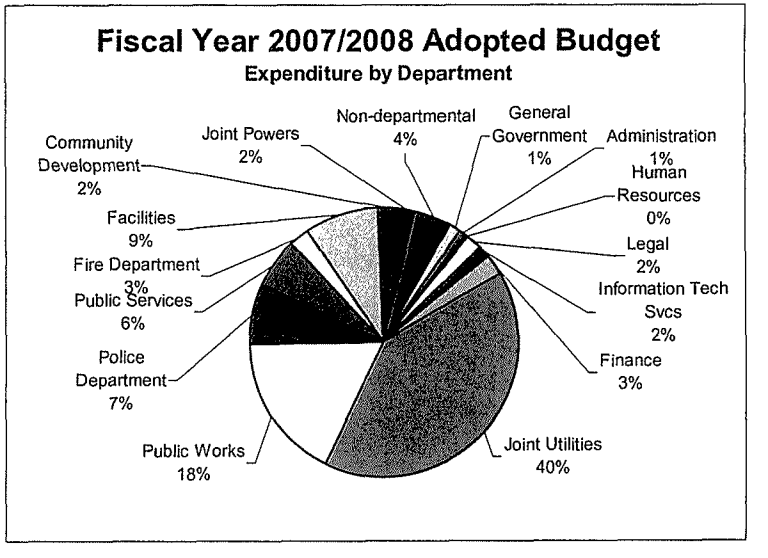
Distribution of Operating Expenditures by Fund

Expenditures by Department	General Fund	SCSWA	Joint Utilities	Engineering Services	Internal Services	Bus Transit	Las Cruces International Airport	MVRDA & Metro Narco	M.P.O.	Total
Reserve Section	3,468,136									3,468,136
Legislative Department	671,012									671,012
Judicial Department	1,825,249									1,825,249
Administration Department	2,231,733									2,231,733
Human Resources	921,911									921,911
Legal Department	1,693,830				653,356					2,347,186
Information Technology Svcs	0				4,860,474					4,860,474
Finance Department	3,482,063									3,482,063
Joint Utilities Department	0	4,315,813	65,784,756							70,100,569
Public Works Department	5,112,268			3,984,116						9,096,384
Police Department	18,421,516							341,500		18,763,016
Public Services Department	8,810,849					5,484,036				14,294,885
Fire Department	8,483,221									8,483,221
MVRDA	0							2,661,945		2,661,945
Facilities Department	8,882,668				5,538,974		484,472			14,906,114
Community Development	1,689,600								312,536	2,002,136
Other Financing Uses	0	500,000			212,875	453,220	21,055			1,187,150
Total Expenditures	65,694,056	4,815,813	65,784,756	3,984,116	11,265,679	5,937,256	505,527	3,003,445	312,536	161,303,184
Less: Non-cash Transactions	0	980,492		0	412,900	371,000	0	0	0	1,764,392
Net Expenditures	65,694,056	3,835,321	65,784,756	3,984,116	10,852,779	5,566,256	505,527	3,003,445	312,536	159,538,792
Ending Fund Balance	29,888,135	5,282,935	18,843,403	319,368	599,164	9,152	21	1,051,503	115,288	56,108,969

Expenditures by Department

	Governmental Funds				Proprietary Funds			Fiduciary Funds		
Department	General Fund	Special Revenue Fund	Capital Project Fund	Debt Service Fund	Utilities Enterprise Fund	City Enterprise Fund	Internal Service Fund	Trust & Agency Fund	Joint Power Agreements	Total
General Government	2,496,261	2,275,785	0	0	0	0	0	0	0	4,772,046
Administration	2,231,733		0	0	0	0	734,629	50,925	0	3,017,287
Human Resources	921,911		0	0	0	0	0	0	0	921,911
Legal	1,693,830		0	0	0	0	4,156,366	0	0	5,850,196
Information Tech Svcs	555,000		0	0	0	0	4,860,474	0	0	5,415,474
Finance	3,482,063	4,999,755	0	0	0	0	0	0	0	8,481,818
Joint Utilities	0	23,711,945	43,001,966	0	69,163,179	0	0	113,000	0	135,990,090
Public Works	9,096,384	1,609,002	48,996,217	0	0	0	0	0	0	59,701,603
Police Department	18,421,516	5,547,710		0	0	0	0	0	0	23,969,226
Public Services	8,810,849	4,147,665		0	0	7,762,086	0	45,000	0	20,765,600
Fire Department	8,799,944	409,470		0	0	0	0	0	0	9,209,414
Facilities	9,367,140	43,998	14,807,345	0	0	0	5,538,974		0	29,757,457
Community Development	3,250,996	4,264,119	153,869	0	0	0	0	0	0	7,668,984
Joint Powers	0	0	0	0	0	0	0	0	7,319,258	7,319,258
Non-departmental	3,468,136	0	0	11,388,678	0	0	0	0	0	14,856,814
Total	72,595,763	47,009,449	106,959,397	11,388,678	69,163,179	7,762,086	15,290,443	208,925	7,319,258	337,697,178





City of Las Cruces
Adopted Schedule of Transfers (Page 1 of 3)
FY 2007/2008

Transfer To	Transfer From											
	1000 General Fund	1010 LC Int'l Airport Fund	1015 Permit Services Fund	1200 Vehicle Acquisition Fund	1500 GRT Income Fund	2171 Older Americans Act Fund	2710 CVB Fund	2800 Environ GRT Fund	2810 Gas Tax Fund	2820 Lodger's Tax Fund	2825 Convention Center Fee Fund	3241 2000 Series A Debt Svc Rsv Fund
1000 - General Fund		20,000	200,000		41,400,000		16,500			38,180		
1005 - Engineering Services Fund	1,067,695		855,696									
1010 - Las Cruces International Airport Fund	270,000											
1101- City Council OEM Fund	25,000											
1102-City Hall Furnishings	50,000											
1200 - Vehicle Acquisition Fund	2,000,000											
2090 - MPO Urban Transportation Fund	125,000											
2171 - Older Americans Act	1,195,259											
2173 - Retired Senior Volunteer Program	75,949											
2174 - Home Care Title XX	19,602											
2412 - Juvenile Citation Fund	73,100											
2440 - Prisoner Care Fund	1,650,000											
2410 - Keep Las Cruces Beautiful	25,453											
2600 - Street Maintenance Operations Fund												
2650 - Flood Control Operations Fund												
2710 - Convention & Visitor's Bureau Fund										1,336,291		
3260- 2004 EGRT SCSWA Bond Fund												
3230 - 1999 Municipal GRT Bonds Series A												
3235 - 1999 Municipal GRT Bonds Series B												
3240 - 2000 Municipal Gas Tax Bonds Series A									325,500			17,941
3250 - 2003 GRT Refunding Bond					1,400,000							
3270 - 2005 GRT Refunding Bond					2,500,000							
3612 - NMFA Equipment Loans Debt Service				343,095								
3613 - NMFA Street Loans Debt Service												
3614 - Convention Center Debt Service											1,500,000	
4001 - Infrastructure and Rehabilitation Fund	650,000											
4202 - Sales Tax Street Maintenance Fund												
4300 - Airport Improvement Fund	159,103											
5100 - Shared Services Fund												
5150 - Shared Services SCADA Capital												
5160 - Shared Services Eqp Replc Fund												
5250 - Gas Capital Imp Fund												
5260 - Gas Equip Replc Fund												
5300 - Water Fund								1,397,208				
5305 - Water Contingency												
5320 - Water Rights Acquisition Fund												
5350 - Water Capital Imp Fund												
5360- Water Equip Replc Fund												
5420 - Water Reclamation Fund								337,727				
5450 - Wastewater Cap Imp Fund												
5460 - Wastewater Equip Replc Fund												
5500 - Solid Waste Fund												
5530 - Recycling Fund												
5560 - Solid Waste Equip Replc Fund												
5920 - Bus Transit Fund	1,535,500			264,300		71,752			522,000			
5921 - Transit Intermodal Center												
5931 - Clean Community Emmission Reduction												
8150 - SCSWA Capital Improvement Fund												
8160 - SCSWA Equipment Reserve Fund												
6340 - Liability Claims Fund	572,366	1,055										
6360 - Judgements/Liabilities Fund												
6361 - Walnut/Griggs Plume Project Fund	207,184							38,395				
6363 - Walnut/Griggs Plume Project												
7410 - MVRDA Fund	1,275,467											
7420 - Metro Narcotics Fund	170,750											
Totals	11,147,428	21,055	1,055,696	607,395	45,300,000	71,752	16,500	1,773,330	847,500	1,374,471	1,500,000	17,941

City of Las Cruces
Adopted Schedule of Transfers (Page 2 of 3)
FY 2007/2008

Transfer To	Transfer From										
	3261 2004 EGRT SCSWA Rsv Fund	4023 Sales Tax 2005 Public Improvement	4202 S T Street Maint Fund	4208 Improvement District 1991 Fund	4400 Flood Control Fund	5100 Shared Services Fund	5200 Gas Fund	5300 Water Fund	5301 Water Impact Fee Fund	5320 Water Rights Acq Fund	5400 Waste-water Fund
1000 - General Fund											
1005 - Engineering Services Fund			660,523		264,209	933,700					
1010 - Las Cruces International Airport Fund											
1101- City Council OEM Fund											
1102-City Hall Furnishings											
1200 - Vehicle Acquisition Fund											
2090 - MPO Urban Transportation Fund											
2171 - Older Americans Act											
2173 - Retired Senior Volunteer Program											
2174 - Home Care Title XX											
2412 - Juvenile Citation Fund											
2440 - Prisoner Care Fund											
2410 - Keep Las Cruces Beautiful											
2600 - Street Maintenance Operations Fund			352,974								
2650 - Flood Control Operations Fund					578,433						
2710 - Convention & Visitor's Bureau Fund											
3260- 2004 EGRT SCSWA Bond Fund	13,000										
3230 - 1999 Municipal GRT Bonds Series A			1,655,310								
3235 - 1999 Municipal GRT Bonds Series B					676,928						
3240 - 2000 Municipal Gas Tax Bonds Series A											
3250 - 2003 GRT Refunding Bond											
3270 - 2005 GRT Refunding Bond											
3612 - NMFA Equipment Loans Debt Service											
3613 - NMFA Street Loans Debt Service			1,661,964		254,602						
3614 - Convention Center Debt Service											
4001 - Infrastructure and Rehabilitation Fund											
4202 - Sales Tax Street Maintenance Fund				20,000							
4300 - Airport Improvement Fund											
5100 - Shared Services Fund							3,077,233	1,940,116	113,800	78,700	962,326
5150 - Shared Services SCADA Capital							12,000	12,000			12,000
5160 - Shared Services Eqp Replc Fund						399,000	96,200	72,200			
5250 - Gas Capital Imp Fund							850,000				
5260 - Gas Equip Replc Fund							628,000				
5300 - Water Fund										1,000,000	
5305 - Water Contingency								1,000,000			
5320 - Water Rights Acquisition Fund								91,249			
5350 - Water Capital Imp Fund								1,367,000			
5360- Water Equip Replc Fund							13,650	213,650			13,650
5420 - Water Reclamation Fund											
5450 - Wastewater Cap Imp Fund											1,000,000
5460 - Wastewater Equip Replc Fund											543,410
5500 - Solid Waste Fund											
5530 - Recycling Fund											
5560 - Solid Waste Equip Replc Fund											
5920 - Bus Transit Fund											
5921 - Transit Intermodal Center											
5931 - Clean Community Emmission Reduction							40,000				
8150 - SCSWA Capital Improvement Fund											
8160 - SCSWA Equipment Reserve Fund											
6340 - Liability Claims Fund							151,060	88,235			50,420
6360 - Judgements/Liabilities Fund											
6361 - Walnut/Griggs Plume Project Fund											
6363 - Walnut/Griggs Plume Project		1,400,000									
7410 - MVRDA Fund											
7420 - Metro Narcotics Fund											
Totals	13,000	1,400,000	4,330,771	20,000	1,774,172	1,332,700	4,868,143	4,784,450	113,800	1,078,700	2,581,806

City of Las Cruces
Adopted Schedule of Transfers (Page 3 of 3)
FY 2007/2008

Transfer To	Transfer From										
	5401 Wastewater Develop. Fund	5500 Solid Waste Fund	5530 Recycling Fund	5920 Bus Transit Fund	6130 IT Services Fund	6140 Document Services Fund	6150 Fleet Services Fund	6340 Liability Claims Fund	7470 Branigan Estate Fund	8100 SCSWA Fund	9800 Received From RGNGA
1000 - General Fund				15,500	29,973	3,978	36,549		2,000		
1005 - Engineering Services Fund											
1010 - Las Cruces International Airport Fund											
1101- City Council OEM Fund											
1102-City Hall Furnishings											
1200 - Vehicle Acquisition Fund											
2090 - MPO Urban Transportation Fund											
2171 - Older Americans Act											
2173 - Retired Senior Volunteer Program											
2174 - Home Care Title XX											
2412 - Juvenile Citation Fund											
2440 - Prisoner Care Fund											
2410 - Keep Las Cruces Beautiful											
2600 - Street Maintenance Operations Fund											
2650 - Flood Control Operations Fund											
2710 - Convention & Visitor's Bureau Fund											
3260- 2004 EGRT SCSWA Bond Fund											
3230 - 1999 Municipal GRT Bonds Series A											
3235 - 1999 Municipal GRT Bonds Series B											
3240 - 2000 Municipal Gas Tax Bonds Series A											
3250 - 2003 GRT Refunding Bond											
3270 - 2005 GRT Refunding Bond											
3612 - NMFA Equipment Loans Debt Service											
3613 - NMFA Street Loans Debt Service											
3614 - Convention Center Debt Service											
4001 - Infrastructure and Rehabilitation Fund											
4202 - Sales Tax Street Maintenance Fund											
4300 - Airport Improvement Fund											
5100 - Shared Services Fund	81,150	1,763,482									395,000
5150 - Shared Services SCADA Capital											
5160 - Shared Services Eqp Replc Fund											
5250 - Gas Capital Imp Fund											
5260 - Gas Equip Replc Fund											
5300 - Water Fund											
5305 - Water Contingency											
5320 - Water Rights Acquisition Fund											
5350 - Water Capital Imp Fund											
5360- Water Equip Replc Fund											
5420 - Water Reclamation Fund											
5450 - Wastewater Cap Imp Fund											
5460 - Wastewater Equip Replc Fund											
5500 - Solid Waste Fund			152,762								
5530 - Recycling Fund		374,255									
5560 - Solid Waste Equip Replc Fund		730,000	316,000								
5920 - Bus Transit Fund											
5921 - Transit Intermodal Center				410,000							
5931 - Clean Community Emmission Reduction											
8150 - SCSWA Capital Improvement Fund										250,000	
8160 - SCSWA Equipment Reserve Fund										250,000	
6340 - Liability Claims Fund		103,605		27,720	100,425	4,174	37,776				
6360 - Judgements/Liabilities Fund								400,000			
6361 - Walnut/Griggs Plume Project Fund											
6363 - Walnut/Griggs Plume Project											
7410 - MVRDA Fund											
7420 - Metro Narcotics Fund											
Totals	81,150	2,971,342	468,762	453,220	130,398	8,152	74,325	400,000	2,000	500,000	395,000

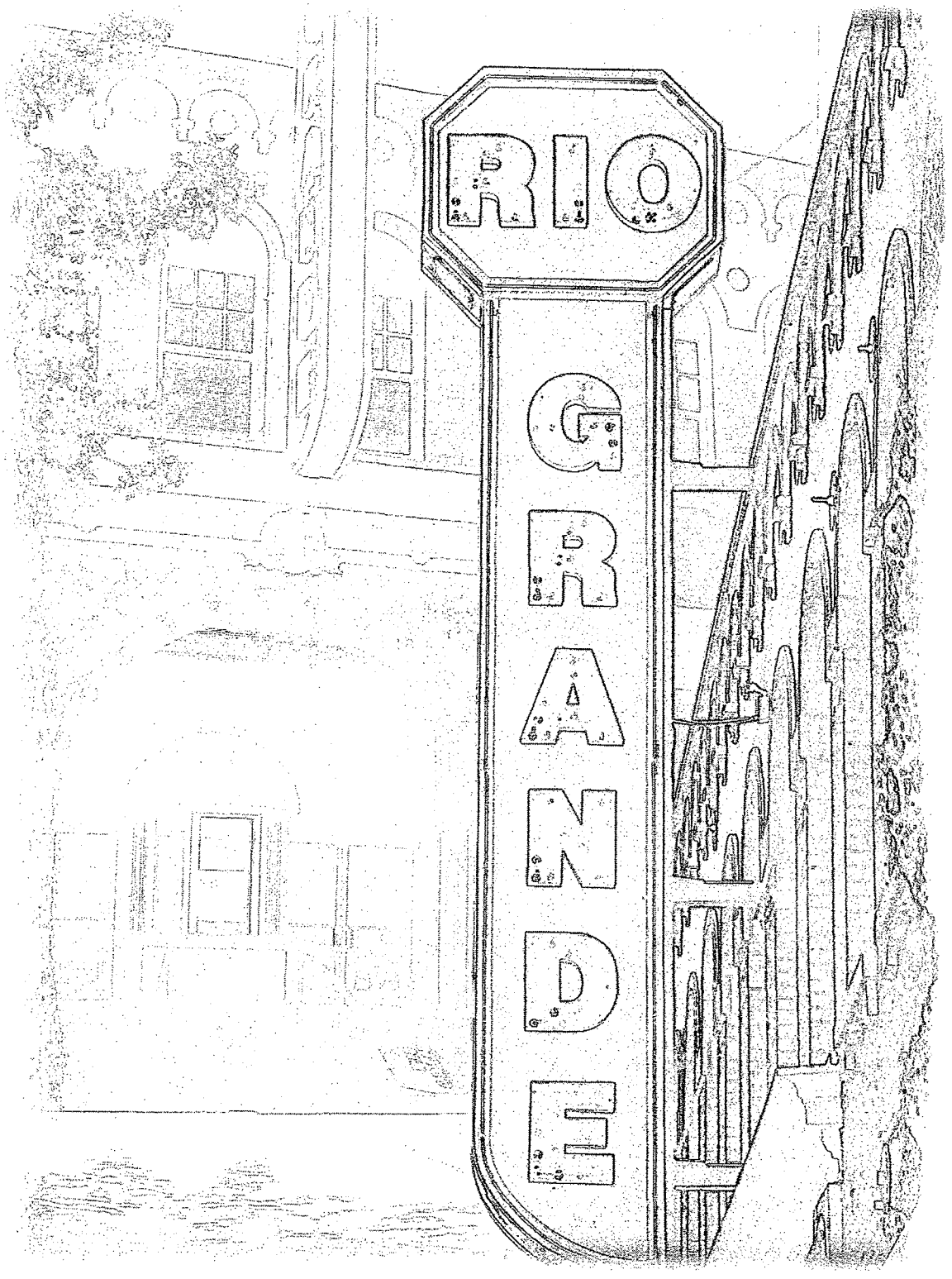
Fiscal Year 2007/2008 Proposed Budget
Property Tax Levy

Type of Property Tax	Fund	Millage		Estimated Tax Production
		Residental	Non- Residental	
General Fund	1000	4.119	5.091	6,430,236
Flood Control	4400	1.815	2.000	2,706,217
Total		5.934	7.091	9,136,453

Levy Assumptions	Property Tax Yield
Total Residential Taxable Value	914,895,073
City Residential Millage	0.005934
Total Residential Production	5,428,988
Total Non-Residential Taxable Value	522,840,878
City Non-Residential Millage	0.007091
Total Non-Residential Production	3,707,465
Grand Total (Residential + Non-Residential)	9,136,453

Source for valuations and milliage rates: NM DFA/LGD

Governmental Funds



City of Las Cruces®
NEW MEXICO

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Permit Services Fund 1015	Community Development	General Fund

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,477,106	2,482,890	2,482,890	2,043,741
REVENUES				
520006 Firework Permits	$ (6,000)	0	0	0
521003 Business License Fees	152,234	136,000	147,866	156,400
521005 Building Permits	1,291,979	1,000,000	954,483	1,150,000
521006 Mechanical Permits	389,660	340,000	382,398	391,000
521007 Electrical Permits	341,881	275,000	366,436	316,250
546001 Copying Services	1,405	1,200	170	500
570010 Interest on Investment	66,300	50,000	40,129	50,000
590051 Net Incr (Decr) Fair Value Investment	(9,794)	0	15,926	0
Total Revenues	$ 2,227,665	1,802,200	1,907,408	2,064,150
Total Resources	$ 3,704,771	4,285,090	4,390,298	4,107,891
EXPENDITURES				
Fire Dept - Org 10167050				
Personnel	$ 98,368	212,630	188,738	311,563
Operating	130	160	0	5,160
Total Fire Dept Org 10167050	$ 98,498	212,790	188,738	316,723
Community Development - Org 10184070				
Personnel	$ 910,212	999,951	986,063	1,074,350
Operating	168,903	367,907	273,084	465,546
Capital	44,268	23,000	9,837	21,500
Total Community Development Org 18104070	$ 1,123,383	1,390,858	1,268,984	1,561,396
Total Expenditures	$ 1,221,881	1,603,648	1,457,722	1,878,119
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 1000 - General Fund	0	(200,000)	(200,000)	(200,000)
Transfer to Fund 1005 - Engineering Fund	0	(688,835)	(688,835)	(855,696)
Total Other Financing Sources (Uses)	$ 0	(888,835)	(888,835)	(1,055,696)
ENDING BALANCE	$ 2,482,890	1,792,607	2,043,741	1,174,076

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Airport Operations Fund 1010	Facilities	General Fund

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 203,896	33,702	33,702	52,177
REVENUES				
542521 Landing Fees	$ 1,250	2,000	2,449	2,000
542522 Rental/Lease Income	106,683	130,000	123,412	108,395
542523 Airport Comercial Fees	15,712	16,000	22,284	18,850
542525 Airport Land Rental	71,686	30,000	22,683	50,626
552118 NM Dept of Transportation	12,976	0	0	0
570010 Interest on Investment	6,587	3,500	825	3,500
590051 Net Incr (Decr) Fair Value Investment	(1,316)	0	419	0
592001 Reimbursed Expenses	10,310	0	0	0
Total Revenues	$ 223,888	181,500	172,072	183,371
Total Resources	$ 427,784	215,202	205,774	235,548
EXPENDITURES				
Personnel Services	$ 233,427	241,534	235,145	261,530
Operating Expenses	185,853	219,075	167,397	222,942
Capital Outlay	90,705	1,859	0	0
Total Expenditures - 10123180	$ 509,985	462,468	402,542	484,472
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 1000 - General Fund	$ (20,000)	(20,000)	(20,000)	(20,000)
Transfer to Fund 6340 - Liability Fund	(1,055)	(1,055)	(1,055)	(1,055)
Transfer from Fund 1000 - General Fund	136,958	270,000	270,000	270,000
Total Other Financing Sources (Uses)	115,903	248,945	248,945	248,945
ENDING CASH BALANCE	$ 33,702	1,679	52,177	21

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Engineering Services Fund 1005	Public Wks	General Fund

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 124,757	124,757	124,757	521,661
REVENUES				
570010 Interest on Investment	$ 10,070	0	5,000	0
590051 Net Incr (Decr) Fair Value Investment	(1,118)	0	0	0
592001 Other Reimbursed Expenses	5	0	0	0
Total Revenues	$ 8,957	0	5,000	0
Total Resources	$ 133,714	124,757	129,757	521,661
EXPENDITURES				
Personnel	$ 2,194,670	2,726,936	2,286,184	3,017,244
Operating	762,550	818,240	847,627	891,272
Capital	106,699	74,000	60,000	75,600
Total Expenditures	$ 3,063,919	3,619,176	3,193,811	3,984,116
OTHER FINANCING SOURCES (USES)				
911000 Transfer from General Fund	$ 1,388,018	1,239,903	1,239,903	1,067,695
911015 Transfer from Permit Fund	0	688,835	688,835	855,696
914202 Transfer from 1/4% Sales Tax St Maint Fund	548,670	516,626	516,626	660,523
914400 Transfer from Flood Control Fund	208,392	206,651	206,651	264,209
925100 Transfer from Shared Svcs Fund	934,882	933,700	933,700	933,700
951000 Transfer To General Fund	(25,000)	0	0	0
Total Other Financing Sources (Uses)	$ 3,054,962	3,585,716	3,585,715	3,781,823
ENDING BALANCE	$ 124,757	91,297	521,661	319,368

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DEPT			
General Fund Reserve Section Continued	Reserve Section			
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
6. Transfers to Other Funds Continued				
952405 Fund 2405 Victims Assistance	0	903	903	0
952170 Fund 2410 Keep Las Cruces Beautiful	30,925	14,384	14,384	25,453
952121 Fund 2412 Juvenile Citation Program	12,069	13,100	28,841	73,100
952330 Fund 2440 Prisoner Care	1,700,000	1,450,000	1,450,000	1,650,000
852204 Fund 2470 COPS Interoperability Technology	174,000	0	0	0
954001 Fund 4001 Capital Improvement Reserve	618,000	600,000	600,000	650,000
954300 Fund 4300 Airport Improvement	475,524	239,103	239,103	159,103
854005 Fund 4400 Flood Control	282,000		0	0
965920 Fund 5920 Bus Transit	550,000	1,103,000	1,428,500	1,535,500
866013 Fund 6130 Information Technology	352,190	0	0	0
966150 Fund 6150 Fleet Services	0	592,000	592,000	0
966340 Fund 6340 Liability Claims	578,430	572,366	572,366	572,366
966361 Fund 6361 Walnut/Griggs Plume Project	485,000	0	0	207,184
772900-97410 Fund 7410 MVRDA	1,105,954	1,200,439	1,200,439	1,275,467
772900-97420 Fund 7420 Metro Narcotics	180,000	180,000	180,000	170,750
Total Transfers Out	$ 10,623,528	10,711,208	11,052,449	11,147,428
GRAND TOTAL RESERVE SECTION	$ 11,806,078	13,684,642	12,424,845	14,615,564

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DEPT			
General Fund Reserve Section	Reserve Section			
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESERVES FOR:				
1. Salary Increases:				
610106 Reserve for Blue Collar Bargaining Unit Increases	$ 0	156,025	0	163,515
610106 Reserve for Police Bargaining Unit Increases	0	445,712	0	472,900
610106 Reserve for Fire Bargaining Unit Increases	0	211,468	0	222,465
610106 Reserve for Non-Represented Increases	0	679,613	151,780	960,195
2. Services				
710400 Architectural Services	$ 7,367	35,000	0	0
710900 Professional & Tech Svcs	70,508	0	0	0
722190 Purchased Services	82,891	301,000	125,000	250,000
722197 Enchanced Spay/Neuter	0	25,000	25,000	11,927
722248 Admin Charge - County	42,261	50,800	50,800	54,200
722248 Admin Charge - GRT	485,000	485,000	485,000	521,400
722310 City Manager Contingency	0	0	0	200,000
723100 Building or Land Rental	106,764	99,870	99,870	99,870
730410 Software	9,750	49,000	0	20,000
3. Debt Payment -City Hall	0	0	0	0
4. Payments to Other Government Entities				
772900 Office of Emergency Management	$ 64,467	94,346	94,346	94,346
772900 Council of Governments	11,140	14,000	14,000	14,000
5. Payments to Other Government Programs				
772900 Family & Youth Adolescent Shelter	$ 23,300	20,000	20,000	14,546
772900 Family & Youth Americorps Program	0	26,600	26,600	20,364
772900 Big Brothers Big Sisters School Program	0	0	0	30,720
772900 Big Brothers Big Sisters Community Program	0	0	0	7,913
772900 MV Community of Hope Resource Room Pgm	0	0	0	9,775
772900 Economic Development	179,102	200,000	200,000	200,000
772900 Low Income Utility Assistance Program	100,000	80,000	80,000	100,000
Total Reserves	$ 1,182,550	2,973,434	1,372,396	3,468,136
6. Transfers to Other Funds				
951005 Fund 1005 Engineering Services	$ 1,388,018	1,239,903	1,239,903	1,067,695
951010 Fund 1010 Airport Operations	136,958	270,000	270,000	270,000
851090 Fund 1020 Software	70,000	0	0	0
951101 Fund 1101 City Council OEM	0	25,000	25,000	25,000
951102 Fund 1102 City Hall Furnishings	0	50,000	50,000	50,000
951200 Fund 1200 Vehicle Acquisition	1,350,000	1,750,000	1,750,000	2,000,000
952090 Fund 2090 M. P. O. Urban Transportation	125,100	125,000	125,000	125,000
952171 Fund 2171 Older Americans Act	918,049	1,195,259	1,195,259	1,195,259
952173 Fund 2173 Retired Senior Volunteer Program	68,056	71,149	71,149	75,949
952174 Fund 2174 Children, Youth, & Families	19,602	19,602	19,602	19,602
852201 Fund 2300 Fire Fighters Program	3,653	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND				
General Fund 1000				
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
BEGINNING BALANCE	$ 11,933,920	13,701,776	13,701,776	18,699,394
REVENUES				
511010 Property Taxes	$ 5,634,335	5,656,149	6,032,286	6,430,236
511/514 Pmt in Lieu of Taxes/Franchise Fees	3,963,587	4,017,824	4,096,902	4,209,352
512010 to 015 & 911500 Gross Receipts Taxes	49,854,540	53,723,979	53,800,000	57,900,000
512041/42/43/48 State Share Taxes	77,505	62,214	62,214	58,532
520/521/522 Licenses and Permits	2,116,110	1,521,873	1,726,873	1,542,015
531/532/533 Fines & Forfeitures	1,848,159	1,307,356	1,901,719	1,956,901
541 to 546 Charges for Services	2,726,072	3,104,246	3,320,173	2,880,441
551 to 554 Intergovernmental Revenues	411,451	406,321	321,321	314,293
560 Contributions	11,026	5,300	8,800	8,350
570 Interest Revenue	389,763	212,200	212,200	223,161
590 to 599 Miscellaneous Revenues	777,695	937,108	874,158	996,836
800 Except 811151 & 52 Other Financing Sources	245,142	361,211	358,998	362,680
TOTAL REVENUES	$ 68,055,385	71,315,781	72,715,644	76,882,797
TOTAL RESOURCES	$ 79,989,305	85,017,557	86,417,420	95,582,191
EXPENDITURES				
Reserves	$ 1,182,550	2,973,434	1,372,396	3,468,136
Legislative	712,883	688,633	755,920	671,012
Judicial	1,135,151	1,703,199	1,338,048	1,825,249
Administration	1,873,093	2,118,915	1,703,666	2,231,733
Human Resources	721,613	937,687	902,818	921,911
Legal	1,416,902	1,529,325	1,417,634	1,693,830
Financial Services	3,119,163	3,248,358	3,067,502	3,482,063
Public Works	3,844,533	4,637,937	4,301,057	5,112,268
Police	16,838,876	17,247,263	16,947,463	18,421,516
Public Services	6,916,151	8,561,137	7,087,362	8,810,849
Fire	7,430,106	7,897,267	7,860,605	8,483,221
Facilities	7,735,897	8,713,355	8,678,461	8,882,668
Community Development	1,356,844	1,529,418	1,232,645	1,689,600
Transfers	10,623,528	10,711,208	11,052,449	11,147,428
Total General Fund Expenditures	$ 64,907,290	72,497,136	67,718,026	76,841,484
Adjustment due to change in accruals.	(1,380,239)	0		
ENDING BALANCE	$ 13,701,776	12,520,421	18,699,394	18,740,707
Required 1/12th Reserve	5,408,941	6,041,428	5,643,169	6,403,457
UN-RESERVED ENDING BALANCE	$ 8,292,835	6,478,993	13,056,225	12,337,250

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

City of Las Cruces®
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City of Las Cruces
General Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
1000	General	193	$ 76,841,484
1005	General - Engineering Services	196	3,984,116
1010	General - Las Cruces International Airport	197	484,472
1015	General - Permit Services	198	1,878,119
1020	General - Software	199	555,000
1101	City Council OEM	200	0
1102	City Hall Furnishings	201	0
1200	Vehicle Acquisition	202	2,487,745
1500	Gross Receipts Tax Income	203	0
	Total General Fund:		$ 86,230,936

Fund 4504 - West Mesa Industrial Park Fund - Revenue sources are fees paid by industrial park tenants for infrastructure, land, and leases. Expenditures are for industrial park infrastructure improvements. Revenue estimates are based on interest, fees, and land sales.

Fund 4613 – NMFA Equipment Fund – Revenue source was loan proceeds. Expenditures are for replacing fire and street equipment.

Fund 4110 – Valley View Heske Garden – Revenue source is the Heske trust given to the City for the purpose of establishing a community garden at Valley View Park.

Fund 4112 – Park/Land Capital Improvements – Primary revenue source is state grants or appropriations. Expenditures are for park and land improvements.

Fund 4202 - ¼% Sales Tax Street Maintenance Fund - Revenue source is ¼% of gross receipts tax. Expenditures are for major and minor maintenance projects for existing streets. Revenue estimate is based on projections for gross receipts taxes.

Fund 4208 - Improvement District 1991 Fund - A fund to track revenues and expenditures for a specific area of the City receiving infrastructure improvements. Since the improvements increase the values of adjacent properties, the property owners, not the City taxpayers at large, repay the City for the improvements. Revenue estimate is based on a ten-year payoff.

Fund 4212 – State Grant Street Improvement Fund - Revenue source is primarily state grants or appropriations, and City matching funds for those grants or appropriations. Expenditures are for new street construction and/or street improvements. Revenue estimates are based on anticipated State grants and City matches.

Fund 4213 – NMFA Street Projects Fund - Revenue source is loan proceeds. Expenditures are for new street construction and/or street improvements.

Fund 4221 - Streets Sales Tax '99 Bond Projects Fund - Revenue source was the sale of bonds in 1999. Expenditures are for various street projects.

Fund 4223 – Sales Tax 03 Street Lighting Bond Project Fund – Revenue source was the sale of bonds in 2003. Expenditures are for replacing El Paso Electric Street lights and lower electricity charges.

Fund 4300 - Airport Improvement Fund - Revenue source is primarily federal airport improvement funds, and City and state matching funds. Expenditures are for airport infrastructure improvement. Revenue estimates are based on anticipated federal grants and State matches.

Fund 4400 - Flood Control Fund - Revenue source is a 2 mil property tax assessment. Expenditures are for flood control projects, including land and right-of-way purchases, engineering costs, and capital costs. Revenue estimate is based on property tax assessments.

Fund 3240 - 2000 Municipal Gas Tax Bonds Series A Fund - For retirement of bonds for various street projects currently on-going in Fund 401800.

Fund 3241 - 2000 Series A Debt Service Reserve Fund
Fund 3250 – Sales Tax 2003 Refunding Bond Fund
Fund 3260 – 2004 EGRT SCSWA Bond Fund
Fund 3261 – 2004 EGRT SCSWA Reserve Fund
Fund 3270 – Sales Tax 2005 Refunding Bond Series B
Fund 3612 – NMFA Equipment Loans Debt Service Fund
Fund 3613 – NMFA Street Loans Debt Service Fund
Fund 3614 – Convention Center Debt Service Fund

Capital Project Funds – These funds have been set up for the acquisition, maintenance, and/or improvement of City facilities and infrastructure.

Fund 4001 – Infrastructure and Rehabilitation Fund – Revenue source is a transfer from the general fund. Expenditures are for maintenance and rehabilitation of existing infrastructure.

Fund 4011 – Facilities Federal Grants Fund - Revenue sources are Economic Development Initiative grants from the U.S. Department of Housing & Urban Development. Revenue estimates are based on anticipated grant awards.

Fund 4012 – State Grant Facility Improvements Fund - Revenue sources include state legislative appropriations and state grants. Expenditures are for non-street capital projects. Revenue estimates are based on anticipated State grants and interest.

Fund 4021 – Sales Tax 03 Parks & Facilities Bond Projects Fund – Revenue source was the sale of bonds in 2003. Expenditures are for various Facility and Park projects.

Fund 4022 – Sales Tax 2005 – Revenue source was the sale of bonds in 2005. Expenditures are for the design and construction of a new City Hall.

Fund 4023 – Sales Tax 2005 Public Improvement – Revenue source was the sale of bonds in 2003. Expenditures are for various Public Improvement projects throughout the City.

Fund 4106 - Public Park Development Fund - Revenue sources are fees paid to the City by subdivision developers in lieu of building parks and/or playgrounds. The City is divided into eight park fee management areas, each with its own revenues. The park fees collected in each area are to be spent on park development in that area. Revenue estimates are based on projected fees from developments.

Fund 2715 – Downtown Revitalization Fund – To provide for the re-development of the downtown area of Las Cruces. Funding comes from the sale of property in the downtown area and other activities for revitalization.

Fund 2750 – Special Assessment Northrise Morning Star – To account for the reimbursement from developers to the City, through certain assessments, for the construction of Northrise and Morningstar streets.

Fund 2760 – State Operating Grants Fund – To account for State grants to be given to local non profit organizations to assist in their operations.

Fund 2770 – Valley View Heske Garden – To provide for the maintenance of the Valley View Heske Garden. The funding source is the Heske trust given to the City for the purpose of establishing a community garden at Valley View Park.

Fund 2800 – Environmental Gross Receipts Tax Fund – To account for the receipt of environmental gross receipts taxes enacted by the City and the county as provided for in Ordinance 1484, October 12, 1995.

Fund 2805 – Public Safety Gross Receipts Fund – To account for the receipt of municipal gross receipts tax to be used for public safety salaries, benefits, operations, and equipment as provided for in Ordinance 1886.

Fund 2810 – Gas Tax Fund – To account for the receipt of gasoline tax remittances from the State. State law (7-1-6.9 NMSA 1978) requires the distributions to be received into a separate road fund.

Fund 2820 – Lodgers' Tax Fund – Financing is provided by an occupancy tax of five percent of taxable rent paid to lodging facilities. State law requires that this tax be used to operate the Convention and Visitors Bureau.

Fund 2825 – Convention Center Fee – To record a Lodger's fee of $2.50 per room for each day that a room at a lodging facility is occupied. This revenue is transferred to a debt service fund for paying the debt for the construction of a multi-use convention center facility.

Debt Service Funds - funds set up by Council ordinance to track revenues and repayment of debts for bond issues. The City currently is repaying debt issues with the following funds:

Fund 3230 - 1999 Municipal GRT Bond Series A Fund – For retirement of bonds for various street projects currently on-going in Fund 4221.

Fund 3235 - 1999 Municipal GRT Bond Series B Fund- For retirement of bonds for various flood control projects currently on-going in Fund 401700.

Fund 2470 – Department of Justice Programs – Office on Violence Against Women issues grant awards for the grant named Encourage Arrest and Enforcement of Protection Order (Arrest Program). This allows the Police department to develop and strengthen effective responses to violence against women. Funding is from the Federal government.

Fund 2472 – Vehicle Forfeiture Fund – Vehicles are seized under the City's vehicle forfeiture ordinance (LCMC, Section 27-6) to aid in decreasing the risk of harm to the public from persons repeatedly driving under the influence of alcohol or drugs. The proceeds from fees, sales, and payments are to be used for DWI prevention and education programs.

Fund 2490 – Judicial Education Fee Fund – To account for the receipt of imposed fees on all "guilty" traffic offenses in accordance with NMSA 1978, 35-14-11 (B)(2) and to be used for the education, training, including production of bench books and other written materials, of municipal judges and other municipal court employees.

Fund 2491 – Court Automation Fund – To provide for Municipal Court Automation. Funding is provided by a penalty assessment of $3.00 per traffic ticket. City Ordinance No. 01-232, May 1991 requires the fund be used only in this manner.

Fund 2500 – State Equipment Grants Fund – To account for grants received from the State for the purpose of purchasing various equipment.

Fund 2600 – Street Maintenance Operations Fund – To account for operational expenditures for street maintenance funded by transfer from the Gas Tax Street Maintenance Fund.

Fund 2650 – Flood Control Operations Fund – To account for operational expenditures for flood control operations funded by transfers from the Gas Tax Street Maintenance Fund.

Fund 2700 – Health Services Fund – To account for the receipt of proceeds pursuant to the terms of the lease with Memorial Medical Center, Inc., to be used for health care services in the City. The lease was approved by Ordinance 1655 in 1998.

Fund 2705 – Telshor Facilities Fund – To account for the proceeds of the sale of Memorial Medical Center. City Council has restricted the use of the lease proceeds to fund health related programs and health related capital projects.

Fund 2710 – Convention & Visitor's Bureau Fund – To account for the operations of the Las Cruces Convention and Visitors' Bureau to promote tourism within the area. Financing is provided by a transfer from the Lodger's Tax.

only be used for drug enforcement activities, and must comply with federal financial and administrative requirements of OJP M7100.ID.

Fund 2405 – Victims Assistance Fund – Funding awarded from the State of New Mexico, which has expanded the Victims Assistance Unit, to aid the victims of crime by funding two advocate positions in the Police department.

Fund 2410 – Keep Las Cruces Beautiful Fund – To provide for beautification, litter eradication, graffiti abatement, and education. Funding is from the New Mexico Clean & Beautiful Program of the New Mexico Department of Tourism.

Fund 2412 – Juvenile Programs Fund – To provide for the administration and operation of the Juvenile Citation Program which is intended to serve as diversion effort for first-time youth offenders accused of petty misdemeanors. Grant funding is provided by the State of New Mexico Children, Youth, and Families Department from funding made available to them through both state and federal sources. Funding is awarded on an annual basis and generally through competitive grant applications that also require a match from the City.

Fund 2420 – Mesilla Valley Safety Council CDWI Fund – The Mesilla Valley Safety Council is an advisory board made up of citizens and law enforcement agencies for the purpose of promoting public safety. This advisory board was formed to receive State funding for law enforcement, public information and education, prevention, and offender programs.

Fund 2421 – DWI Prevention Fund – To account for the receipt of driving while intoxicated state fines (Section 31-12-7, NMSA 1978). Receipts are remitted to the State.

Fund 2422 – STEP Fund – Selective Traffic Enforcement Program is aimed at the reduction of traffic related injuries and fatalities, primarily, through speed and red light enforcement. Funding is from the State of New Mexico.

Fund 2423 – Traffic Safety Education Fund – To provide for traffic safety education. Funding is provided by a penalty assessment of $3.00 per traffic ticket. City Ordinance No. 01-232, May 1991 requires the fund be used only in this manner.

Fund 2424 – Traffic Safety Bureau Enforcement Fund – This fund covers Occupant Protection (Seat Belt, Car Seat, etc.), DWI enforcement (Checkpoints and Saturation Patrols), Underage Drinking Enforcement, and is primarily from State funding.

Fund 2440 – Prisoner Care Fund – To provide for operations and maintenance of a municipal jail or for paying the cost of housing municipal prisoners in the county jail. Funding is provided by a penalty assessment of $5.00 per traffic ticket. City resolution No. 81-69, August 1981 requires the fund to be used only in this manner.

Fund 2171 – Older Americans Act Fund – To provide congregate meals to seniors at four program sites and to homebound customers who receive two delivered meals a day. Funding is from the New Mexico Aging and Long-Term Services Department.

Fund 2172 – Cash In Lieu of Commodities Fund – To provide congregate and home delivered meals. Services will be provided through the four City meal sites. Funding is through the U.S. Department of Agriculture's Cash in Lieu of Commodities program.

Fund 2173 – Retired Senior Volunteer Program Fund – To provide a variety of opportunities for persons aged fifty-five and over to participate more fully in the life of their communities through significant volunteer service in accordance with the approved proposal. Funding is from the Corporation for National and Community Service and the New Mexico Aging and Long-Term Services Department.

Fund 2174 – Home Care Title XX Fund – These monies provide assistance to persons aged 18 years and older who are low-income and in need of supportive services to remain independent. Services include housekeeping, laundry, errands, light meal preparation, and shopping assistance.

Fund 2175 – State Senior Employment Program Fund – These monies provide employment training opportunities to persons aged 55 years and older who are low-income. Each job placement is for 20 hours per week and is designed to increase the worker's skills so he or she can secure regular unsubsidized employment.

Fund 2300 – Fire Fund – To provide for the purchase of fire equipment. Funding is provided by the State Fire Fund. State law required these funds to be used for fire supplies and equipment to help maintain the fire department (Section 979, Article 52, New Mexico State Insurance Code)

Fund 2303 – Emergency Medical Services Fund – To provide for emergency medical services provided through Fire Department activities. Funding is through a state grant from the State of New Mexico Department of Health, which requires separate fund accounting according to EMS Regulation DOH 94-11.

Fund 2400 – Police Fund – This fund covers Pedestrian Safety, to address crosswalk and jay walking enforcement, as well as a Gang Grants. Funding is from the State of New Mexico.

Fund 2401 – Police Protection Fund – To provide for the purchase of police equipment and police expenses associated with advanced law enforcement planning and training. The funding source is a state grant. State law (Section 5, Chapter 289, Laws of 1983) requires these funds to be used to operate the police department.

Fund 2402 – Court Awarded Funds – To provide for drug enforcement

Special Revenue Funds - Funds that are set up to administer special appropriations from the state, grants from the federal or state governments, and special purpose revenues adopted by council ordinance. Revenue estimates are based on State or grantee information.

Fund 2000 – HUD Community Development – To provide for the administration, operation and eligible capital expenses to serve the low- and moderate-income residents and areas of the community under the Community Development Block Grant (CDBG) and HOME Investment Partnerships Program (HOME) entitlement grants and corresponding program income. Funds provided by the U.S. Department of Housing and Urban Development, and housing loan and interest repayment, and performance bond payments. Housing and Community Development Act of 1974 (CDBG) and the Cranston-Gonzales National Affordable Housing Act of 1991 (HOME) requires that this grant be used for this purpose.

Fund 2010 – HUD Special Projects – To provide for the administration, operation and eligible expenses under various grants provided by the U.S. Department of Housing and Urban Development, excluding those grants contained in Fund 2000 (i.e. Community Development Block Grant (CDBG) and HOME Investment Partnerships Program (HOME)). Generally, these are special grants and/or appropriations that are made by HUD to the City, at the request by the City, some of which are made on a competitive grant application process. Grants have and can include Economic Development Initiatives (EDI), Shelter Plus Care (S+C), and Supportive or Transitional Housing Grants. Generally, these are non-capital grants and have limited administrative funds and most cannot be included in Fund 2000. Funding sources are always HUD, but are provided under various public laws created to provide a specific service/program.

Fund 2090 – M. P. O. Urban Transportation – To provide for the transportation needs of the community. Funding sources are from the Federal Highway Administration, the Urban Mass Transportation Administration, and the general fund. The fund was created in 1982 when the Metropolitan Planning Organization was formed through a Joint Powers Agreement. Such grants provide for the payment of current transportation operating expenses and may be used only for that purpose. City resolution number 94-236 required the fund to be used only in this manner.

Fund 2130 – Recreation Fund – To provide for the operation and development of community parks and operation of recreation programs. Funding source is one-third of the cigarette tax (Section 7-12-1 through 7-12-17, NMSA, 1978.) These taxes may only be used to finance the parks and recreation programs.

Fund 2140 – State Library Resources Grant – To provide funds for library materials and the equipment to provide access to information resources. Funding is from the State of New Mexico, which passed General Obligation Bond C.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Software Fund 1020	Information Tech		General Fund	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,838,924	1,202,438	1,202,438	776,938
REVENUES				
570010 Interest on Investment	$ 52,855	15,000	19,500	18,000
590051 Net Incr (Decr) Fair Value Investment	(5,702)	0	0	0
Total Revenues	$ 47,153	15,000	19,500	18,000
Total Resources	$ 1,886,077	1,217,438	1,221,938	794,938
EXPENDITURES				
Operating Expenses	$ 753,639	1,000,000	445,000	555,000
Total Expenditures	$ 753,639	1,000,000	445,000	555,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 101000 - General Fund	$ 70,000	0	0	0
Transfer from Fund 108000 - Permit Services Fund	0	0	0	0
Total Other Financing Sources (Uses)	$ 70,000	0	0	0
ENDING BALANCE	$ 1,202,438	217,438	776,938	239,938

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
City Council OEM Fund 1101	Finance	General Fund

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	25,000
REVENUES				
570010 Interest on Investment	$ 0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	0	0	25,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 101000 - General Fund	$ 0	25,000	25,000	25,000
Total Other Financing Sources (Uses)	$ 0	25,000	25,000	25,000
ENDING BALANCE	$ 0	25,000	25,000	50,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
City Hall Furnishings Fund 1102	Finance	General Fund

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	50,000
REVENUES				
570010 Interest on Investment	$ 0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	0	0	50,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 101000 - General Fund	$ 0	50,000	50,000	50,000
Total Other Financing Sources (Uses)	$ 0	50,000	50,000	50,000
ENDING BALANCE	$ 0	50,000	50,000	100,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Vehicle Acquisition Fund 1200	Various	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 3,205,125	3,397,267	3,397,267	1,785,708
REVENUES				
570010 Interest on Investment	$ 111,371	75,000	60,643	75,000
590051 Net Incr (Decr) Fair Value Investment	(13,825)	0	24,168	0
Total Revenues	$ 97,546	75,000	84,811	75,000
Total Resources	$ 3,302,671	3,472,267	3,482,078	1,860,708
EXPENDITURES				
Public Works	$ 453,496	1,626,508	1,554,314	158,334
Police Department	208,928	415,336	413,693	500,500
Fire Department	389,147	424,000	424,000	597,000
Facilities	125,640	532,281	511,363	169,166
Public Services	0	0	0	17,000
Community Development	78,193	0	0	0
Vehicle Depreciation	752,493	1,045,745	1,045,745	1,045,745
Total Expenditures	$ 2,007,897	4,043,870	3,949,115	2,487,745
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 1,350,000	1,750,000	1,750,000	2,000,000
Transfer to Fund 3612 - NMFA Equipment Debt Svc	0	0	(293,000)	(343,095)
Transfer to Fund 5920 - Transit VAF	0	(250,000)	(250,000)	(264,300)
Total Other Financing Sources (Uses)	$ 1,350,000	1,500,000	1,207,000	1,392,605
Adjustment due to change in accruals.	0	0	0	0
ENDING BALANCE With Non-Cash Expense	$ 2,644,774	928,397	739,963	765,568
Plus: Non-Cash Expense	752,493	1,045,745	1,045,745	1,045,745
ENDING CASH BALANCE	$ 3,397,267	1,974,142	1,785,708	1,811,313

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Gross Receipts Tax Income Fund 1500	Finance		General Fund	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 5,540,492	6,098,562	6,098,562	6,592,043
REVENUES				
512001 Sales Tax Receipts	$ 28,411,976	30,442,268	30,300,000	32,600,000
512011 Municipal Gross Receipts 82	0	0	3,100,000	6,600,000
512014 Municipal Gross Receipts Tax 90	5,781,291	6,213,929	6,200,000	6,600,000
512015 Municipal Gross Receipts 92	1,059,300	1,547,982	0	0
Total Revenues	$ 35,252,567	38,204,179	39,600,000	45,800,000
Total Resources	$ 40,793,059	44,302,741	45,698,562	52,392,043
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 1000 - General Fund	$ (30,793,827)	(33,534,210)	(35,200,000)	(41,400,000)
Transfer to Fund 311900 - 2002 GRT MVRDA System	(100,089)	0	0	0
Transfer to Fund 3250 - 2003 GRT Refunding Bond	(1,902,655)	(1,408,800)	(1,408,800)	(1,400,000)
Transfer to Fund 3270 - 2005 GRT Refunding Bond	(1,897,926)	(2,497,719)	(2,497,719)	(2,500,000)
Total Other Financing Sources (Uses)	$ (34,694,497)	(37,440,729)	(39,106,519)	(45,300,000)
BALANCE INCLUDING RECEIVABLES	$ 6,098,562	6,862,012	6,592,043	7,092,043
Less Accrual	(6,098,562)	(6,862,012)	(6,592,043)	(7,092,043)
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

City of Las Cruces
Special Revenue Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
2000	Community Development	207	3,582,565
2010	HUD Projects	210	289,375
2090	M.P.O. Urban Transportation	211	312,536
2130	Recreation	212	43,998
2140	State Library Resources Grant	213	115,592
2171	Older Americans Act	214	1,920,045
2172	Cash In Lieu of Commodities	215	119,501
2173	Retired Senior Volunteer Program (RSVP)	216	164,211
2174	Children, Youth & Families	217	130,846
2175	State Senior Employment Program	218	14,770
2300	Fire	219	389,470
2303	Emergency Medical Services	220	20,000
2400	Police	221	4,205
2401	Police Protection	222	127,200
2402	Court Awarded Funds	223	100,000
2405	Victims Assistance	224	30,000
2410	Keep Las Cruces Beautiful	225	79,643
2412	Juvenile Citation Program	226	228,183
2420	Mesilla Valley Safety Council CDWI	227	21,000
2421	DWI Prevention Fund	228	53,000
2422	STEP	229	7,000
2423	Traffic Safety Education	230	49,200
2424	Traffic Safety Bureau Enforcement Grant	231	22,767
2440	Prisoner Care	232	1,900,000
2470	Dept of Justice Programs	233	1,648,360
2472	Vehicle Forfeiture	234	65,000
2490	Judicial Education Fees	235	28,000
2491	Court Automation	236	294,785
2500	State Equipment Grants	237	187,953
2600	Street Maintenance Operations	238	518,188
2650	Flood Control Operations	239	457,162
2700	Health Services	240	204,755
2705	Telshor Facility	241	3,850,000
2710	Convention & Visitors Bureau	242	1,640,872
2715	Downtown Revitalization	243	56,241

City of Las Cruces
Special Revenue Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
2750	Special Assessment Northrise Morningstar	244	$ 0
2760	State Operating Grants	245	0
2770	Valley View Heske Garden	246	27,500
2800	Environment Gross Receipts Tax	247	945,000
2805	Public Safety Gross Receipts Tax	248	3,300,000
2810	Gas Tax	249	633,652
2820	Lodgers Tax	250	56,598
2825	Convention Center Fee	251	0
	Total Special Revenue Fund:		$ 23,639,173

City of Las Cruces®
PEOPLE HELPING PEOPLE

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FUND	DIVISION	FUND TYPE
Community Development Fund 2000	Comm Dev	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 331,788	74,279	74,279	36,139
REVENUES				
HR Non-Refunding Perf Bond 20180060-543201	$ 3,094	21,000	0	10,000
CDBG Grant PY2007 20180210-551011	0	0	0	1,022,960
CDBG Grant PY2006 20180050-551011	$ 0	1,049,613	483,361	646,305
CDBG Grant PY2005 20180040-551011	1,185,299	642,382	236,856	474,989
CDBG Grant PY2004 20180030-551011		251,987	166,959	84,680
CDBG Grant PY2003 20180020-551011		9,157	7,157	2,000
CDBG Grant PY2002 20180010-551011		29,984	0	29,984
HOME Grant PY2007 20180220-551013	0	0	0	496,988
HOME Grant PY2006 20180120-551013		590,325	48,115	585,174
HOME Grant PY2005 20180110-551013	991,263	451,577	271,550	112,624
HOME Grant PY2004 20180100-551013		105,174	105,174	0
Interest Revenue CDBG 20180060-570115	18,173	15,000	15,092	15,000
Interest Revenue HOME 20180060-570116	8,133	4,500	2,583	45,000
CDBG Pgm Inc (Principal) 20180060-581010	59,357	100,256	53,695	79,805
HOME Pgm Inc (Principal) 20180060-581011	25,810	25,500	0	25,500
Proceeds from sale of property 903000	0	1,195	1,195	1,195
Total Revenues	$ 2,291,129	3,296,455	1,391,737	3,632,204
Total Resources	$ 2,622,917	3,370,734	1,466,016	3,668,343
EXPENDITURES				
HR Bond 20184130-722190	0	21,000	10,000	10,000
2007/08 CDBG				
Administration 20184160-XXXXX-10107	0	0	0	223,792
Rehabilitation Administration 20184110-XXXXX-10207	0	0	0	294,925
Public Services:				
Tresco ADA 20184160-722190-10404	0	0	0	94,606
La Casa 20184160-722190-10305	0	0	0	45,760
MVCH Family Shelter 20184160-722190-10306	0	0	0	76,760
Jardin de los Ninos 20184160-722190-10307	0	0	0	11,760
Casa de Corazones 20184160-722190-10308	0	0	0	21,760
Border Fair Housing 20184160-722190-10309	0	0	0	11,760
Public Facilities/ADA/Public Improvements:				
Street Imp (Davis) 20804080-854121-70F16	0	0	0	200,000
Retention Pond (Stull) 20804080-854112-70M16	0	0	0	17,838
Branigan Library 20804080-852100-60Q05	0	0	0	20,000
MVCommunity of Hope Ph I 20804080-852100-61411	0	0	0	100,000
2006/07 CDBG				
Administration 20184110-XXXXX-10106	$ 0	228,961	158,961	70,000
Rehabilitation Administration 20184110-XXXXX-10206	0	200,000	180,000	20,000
Public Services:				
Comm of Hope 20184110-722190-10302	0	94,013	94,013	0
MVCH Family Shelter 20184110-722190-10303	0	44,207	44,207	0
La Casa 20184110-722190-10304	0	38,000	38,000	0
Public Facilities/ADA/Public Improvements:				
Sidewalk Imp (Milton) 20184110-722190-10407	0	73,127	73,127	0
Street Imp (Jefferson/Davis) 20184110-722190-70F15	0	320,633	0	320,633
CAA Central Kitchen 20184110-722190-10406	0	212,572	0	212,572

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE		
Community Development Fund 2000	Comm Dev	Special Revenue		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
2005/06 CDBG				
Administration 20184010-Various-10105	$ 308,329	31,218	31,218	0
Home Rehabilitation 20184010-722195-10205	139,474	403,910	122,838	281,072
Public Services:				
St. Luke's Health Care Clinic 86573	35,000	0	0	0
Mesilla Valley Community of Hope 86574	34,750	0	0	0
Jardin de los Niños 86575	25,000	0	0	0
El Caldito Soup Kitchen 86576	24,300	0	0	0
La Casa 86577	30,000	0	0	0
Hacienda del Sol 86578	57,814	0	0	0
DABCC Mesquite Comm Proj 20804010-722190-10301	22,380	634	634	0
Public Facilities/ADA/Public Improvements:				
Sidewalk Imp (Milton/Lynch) 20804010-854122-10402	0	75,000	75,000	0
St Imp (Jefferson/Davis) 20804010-854121-70F14	273,968	201,083	7,166	193,917
2004/05 CDBG				
Public Facilities/ADA/Public Improvements:	$			
Branigan Library ADA Imp 20804020-854122-60Q04		39,926	0	39,926
Rdrnr Transit Shelters/Benches 20804020-852100-60401	59,793	20,339	1,020	19,319
Street Imp (E Mesa Morningside/Lemo) 86567	174,960	0	0	0
Sidewalk Imp 86565:				
Milton Sidewalk 20184030-854122-10402	0	42,360	42,360	0
Wilson Avenue Sidewalk 20184030-854122-10403	0	67,640	67,640	0
Home Rehabilitation 20184030-722195-10204	108,387	81,374	55,939	25,435
Public Services:				
CAA Food Bank 86559	21,974	0	0	0
Hacienda del Sol 86560	1,744	0	0	0
WeednSeed (DABCC Mesquite Comm Proj) 86561	912	0	0	0
2003/04 CDBG				
Home Rehabilitation	34,984	0	0	0
Public Facilities/ADA/Public Improvements:				
Roadrunner Transit Shelters/Benches 86529	12,392	0	0	0
Weed n Seed - Parking Lot 20184140-854121-10401	0	9,157	7,157	2,000
2002/03 CDBG				
Public Facilities/ADA/Public Improvements:				
Branigan Library 20184020-722190-60Q03	0	29,984	0	29,984
WIA Building 86514	7,744	0	0	0
Total CDBG	$ 1,373,905	2,235,138	1,009,280	2,343,819
2007/08 HOME				
Administration 20184170-XXXXXX-11107	0	0	0	53,199
CHDO Set aside MV Habitat 20184170-722190-11205	0	0	0	89,748
CHDO Operating MV Habitat 20184170-722190-11304	0	0	0	23,000
FYI Transitional Housing 20184170-722190-11402	0	0	0	369,545
FYI Transitional Housing 20184050-722190-11402	0	0	0	5,456

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Community Development Fund 2000	Comm Dev		Special Revenue	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
2006/07 HOME				
Administration 20184120-XXXXXX-11106	$ 0	50,263	36,615	13,648
CHDO Set Aside 20184120-722190-11201	0	95,246	0	95,246
CHDO Operating - TDS 20184120-722190-11301	0	11,500	5,750	5,750
CHDO Operating - MV Habitat 20184120-722190-11302	0	11,500	5,750	5,750
Property Acquisition 20184120-722190-11401	0	464,780	0	464,780
2005/06 HOME				
Administration 20184040-Various-11105	$ 58,666	4,980	4,980	0
Stone Mtn (incl Reloc) 20184040-722190-11405	58,969	436,031	323,407	112,624
CHDO Set Aside - TDS 86583	173,499	0	0	0
CHDO Operating - TDS 20184040-722190-11303	13,435	10,565	10,565	0
LCAHI 811 Project 20184040-722190-11204	90,000	2	0	0
CAA Desert LIHTC 86586	50,000	0	0	0
2004/05 HOME				
Payment Saver 20184050-722190-11704	$ 40,095	86,441	86,441	0
Rental Housing HACLC 86569	100,000	0	0	0
Habitat for Humanity 20184050-722190-11403	19,760	18,733	18,733	0
86571 CHDO Set Aside - TDS	52,502	0	0	0
CHDO Operating - TDS 86572	10,554	0	0	0
2003/04 HOME				
Desert Palms Tax Credit 86542	292,744	0	0	0
School House Project 86543	10,000	0	0	0
CHDO Set Aside - LCAHI 86548	89,355	0	0	0
Payment Saver 86555	35,575	0	0	0
2001/02 HOME				
Community Hsg Dev Organization (CHDO) 18456	79,579	0	0	0
Total HOME	1,174,733	1,190,041	492,241	1,238,746
Total Expenditures	$ 2,548,638	3,425,179	1,501,521	3,582,565
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 2001 - HR Perf Bond	$ 0	71,644	71,644	0
Total Other Financing Sources (Uses)	$ 0	71,644	71,644	0
ENDING BALANCE	$ 74,279	17,199	36,139	85,778

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
HUD Projects Fund 2010	Comm Dev	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
HUD Shelter Plus Care Grant 12002	54,705	119,979	48,990	125,630
HUD EDI Grant	$ 155,112	351,291	240,646	41,745
HUD Supportive Housing Grant 12003	92,330	197,764	49,504	122,000
HUD Transitional Housing Grant 12004	0	36,901	100,605	0
Emergency Shelter Grant-MFA	23,343	0	0	0
Total Revenues	$ 325,490	705,935	439,745	289,375
Total Resources	$ 325,490	705,935	439,745	289,375
EXPENDITURES				
EDI Model Extension 20184090				
Model Ext Admin & Delivery	$ 146,050	351,291	240,646	41,745
Model Ext Curriculum & Media Dev	9,062	0	0	0
Total EDI Model Extension 20184090	$ 155,112	351,291	240,646	41,745
Shelter Plus Care 20184100				
S+C Community Housing Connection 12002	$ 54,705	119,979	48,990	125,630
Total Shelter Plus Care 20184100	$ 54,705	119,979	48,990	125,630
Family Shelter 20184150				
HUD Supportive Housing 12003	$ 92,330	197,764	49,504	0
HUD Transitional Housing 12004	0	36,901	100,605	122,000
Total Family Shelter	$ 92,330	234,665	150,109	122,000
Emergency Shelter Grant				
MFA-Emergency Shelter Grant	$ 23,343	0	0	0
Total Emergency Shelter Grant	$ 23,343	0	0	0
Total Expenditures	$ 325,490	705,935	439,745	289,375
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
M.P.O. Urban Transportation Fund 2090	Comm Dev	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 49,839	66,579	66,579	104,738
REVENUES				
552009 State Highway Dept - Traffic Count	$ 16,728	54,908	13,313	44,832
552009 State Highway Dept	95,064	202,037	126,263	123,554
552007 NM Dept of Trans	29,701	29,700	14,671	29,700
546100 MPO Training Fees	0	0	810	0
570010 Interest on Investment	(874)	0	(589)	0
590051 Net Incr (Decr) Fair Value Investment	197	0	(349)	0
Total Revenues	$ 140,816	286,645	154,119	198,086
Total Resources	$ 190,655	353,224	220,698	302,824
EXPENDITURES				
MPO Planning 20184060				
Personnel	$ 167,789	217,573	178,049	195,223
Operating	24,317	41,998	18,575	41,998
Total 20184060	$ 192,106	259,571	196,624	237,221
MPO Multi-Modal Planning 20184070				
Personnel	$ 32,906	29,043	20,728	30,537
Operating	4,587	9,010	1,909	9,010
Total - 20184070	$ 37,493	38,053	22,637	39,547
MPO Traffic Count Pgm 20184080				
Personnel	$ 17,183	24,610	18,011	24,611
Operating	2,394	11,157	1,895	11,157
Capital	0	10,000	1,793	0
Total - 20184080	$ 19,577	45,767	21,699	35,768
Total Expenditures	$ 249,176	343,391	240,960	312,536
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund (Grant Match)	$ 22,206	43,325	23,243	30,440
Transfer from Fund 1000 - General Fund (Over-Match)	102,894	81,675	101,757	94,560
Total Other Financing Sources (Uses)	$ 125,100	125,000	125,000	125,000
ENDING BALANCE	$ 66,579	134,833	104,738	115,288

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Recreation Fund 2130	Facilities/ Public Services	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 25,912	23,319	23,319	27,687
REVENUES				
512049 Cigarette Tax	$ 38,752	35,000	43,014	35,000
570010 Interest on Investment	1,078	0	410	0
590051 Net Incr (Decr) Fair Value Investment	(158)	0	210	0
Total Revenues	$ 39,672	35,000	43,634	35,000
Total Resources	$ 65,584	58,319	66,953	62,687
EXPENDITURES				
After School	$ 0	4,800	0	4,800
Meerscheidt	22,265	3,000	0	3,000
East Mesa	0	4,600	0	4,600
Mesilla Park	0	9,300	12,061	9,300
Club Fusion	0	3,000	3,218	3,000
Parks North District	10,000	12,699	12,699	10,296
Parks South District	10,000	11,288	11,288	9,002
Total Expenditures	$ 42,265	48,687	39,266	43,998
ENDING BALANCE	$ 23,319	9,632	27,687	18,689

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
State Library Resources Grant Fund 2140	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 148	1	1	148
REVENUES				
552064 State Library	$ 280,178	121,429	115,739	214,807
Total Revenues	$ 280,178	121,429	115,739	214,807
Total Resources	$ 280,326	121,430	115,740	214,955
EXPENDITURES				
State Library Grant				
Operating	$ 247,673	68,524	62,834	64,332
Capital	32,652	52,758	52,758	51,260
Total Org 62300	$ 280,325	121,282	115,592	115,592
Total Expenditures	$ 280,325	121,282	115,592	115,592
ENDING BALANCE	$ 1	148	148	99,363

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Older Americans Act Fund 2171	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 59,151	0	0	108,636
REVENUES				
551053 Older Americans Act Fed Grant	$ 165,736	165,769	123,090	152,681
552017 NCCNMEDD	274,728	356,036	266,727	406,494
543501 Munson Center Charges	4,368	0	0	0
543510 Congregate Meals	94,355	91,235	91,235	91,000
543511 Delivered Meals	81,130	68,890	68,890	75,000
543514 Adult Day Care Contributions	2,168	3,008	2,111	1,200
543520 Senior Recreation	0	0	2,015	4,000
Total Revenues	$ 622,485	684,938	554,068	730,375
Total Resources	$ 681,636	684,938	554,068	839,011
EXPENDITURES				
21205080 - Access IIIB				
Personnel	$ 174,843	173,137	186,885	182,070
Operating	46,254	33,896	17,802	36,896
Total Org 21205080	221,097	207,033	204,687	218,966
21205030 - Congregate Meals IIIC1				
Personnel	$ 230,993	252,353	260,487	267,840
Operating	132,039	158,325	124,273	165,299
Total Org 21205030	363,032	410,678	384,760	433,139
21205040 - Delivered Meals IIIC2				
Personnel	$ 464,560	533,546	464,673	576,036
Operating	185,309	243,729	177,226	251,448
Capital	0	0	0	
Total Org 21205040	649,869	777,275	641,899	827,484
21205050 - Health Promotion IIID				
Personnel	$ 2,340	2,553	2,204	2,674
Operating	21,471	27,500	18,416	27,500
Total Org 21205050	23,811	30,053	20,620	30,174
21205060 - Care Giver Support IIIE				
Personnel	$ 57,754	63,037	68,329	66,004
Operating	48,349	51,697	66,937	56,797
Total Org 21205060	$ 106,103	114,734	135,266	122,801
21205070 - Senior Home Care				
Personnel	$ 219,749	251,687	168,381	264,334
Operating	16,024	16,847	13,326	23,147
Total Org 21205070	$ 235,773	268,534	181,707	287,481
Total Expenditures	$ 1,599,685	1,808,307	1,568,939	1,920,045
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund (Match)	$ 918,049	1,195,259	1,195,259	1,195,259
Transfer to Fund 5920 - Transit Fund	0	(71,752)	(71,752)	(71,752)
Total Other Financing Sources (Uses)	$ 918,049	1,123,507	1,123,507	1,123,507
ENDING BALANCE	$ 0	138	108,636	42,473

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Cash in Lieu of Commodities Fund 2172	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	5,360
REVENUES				
551054 Cash in Lieu of Comodities	$ 141,634	119,501	167,171	114,811
Total Revenues	$ 141,634	119,501	167,171	114,811
Total Resources	$ 141,634	119,501	167,171	120,171
EXPENDITURES				
Congregate Meals IIIC1 21205090				
Operating	$ 55,693	47,801	47,801	47,801
Total Org 21205090	55,693	47,801	47,801	47,801
Delivered Meals IIIC2 21205100				
Operating	$ 85,941	71,700	114,010	71,700
Capital	0	0	0	0
Total Org 21205100	85,941	71,700	114,010	71,700
Total Expenditures	$ 141,634	119,501	161,811	119,501
ENDING BALANCE	$ 0	0	5,360	670

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Retired Senior Volunteer Program (RSVP) Fund 2173	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 21,997	23,883	23,883	13,346
REVENUES				
551051 RSVP Federal	$ 63,992	62,218	51,705	62,218
552051 RSVP State	8,464	12,698	9,840	12,698
Total Revenues	$ 72,456	74,916	61,545	74,916
Total Resources	$ 94,453	98,799	85,428	88,262
EXPENDITURES				
RSVP - 21205110				
Personnel	$ 91,001	103,545	110,425	117,991
Operating	47,625	42,520	32,806	46,220
Total Org 21205110	$ 138,626	146,065	143,231	164,211
Total Expenditures	$ 138,626	146,065	143,231	164,211
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund (Match)	$ 68,056	71,149	71,149	75,949
Total Other Financing Sources (Uses)	$ 68,056	71,149	71,149	75,949
ENDING BALANCE	$ 23,883	23,883	13,346	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Children, Youth & Families Fund 2174	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 47,072	85,261	85,261	91,623
REVENUES				
552052 Children Youth & Families (Title XX)	$ 122,490	101,939	100,378	101,939
Total Revenues	$ 122,490	101,939	100,378	101,939
Total Resources	$ 169,562	187,200	185,639	193,562
EXPENDITURES				
Home Care Title XX - 21205120				
Personnel	$ 12,687	27,818	34,385	29,118
Operating	91,216	101,728	79,233	101,728
Total 21205120	$ 103,903	129,546	113,618	130,846
Total Expenditures	$ 103,903	129,546	113,618	130,846
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund (Match)	$ 19,602	19,602	19,602	19,602
Total Other Financing Sources (Uses)	$ 19,602	19,602	19,602	19,602
ENDING BALANCE	$ 85,261	77,256	91,623	82,318

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
State Senior Employment Program Fund 2175	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	1,708
REVENUES				
552053 Area Agency on Aging	$ 5,378	6,177	6,177	6,177
543511 Delivered Meals	0	6,885	6,885	6,885
Total Revenues	$ 5,378	13,062	13,062	13,062
Total Resources	$ 5,378	13,062	13,062	14,770
EXPENDITURES				
Senior Citizens A&G 21205130				
Personnel	$ 5,239	13,062	11,354	13,650
Operating	139	0	0	1,120
Capital	0	0	0	0
Total Org 21205130	$ 5,378	13,062	11,354	14,770
Total Expenditures	$ 5,378	13,062	11,354	14,770
OTHER FINANCING SOURCES (USES)	$ 0	0	0	0
Total Other Financing Sources (USES)	$ 0	0	0	0
ENDING BALANCE	$ 0	0	1,708	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Fire Fund 2300	Fire	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 145,470	252,058	252,058	3,000
REVENUES				
552085 State Allotment	$ 310,907	389,470	389,470	389,470
570010 Interest on Investment	11,636	7,000	10,000	9,500
590051 Net Incr (Decr) Fair Value Investment	(1,475)	0	0	0
Total Revenues	$ 321,068	396,470	399,470	398,970
Total Resources	$ 466,538	648,528	651,528	401,970
EXPENDITURES				
Operating Expenses	$ 214,480	427,664	427,664	300,278
Capital Equipment	0	220,864	220,864	89,192
Total Expenditures	$ 214,480	648,528	648,528	389,470
ENDING BALANCE	$ 252,058	0	3,000	12,500

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Emergency Medical Services Fund 2303	Fire	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 15,514	34,976	34,976	0
REVENUES				
552089 State EMS Grant	$ 30,030	30,030	20,000	20,000
570010 Interest on Investment	1,258	500	500	500
590051 Net Incr (Decr) Fair Value Investment	(192)	0	0	0
Total Revenues	$ 31,096	30,530	20,500	20,500
Total Resources	$ 46,610	65,506	55,476	20,500
EXPENDITURES				
724199 Travel	$ 500	2,000	2,000	3,500
724500 Licenses	1,135	4,500	4,500	3,000
730110 Supplies General	7,595	2,000	2,000	4,000
730300 Minor Shop Tools	2,405	14,000	14,000	4,500
741300 Major Shop Equipment	0	42,500	32,976	5,000
Total Expenditures	$ 11,635	65,000	55,476	20,000
ENDING BALANCE	$ 34,975	506	0	500

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Police Fund 2400	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
24140050-552006 NM Dept of Public Safety	$ 0	12,205	8,000	4,205
24140210-552019 Univ of NM (UNM)	0	10,000	10,000	0
Total Revenues	$ 0	22,205	18,000	4,205
Total Resources	$ 0	22,205	18,000	4,205
EXPENDITURES				
Org 24147040				
610210 Overtime	$ 0	12,205	8,000	4,205
Total Org 24147040	$ 0	12,205	8,000	4,205
Org 24147250				
610210 Overtime	0	10,000	10,000	0
Total Org 24147250	0	10,000	10,000	0
Total Expenditures	$ 0	22,205	18,000	4,205
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Police Protection Fund 2401	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 18,975	19,111	19,111	20,171
REVENUES				
552088 Police Protection-NM Grant	$ 137,645	233,308	195,611	127,200
570010 Interest on Investment	2,032	2,687	1,060	1,465
590051 Net Incr (Decr) Fair Value Investment	(115)	0	0	0
Total Revenues	$ 139,562	235,995	196,671	128,665
Total Resources	$ 158,537	255,106	215,782	148,836
EXPENDITURES				
Operating Expenses	$ 130,057	196,365	195,611	127,200
Capital Outlay	9,369	0	0	0
Total Expenditures	$ 139,426	196,365	195,611	127,200
ENDING BALANCE	$ 19,111	58,741	20,171	21,636

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Court Awarded Funds Fund 2402	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 5,923	13,952	13,952	472,870
REVENUES				
531088 DEA Seized Funds	$ 30,342	527,840	527,840	30,000
570010 Interest on Investment	650	0	8,727	0
590051 Net Incr (Decr) Fair Value Investment	(79)	0	1,000	0
592001 Reimbursed Expense	0	0	0	0
Total Revenue	$ 30,913	527,840	537,567	30,000
Total Resources	$ 36,836	541,792	551,519	502,870
EXPENDITURES				
722190 Purchased Services General	3,820	0	0	0
741100 Rolling Stock	2,563	0	0	0
741300 Major Shop Equipment	16,501	0	0	0
741400 Major Computer Equipment	0	0	0	0
851200 Major Equipment	0	527,840	78,649	100,000
Total Expenditures	$ 22,884	527,840	78,649	100,000
ENDING BALANCE	$ 13,952	13,952	472,870	402,870

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Victims Assistance Fund 2405	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
24140180-552999 Victims Assistance Grant	$ 28,088	30,450	29,000	30,000
24140270-552999 VOCA Grant 2007	0	3,612	3,612	0
Total Revenues	$ 28,088	34,062	32,612	30,000
Total Resources	$ 28,088	34,062	32,612	30,000
EXPENDITURES - 24147070				
Salaries	$ 27,005	30,450	28,645	30,000
Operating Expenses	1,083	4,515	4,870	0
Total Expenditures	$ 28,088	34,965	33,515	30,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 101000 - General Fund	$ 0	903	903	0
Total Other Financing Sources (Uses)	$ 0	903	903	0
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Keep Las Cruces Beautiful Fund 2410	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 19,235	37,340	37,340	25,854
REVENUES				
24140160-552009 State Hwy Beautification	$ 22,212	25,300	17,939	28,336
Total Revenues	$ 22,212	25,300	17,939	28,336
Total Resources	$ 41,447	62,640	55,279	54,190
EXPENDITURES				
Police Department				
24147170 KLCB A&G (Codes)				
Personnel	$ 9,537	45,924	25,870	48,543
Operating	25,495	31,100	17,939	31,100
Total 24147170	$ 35,032	77,024	43,809	79,643
Total Police Department	$ 35,032	77,024	43,809	79,643
Total Expenditures	$ 35,032	77,024	43,809	79,643
OTHER FINANCING SOURCES (USES)				
Transfer From Fund 1000 - General Fund (25% match)	$ 5,553	6,325	6,325	7,084
Transfer From Fund 1000 - General Fund (over-match)	25,372	8,059	8,059	18,369
Total Other Financing Sources (Uses)	$ 30,925	14,384	14,384	25,453
ENDING BALANCE	$ 37,340	0	25,854	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Juvenile Citation Program Fund 2412	Comm Dev	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 6,736	2,933	2,933	18,173
REVENUES				
552002 Juvenile Citation Program (CY&F)	$ 188,438	195,670	163,291	136,910
552002 Juvenile Citation Program (Spanish)	27,200	31,000	9,121	0
Total Revenues	$ 215,638	226,670	172,412	136,910
Total Resources	$ 222,374	229,603	175,345	155,083
EXPENDITURES				
Juvenile Citation Program 24144010				
Personnel	$ 162,423	200,603	161,060	217,689
Operating	41,129	8,167	14,819	10,494
Total 24144010	203,552	208,770	175,879	228,183
Spanish Program 24144020				
Personnel	$ 27,324	31,101	7,713	0
Operating	634	3,312	2,421	0
Total 24144020	27,958	34,413	10,134	0
Total Expenditures	231,510	243,183	186,013	228,183
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 12,069	13,100	28,841	73,100
Total Other Financing Sources (Uses)	$ 12,069	13,100	28,841	73,100
ENDING BALANCE	$ 2,933	(480)	18,173	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Mesilla Valley Safety Council CDWI Fund 2420	Police	Special Revenue		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
24140250-552018 MVSC Saturation Patrols	$ 14,900	9,000	9,000	10,000
24140260-552018 MVSC Underage Drinking	31,887	10,800	10,800	11,000
554258 MVSC DWI Mini-Checkpoints	0	0		
Total Revenue	$ 46,787	19,800	19,800	21,000
Total Resources	$ 46,787	19,800	19,800	21,000
EXPENDITURES				
Saturation Patrols Org 24147220 Grant 5730				
610210 Scheduled Overtime	$ 14,900	9,000	9,000	10,000
Underage Drinking Org 24147290 Grant 5731				
610210 Scheduled Overtime	$ 31,887	10,800	10,800	11,000
Total Expenditures	$ 46,787	19,800	19,800	21,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
DWI Prevention Fund 2421	Gen Govt	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,324	8,490	8,490	23
REVENUES				
532019 Judicial Education Fees	$ 4,058	0	0	0
532026 DWI Prevention	32,537	26,000	27,238	35,000
533004 MOBAT	16,960	13,000	13,596	16,000
570010 Interest on Investment	2,034	1,000	2,699	2,000
590051 Net Incr (Decr) Fair Value Investment	(271)	0	0	0
Total Revenues	$ 55,318	40,000	43,533	53,000
Total Resources	$ 57,642	48,490	52,023	53,023
EXPENDITURES				
772300 Transfer to State	$ 49,152	39,000	52,000	53,000
Total Expenditures	$ 49,152	39,000	52,000	53,000
ENDING BALANCE	$ 8,490	9,490	23	23

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
STEP Fund 2422	Police		Special Revenue	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 853	1,099	1,099	1,099
REVENUES				
552067 STEP	$ 7,008	24,761	35,858	7,000
Total Revenues	$ 7,008	24,761	35,858	7,000
Total Resources	$ 7,861	25,860	36,957	8,099
EXPENDITURES - 52209				
Salaries	$ 6,762	20,759	35,858	7,000
Total Expenditures	$ 6,762	20,759	35,858	7,000
ENDING BALANCE	$ 1,099	5,101	1,099	1,099

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Traffic Safety Education Fund 2423	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 53,597	51,243	51,243	66,118
REVENUES				
532023 Traffic Safety Education Fee	$ 48,217	30,314	42,588	43,000
570010 Interest Income	1,343	1,229	2,719	2,800
590051 Net Incr (Decr) Fair Value Investment	(160)	0	0	0
Total Revenues	$ 49,400	31,543	45,307	45,800
Total Resources	$ 102,997	82,786	96,550	111,918
EXPENDITURES - 24147150				
Personnel	$ 6,066	6,189	6,000	6,500
Operating	10,750	7,124	11,232	12,000
Capital	34,938	43,860	13,200	30,700
Total Expenditures	$ 51,754	57,173	30,432	49,200
ENDING BALANCE	$ 51,243	25,613	66,118	62,718

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Traffic Safety Bureau Enforcement Grant Fund 2424	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 11,067	15,838	15,838	15,838
REVENUES				
24000040-552018 TSB Grant	$ 56,571	30,030	30,030	0
24000050-552018 TSB Oper Buckledown '05	30,158	13,584	11,537	0
24140220-552018 TSB Underage Alcohol	0	32,289	30,000	2,289
24140230-552018 TSB Operation DWI	0	42,684	25,000	17,684
24140240-552018 TSB (NM DOT) Oper Buckledown '06	0	12,794	10,000	2,794
Total Revenues	$ 86,729	131,381	106,567	22,767
Total Resources	$ 97,796	147,219	122,405	38,605
EXPENDITURES				
Org 24147110 - Operation DWI				
Personnel	$ 57,878	40,495	30,030	0
Total Org 24147110	$ 57,878	40,495	30,030	0
Org 24147100 - Seat Belt Enforcement				
Personnel	$ 24,080	11,537	11,537	0
Total Org 24147100	$ 24,080	11,537	11,537	0
Org 24147280 - Operation Buckledown '06				
Personnel	$ 0	12,794	10,000	2,794
Total Org 24147280	$ 0	12,794	10,000	2,794
Org 24147260 - Underage Alcohol				
Personnel	$ 0	32,289	30,000	2,289
Total Org 24147260	$ 0	32,289	30,000	2,289
Org 24147270 - Operation DWI				
Personnel	$ 0	42,684	25,000	17,684
Total Org 24147270	$ 0	42,684	25,000	17,684
Total Expenditures	$ 81,958	139,799	106,567	22,767
ENDING BALANCE	$ 15,838	7,420	15,838	15,838

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Prisoner Care Fund 2440	Judicial & Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 41,820	300,544	300,544	254,308
REVENUES				
24140110-532025 Prisoner Care	$ 325,967	275,000	292,764	300,000
2440-570010 Interest on Investment	12,117	10,000	11,000	11,000
2440-590051 Net Incr (Decr) Fair Value Investment	(2,344)	0	0	0
Total Revenues	$ 335,740	285,000	303,764	311,000
Total Resources	$ 377,560	585,544	604,308	565,308
EXPENDITURES				
Prisoner Confinement	$ 1,777,016	1,715,000	1,800,000	1,900,000
Total Expenditures	$ 1,777,016	1,715,000	1,800,000	1,900,000
OTHER FINANCING SOURCES (USES)				
911000 Transfer from Fund 1000 General Fund	$ 1,700,000	1,450,000	1,450,000	1,650,000
Total Other Financing Sources (Uses)	$ 1,700,000	1,450,000	1,450,000	1,650,000
ENDING BALANCE	$ 300,544	320,544	254,308	315,308

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Dept of Justice Programs Fund 2470	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	174,000	174,000	174,000
REVENUES				
2470-551021-13210 US Dept of Justice (COPS Tech Grant)	$ 0	0	0	236,794
2470-551021 US Dept of Justice (COPS Interop Tech Grant)	0	981,360	0	981,360
2470-552014 NMSU	0	34,800	0	34,800
2470-553002 Dona Ana Fire Marshall	0	15,660	0	15,660
2470-554010 Town of Mesilla (Marshall & Fire)	0	15,660	0	15,660
2470-554011 Sunland Park	0	41,760	0	41,760
2470-554012 Village of Hatch	0	5,220	0	5,220
2470-554999 Misc Grants-Other Govts (Chaparral)	0	40,020	0	40,020
24000030-551021-13300 Dept of Justice Bulletproof Vests	11,075	7,912	0	0
24140060-551021 DOJ Arrest & Enforcement	307,240	337,290	255,980	81,310
24140200-551021 DOJ Edward Byrnes Memorial 2006	0	45,529	23,753	21,776
Total Revenues	$ 318,315	1,525,211	279,733	1,474,360
Total Resources	$ 318,315	1,699,211	453,733	1,648,360
EXPENDITURES				
Org 24147050 Proj 13210				
851400 Major Computer Equipment	$ 0	0	0	236,794
Total Org 24147050 Proj 13210	$ 0	0	0	236,794
Org 24147050				
710900 Professional & Technical Services	$ 0	180,480	0	180,480
851400 Major Shop Equipment	0	1,128,000	0	1,128,000
Total Org 24147050	$ 0	1,308,480	0	1,308,480
Org 24147060				
730500-13300 Uniforms & Safety Wear	$ 11,075	7,912	0	0
Total Org 24147060	$ 11,075	7,912	0	0
Org 24147080				
Salaries	$ 265,725	299,808	229,538	70,270
Operating Expenses	41,515	37,482	26,442	11,040
Total Org 24147080	$ 307,240	337,290	255,980	81,310
Org 24147240				
Operating Expenses	0	45,529	23,753	21,776
Total Org 24147240	0	45,529	23,753	21,776
Total Expenditures	$ 318,315	1,699,211	279,733	1,648,360
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 101000 - General Fund (Match)	$ 174,000	0	0	0
Total Other Financing Sources (Uses)	$ 174,000	0	0	0
ENDING BALANCE	$ 174,000	0	174,000	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Vehicle Forfeiture Fund 2472	Police	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	41,163	41,163	63,721
REVENUES				
552030 Vehicle Forfeiture Fees	$ 67,218	60,000	61,838	65,000
570010 Interest on Investment	355	0	720	0
590051 Net Incr (Decr) Fair Value Investment	(12)	0	0	0
Total Revenues	$ 67,561	60,000	62,558	65,000
Total Resources	$ 67,561	101,163	103,721	128,721
EXPENDITURES				
Police Vehicle Forfeiture Org 52217				
Operating Expenses	$ 26,398	67,000	40,000	65,000
Capital Equipment	0	0		
Total Expenditures	$ 26,398	67,000	40,000	65,000
ENDING BALANCE	$ 41,163	34,163	63,721	63,721

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Judicial Education Fees Fund 2490	Gen Govt	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 495	(3,652)	(3,652)	137
REVENUES				
24140140-532019 Judicial Education Fee	$ 24,728	30,000	32,000	28,000
Total Revenues	$ 24,728	30,000	32,000	28,000
Total Resources	$ 25,223	26,348	28,348	28,137
EXPENDITURES				
24140150-722203 Judicial Education Fees	$ 28,875	30,000	28,211	28,000
Total Expenditures	$ 28,875	30,000	28,211	28,000
ENDING BALANCE	$ (3,652)	(3,652)	137	137

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Court Automation Fund 2491	Judicial	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 254,623	267,442	267,442	299,390
REVENUES				
532024 Court Automation Fee City	$ 71,133	60,000	55,207	60,000
532029 Court Automation Fee State	95,259	75,000	87,038	80,000
570010 Intvestment Income	7,965	4,000	11,700	6,000
590051 Net Incr (Decr) Fair Value Investment	(1,054)	0	0	0
592001 Reimbursed Expenses	0	15,000	2,437	2,500
Total Revenues	$ 173,303	154,000	156,382	148,500
Total Resources	$ 427,926	421,442	423,824	447,890
EXPENDITURES				
721050 Maintenance Agreement	$ 23,270	23,270	23,270	25,226
722190 Purchased Services General	31,695	35,000	4,097	35,000
730110 Supplies General	7,178	7,000	10,889	7,000
730410 Software	9,483	117,559	12,257	117,559
730420 Minor Computer Equipment	0	10,000	16,547	10,000
772300 Transfer to State	88,858	100,000	57,374	100,000
Total Expenditures	$ 160,484	292,829	124,434	294,785
ENDING BALANCE	$ 267,442	128,613	299,390	153,105

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
State Equipment Grants Fund 2500	Finance	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
20000 Football/Basketball Equipment	$ 0	635	635	0
20005 Senior Center Vehicles	0	808	0	808
20006 Senior Center Equipment	0	42,546	42,546	0
20007 Senior Center Vehicles		110,000	20,811	89,189
60402 Bus Shelter Construction	42,044	7,956	0	7,956
60403 Bus Shelter Construction		50,000	0	50,000
60E05 Community of Hope		40,000	0	40,000
Total Revenues	$ 42,044	251,945	63,992	187,953
Total Resources	$ 42,044	251,945	63,992	187,953
EXPENDITURES				
20000 Football/Basketball Equipment	$ 0	635	635	0
20005 Senior Center Vehicles	0	808	0	808
20006 Senior Center Equipment	0	42,546	42,546	0
20007 Senior Center Vehicles		110,000	20,811	89,189
60402 Bus Shelter Construction	42,044	7,956	0	7,956
60403 Bus Shelter Construction		50,000	0	50,000
60E05 Community of Hope		40,000	0	40,000
Total Expenditures	$ 42,044	251,945	63,992	187,953
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Street Maintenance Operations Fund 2600	Public Works	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 68,059	83,114	83,114	165,214
REVENUES				
570010 Interest on Investment	$ 3,498	0	1,800	0
590051 Net Incr (Decr) Fair Value Investment	(499)	0	0	0
Total Revenues	$ 2,999	0	1,800	0
Total Resources	$ 71,058	83,114	84,914	165,214
EXPENDITURES				
42022 Major Maint. Program - Operating	$ 464	0	0	0
26226010 Minor Maint. Repair/Patching - Operating	10,085	0	0	0
26226020 Sidewalk Reconstruction - Personnel	123,708	229,569	151,110	247,448
26226020 Sidewalk Reconstruction - Operating	18,995	12,000	12,740	17,500
26226030 Signs & Markings - Operating Capital	140,048	150,000	70,850	250,000
26226080 Public Works A & G - Personnel		3,100	3,100	3,240
47412 Public Works Sealing	167	0		
Total Expenditures	$ 293,467	394,669	237,800	518,188
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 4202 - ST Street Maint.	$ 305,523	318,100	318,100	352,974
Total Other Financing Sources (Uses)	$ 305,523	318,100	318,100	352,974
ENDING BALANCE	$ 83,114	6,545	165,214	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Flood Control Operations Fund 2650	Public Works	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 73,504	203,032	203,032	(121,271)
REVENUES				
552022 NM DPS OEM	$ 0	0	554,066	0
570010 Interest on Investment	5,754	0	3,000	0
590051 Net Incr (Decr) Fair Value Investment	(898)	0	0	0
Total Revenues	$ 4,856	0	3,000	0
Total Resources	$ 78,360	203,032	206,032	(121,271)
EXPENDITURES				
26226040 Drainage Maintenance - Personnel	$ 212,980	217,179	244,730	218,030
26226040 Drainage Maintenance - Operating	77,903	119,119	211,970	175,283
26226050 Major Maintenance Program - Personnel	52,229	52,302	50,603	54,966
26226050 Major Maintenance Program - Operating	1,428	0	0	0
26226060 Minor Maintenance Repair - Operating	1,860	0	6,000	0
26226070 Public Works A & G - Personnel	0	8,500	8,500	8,883
42024 Sidewalk Reconstruction - Operating	425			
Total Expenditures	$ 346,825	397,100	521,803	457,162
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 4400 - Flood Control	$ 471,497	194,500	194,500	578,433
Total Other Financing Sources (Uses)	$ 471,497	194,500	194,500	578,433
ENDING BALANCE	$ 203,032	432	(121,271)	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Health Services Fund 2700	Community Development	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 457,325	378,066	378,066	216,749
REVENUES				
570010 Interest on Investment	$ 14,598	13,778	15,990	15,000
590015 Net Incr (Decr) Fair Value Investment	(1,857)	0	2,305	0
Total Revenues	$ 12,741	13,778	18,295	15,000
Total Resources	$ 470,066	391,844	396,361	231,749
EXPENDITURES				
Health Services Grants:				
Southwest Counseling Center (Homeless Outreach)	$ 35,000	22,505	22,505	20,247
Southwest Counseling Center (Medication)	0	31,083	31,083	0
St Luke's Health Care	12,000	30,745	30,745	0
El Caldito Soup Kitchen	20,000	0	0	18,909
Jardin de los Ninos	25,000	20,000	20,000	22,156
La Pinon Sexual Assault Recovery Services	0	17,069	17,069	19,957
La Clinica de Familia	0	25,102	25,102	28,102
Mesilla Valley Hospice	0	33,108	33,108	0
La Casa	0	0	0	39,820
First Step Center	0	0	0	33,164
Casa de Peregrinos Food Bank	0	0	0	22,400
Total Expenditures	$ 92,000	179,612	179,612	204,755
ENDING BALANCE	$ 378,066	212,232	216,749	26,994

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Telshor Facility Fund 2705	Legislative	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 27,686,844	28,754,818	25,493,109	25,843,011
REVENUES				
570010 Interest on Investment	1,131,212	750,000	513,131	750,000
590051 Net Incr (Decr) Fair Value Investment	(17,235)	0	3,952	0
Total Revenues	$ 1,113,977	750,000	517,083	750,000
Total Resources	$ 28,800,821	29,504,818	26,010,192	26,593,011
EXPENDITURES				
Purchased Services	$ 3,086,949	3,850,000	167,181	3,850,000
In Lieu of Property Taxes	220,763	0	0	0
Total Expenditures	$ 3,307,712	3,850,000	167,181	3,850,000
OTHER FINANCING SOURCES (USES)				
830040 -Direct Financing	$ 0	0	0	0
Total Other Financing Sources (Uses)	$ 0	0	0	0
ENDING BALANCE	$ 25,493,109	25,654,818	25,843,011	22,743,011

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Convention & Visitors Bureau Fund 2710	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,337,540	1,665,702	1,665,702	1,944,255
REVENUES				
520007 Farmer's and Crafts Market Fee - CVB	$ 15,707	12,000	19,798	16,000
552016 New Mexico Tourism Department	0	20,000	0	20,000
552999 Miscellaneous State Grant	20,000	0	0	0
570010 Interest on Investment	49,868	23,000	28,941	23,000
590020 Sale of Property/Material	4,091	3,000	4,777	5,000
590015 Net Incr (Decr) Fair Value Investment	(6,437)	0	11,665	10,000
592001 Reimbursed Expense Other	51,505	100,000	0	0
Total Revenues	$ 134,734	158,000	65,181	74,000
Total Resources	$ 1,472,274	1,823,702	1,730,883	2,018,255
EXPENDITURES				
Personnel Services	$ 390,515	512,392	554,745	588,327
Operating	647,027	1,100,791	551,869	1,052,545
Capital Outlay	0	9,000	0	0
Total Expenditures	$ 1,037,542	1,622,183	1,106,614	1,640,872
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 2820 - Lodger's Tax (85%)	$ 1,216,283	1,248,183	1,298,301	1,298,111
Transfer from Fund 2820 - Tourism (2.5%)	31,187	36,712	38,185	38,180
Transfer to Fund 1000 - General Fund	(16,500)	(16,500)	(16,500)	(16,500)
Total Other Financing Sources (Uses)	$ 1,230,970	1,268,395	1,319,986	1,319,791
ENDING BALANCE	$ 1,665,702	1,469,914	1,944,255	1,697,174

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Downtown Revitalization Fund 2715	Comm Dev	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	426,708	426,708	417,188
REVENUES				
570010 Investment Income	$ 1,696	0	7,191	0
590021 Sale of Land	425,000	0	0	0
590015 Net Increase(Decrease) Fair Value Investment	12	0	2,864	0
591010 Downtown Lease Income	0	0	300	0
Total Revenues	$ 426,708	0	10,355	0
Total Resources	$ 426,708	426,708	437,063	417,188
EXPENDITURES				
Economic Development Org 27804010				
Capital	0	56,241	19,875	56,241
Total	$ 0	56,241	19,875	56,241
Total Expenditures	$ 0	56,241	19,875	56,241
ENDING BALANCE	$ 426,708	370,467	417,188	360,947

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Special Assessment Northrise Morning Star Fund 2750	Finance	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,838	5,687	5,687	32,598
REVENUES				
560100 Contribution From Developers	$ 267,345	0	0	0
570010 Interest on Investment	8,934	3,000	235	0
570015 Net Incr (Decr) Fair Value Investment	(1,906)	0	140	0
570110 Interest A/R & other	38,357	0	26,536	0
Total Revenues	$ 312,730	3,000	26,911	0
Total Resources	$ 314,568	8,687	32,598	32,598
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 311800	$ (308,881)	0	0	0
Total Other Financing Sources (Uses)	$ (308,881)	0	0	0
ENDING BALANCE	$ 5,687	8,687	32,598	32,598

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
State Operating Grants Fund 2760	Finance	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	(15,000)
REVENUES				
552003 Jardin de los Ninos	$ 0	50,000	50,000	0
552003 Boys & Girls Club	0	15,000	0	15,000
Total Revenues	$ 0	65,000	50,000	15,000
Total Resources	$ 0	65,000	50,000	0
EXPENDITURES				
30701 Jardin de los Ninos	$ 0	50,000	50,000	0
30703 Boys & Girls Club	0	15,000	15,000	0
Total Expenditures	$ 0	65,000	65,000	0
ENDING BALANCE	$ 0	0	(15,000)	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Valley View Heske Garden Fund 2770	Facilities	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	250,000
REVENUES				
554023 Valley View Heske Garden	$ 0	0	275,000	0
Total Revenues	$ 0	0	275,000	0
Total Resources	$ 0	0	275,000	250,000
EXPENDITURES				
62J03 Valley View Heske Garden	$ 0	0	25,000	27,500
Total Expenditures	$ 0	0	25,000	27,500
ENDING BALANCE	$ 0	0	250,000	222,500

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Environment Gross Receipts Tax Fund 2800	Finance	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 218,596	263,081	263,081	158,339
REVENUE				
512020 EGRT - City	$ 1,444,746	1,553,223	1,550,000	1,660,000
553020 EGRT - County	716,892	660,000	826,425	900,000
Total Revenues	$ 2,161,638	2,213,223	2,376,425	2,560,000
Total Resources	$ 2,380,234	2,476,304	2,639,506	2,718,339
EXPENDITURES				
Administrative Charge for Tax Collection	39,200	42,000	41,840	45,000
Payment to County	$ 716,892	660,000	826,425	900,000
Total Expenditures	$ 756,092	702,000	868,265	945,000
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 5300 - Water	$ 0	0	0	(1,397,208)
Transfer to Fund 5400 - Wastewater	(1,269,428)	(1,167,000)	(1,167,000)	0
Transfer to Fund 5420 - Water Reclamation	(91,633)	(133,000)	(133,000)	(337,727)
Transfer to Fund 5510 - SW Closure Post Closure	0	(240,012)	(240,012)	0
Transfer to Fund 6361 - Walnut/Griggs Plume Site	0	(190,000)	(72,890)	(38,395)
Total Other Financing Sources (Uses)	$ (1,361,061)	(1,730,012)	(1,612,902)	(1,773,330)
ENDING BALANCE	$ 263,081	44,292	158,339	9

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Public Safety Gross Receipts Tax Fund 2805	Police/Fire	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 447,744	522,691	522,691	522,691
REVENUES				
512022 Municipal Gross Receipts Tax '02	$ 2,883,005	3,095,960	3,095,960	3,300,000
Total Revenues	$ 2,883,005	3,095,960	3,095,960	3,300,000
Total Resources	$ 3,330,749	3,618,651	3,618,651	3,822,691
EXPENDITURES				
Police Personnel	$ 1,899,651	1,888,535	1,888,525	2,013,000
Fire Personnel	908,407	1,207,425	1,207,425	1,287,000
Total Expenditures	$ 2,808,058	3,095,960	3,095,950	3,300,000
Adjustment due to change in accruals.	0			
ENDING BALANCE	$ 522,691	522,691	522,701	522,691

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Gas Tax Fund 2810	Public Works		Special Revenue	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 127,401	233,857	233,857	161,266
REVENUES				
512041 Gasoline Tax	$ 940,765	840,000	840,000	840,000
512042 Gas Tax Road Fund	553,644	600,000	600,000	600,000
570010 Interest on Investment	(3,631)	0		
590051 Net Incr (Decr) Fair Value Investment	290	0		
Total Revenues	$ 1,491,068	1,440,000	1,440,000	1,440,000
Total Resources	$ 1,618,469	1,673,857	1,673,857	1,601,266
EXPENDITURES				
28226010 Major Maintenance - Personnel	$ 206,030	208,682	193,890	216,236
28226010 Major Maintenance - Operating	34,652	47,935	33,396	47,935
28226030 Street Sweeping - Personnel	167,935	219,533	164,773	242,339
28226030 Street Sweeping - Operating	129,876	105,300	110,632	111,885
28226030 Street Sweeping - Capital	5,997	180,000	169,900	0
28226030 Public Works - Personnel		14,600	14,600	15,257
28226020 Sidewalk Reconstruction - Operating	122	0		
Total Expenditures	$ 544,611	776,050	672,591	633,652
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 3240 - 2000 Muni Gas Tax Bonds	$ 0	0	(318,000)	(325,500)
Transfer to Fund 5920 - Bus Transit	(840,000)	(840,000)	(522,000)	(522,000)
Total Other Financing Sources (Uses)	$ (840,000)	(840,000)	(840,000)	(847,500)
ENDING BALANCE	$ 233,857	57,807	161,266	120,114

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Lodgers Tax Fund 2820	Public Svcs	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,030,811	1,071,766	1,071,766	1,340,753
REVENUES				
515010 Lodger's Tax	$ 1,352,844	1,468,451	1,675,413	1,527,189
570010 Interest on Investment	18,050	22,500	17,718	18,000
590051 Net Incr (Decr) Fair Value Investment	0	0	7,125	0
Total Revenues	$ 1,370,894	1,490,951	1,700,256	1,545,189
Total Resources	$ 2,401,705	2,562,717	2,772,022	2,885,942
EXPENDITURES				
Professional or Technical Services	$ 112,380	56,598	56,598	56,598
Total Expenditures	$ 112,380	56,598	56,598	56,598
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 1000 - General Fund (2.5%)	$ (33,821)	(36,712)	(38,185)	(38,180)
Transfer to Fund 2710 - CVB (85%)	(1,149,917)	(1,248,183)	(1,298,301)	(1,298,111)
Transfer to Fund 2710 - CVB Tourism (2.5%)	(33,821)	(36,712)	(38,185)	(38,180)
Total Other Financing Sources (Uses)	$ (1,217,559)	(1,321,607)	(1,374,671)	(1,374,471)
ENDING BALANCE	$ 1,071,766	1,184,512	1,340,753	1,454,873
10% of Tax designated for Lodger's Tax projects	135,284	137,990	167,541	152,719

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Convention Center Fee Fund 2825	Public Services	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
515015 Lodger's fee (2.50)	$ 0	0	0	1,500,000
570010 Interest on Investment	0	0	0	0
590051 Net Incr (Decr) Fair Value Investment	0	0	0	0
Total Revenues	$ 0	0	0	1,500,000
Total Resources	$ 0	0	0	1,500,000
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 3614 - Las Cruces Ctr. DS	$ 0	0	0	(1,500,000)
Total Other Financing Sources (Uses)	$ 0	0	0	(1,500,000)
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

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City of Las Cruces
Debt Service Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
3230	1999 Municipal GRT Bond Series A	254	$ 1,621,545
3235	1999 Municipal GRT Bond Series B	256	685,215
3240	2000 Municipal Gas Tax Bonds Series A	258	522,568
3241	2000 Series A Debt Service Reserve	260	0
3250	Sales Tax 2003 Refunding Bond	261	1,366,860
3260	2004 EGRT SCSWA Refunding Bonds	263	842,516
3261	2004 EGRT SCSWA Refunding Reserve	265	0
3270	Sales Tax 2005 Bond Series B	266	2,512,780
3612	NMFA Equipment Loans Debt Service	268	420,276
3613	NMFA Street Loans Debt Service	270	1,916,468
3614	Convention Center Debt Service	272	1,500,000
	Total Debt Service Fund:		$ 11,388,228

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
1999 Municipal GRT Bonds Series A Fund 3230	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 98,149	103,894	103,894	124,409
Revenues				
Interest on Investments	16,369	5,000	5,000	5,000
Net Incr (Decr) Fair Value Investment	(3,091)	0	0	0
Total Revenues	$ 13,278	5,000	5,000	5,000
Total Resources	$ 111,427	108,894	108,894	129,409
EXPENDITURES				
Interest on Bonds	$ 402,448	370,384	370,384	336,545
Bond Redemption	675,000	720,000	720,000	1,285,000
Total Expenditures	$ 1,077,448	1,090,384	1,090,384	1,621,545
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 4202 - Street Maintenance	$ 1,069,915	1,105,899	1,105,899	1,655,310
Total Other Financing Sources (Uses)	$ 1,069,915	1,105,899	1,105,899	1,655,310
ENDING BALANCE	$ 103,894	124,409	124,409	163,174

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
1999 Municipal GRT Bonds Series A Fund 3230	Finance	Debt Service

1999 Municipal Gross Receipts Tax Bonds

ISSUE	SERIES	MATURES	AVG INT RATE	ORIGINAL ISSUE	RETIRED TO DATE	OUTSTANDING
GRT Rev Bond	7/15/99	6/01/14	4.812%	10,075,000	3,355,000	6,720,000

FUTURE YEAR REQUIREMENTS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
FY 07-08	1,285,000	336,545	1,621,545
FY 08-09	1,350,000	272,295	1,622,295
FY 09-10	1,090,000	204,795	1,294,795
FY 10-11	695,000	149,750	844,750
FY 11-12	730,000	115,000	845,000
FY 12-13	765,000	78,500	843,500
FY 13-14	805,000	40,250	845,250
TOTAL	$ 6,720,000	1,197,135	7,917,135

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
1999 Municipal GRT Bonds Series B Fund 3235	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 62,718	67,368	67,368	76,656
Revenues				
570010 Interest on Investments	10,536	5,000	5,000	5,000
590051 Net Incr (Decr) Fair Value Investment	(2,003)	0	0	0
Total Revenues	$ 8,533	5,000	5,000	5,000
Total Resources	$ 71,251	72,368	72,368	81,656
EXPENDITURES				
750100 Interest on Bonds	$ 238,208	217,070	217,070	195,215
750200 Bond Redemption	445,000	465,000	465,000	490,000
Total Expenditures	$ 683,208	682,070	682,070	685,215
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 4400 - Flood Control	$ 679,325	686,358	686,358	676,928
Total Other Financing Sources (Uses)	$ 679,325	686,358	686,358	676,928
ENDING BALANCE	$ 67,368	76,656	76,656	73,369

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
1999 Municipal GRT Bonds Series B Fund 3235	Finance	Debt Service

1999 Municipal Gross Receipts Tax Bonds

ISSUE	SERIES	MATURES	AVG INT RATE	ORIGINAL ISSUE	RETIRED TO DATE	OUTSTANDING
GRT Rev Bond	7/15/99	6/01/14	4.700%	7,040,000	3,085,000	3,955,000

FUTURE YEAR REQUIREMENTS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
FY 07-08	490,000	195,215	685,215
FY 08-09	510,000	171,695	681,695
FY 09-10	535,000	147,215	682,215
FY 10-11	560,000	121,000	681,000
FY 11-12	590,000	93,000	683,000
FY 12-13	620,000	63,500	683,500
FY 13-14	650,000	32,500	682,500
TOTAL	$ 3,955,000	824,125	4,779,125

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
2000 Municipal Gas Tax Bonds Series A Fund 3240	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 361,103	178,578	178,578	169,174
Revenues				
560100 Contribution From Developers	0	140,000	140,000	140,000
570010 Interest on Investments	6,060	5,000	5,000	5,000
570012 Interest A/R & Other	0	25,000	25,000	25,000
590051 Net Incr (Decr) Fair Value Investment	(633)	0		
Total Revenues	$ 5,427	170,000	170,000	170,000
Total Resources	$ 366,530	348,578	348,578	339,174
EXPENDITURES				
750100 Interest on Bonds	$ 222,245	207,845	207,845	192,568
750200 Bond Redemption	300,000	315,000	315,000	330,000
Total Expenditures	$ 522,245	522,845	522,845	522,568
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 2750	$ 308,881	0	0	0
Transfer from Fund 2810	0	0	325,500	325,500
Transfer from Fund 3241	25,412	338,658	17,941	17,941
Total Other Financing Sources (Uses)	$ 334,293	338,658	343,441	343,441
ENDING BALANCE	$ 178,578	164,391	169,174	160,047

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
2000 Municipal Gas Tax Bonds Series A Fund 3240	Finance	Debt Service

2000 Municipal Gasoline Tax Bonds

ISSUE	SERIES	MATURES	AVG INT RATE	ORIGINAL ISSUE	RETIRED TO DATE	OUTSTANDING
GAS TAX Rev Bond	12/04/00	6/01/16	4.666%	5,110,000	1,445,000	3,665,000

FUTURE YEAR REQUIREMENTS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
FY 07-08	330,000	192,568	522,568
FY 08-09	345,000	176,398	521,398
FY 09-10	365,000	159,148	524,148
FY 10-11	385,000	140,533	525,533
FY 11-12	405,000	120,898	525,898
FY 12-13	425,000	99,838	524,838
FY 13-14	445,000	76,994	521,994
FY 14-15	470,000	53,075	523,075
FY 15-16	495,000	27,225	522,225
TOTAL	$ 3,665,000	966,374	3,666,374

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
2000 Series A Debt Service Reserve Fund 3241	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 540,451	511,000	511,000	513,059
REVENUE				
570010 Interest on Investments	$ 22,836	20,000	20,000	20,000
570012 Interest A/R & Other	1,702			
590051 Net Incr (Decr) Fair Value Investment	(28,577)	0		
Total Revenues	$ (4,039)	20,000	20,000	20,000
Total Resources	$ 536,412	531,000	531,000	533,059
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 3240	$ (25,412)	(338,658)	(17,941)	(17,941)
Total Other Financing Sources (Uses)	$ (25,412)	(338,658)	(17,941)	(17,941)
ENDING BALANCE	$ 511,000	192,342	513,059	515,118

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Sales Tax 2003 Refunding Bond Fund 3250	Finance	Debt Service		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 175,931	145,249	145,249	180,489
Revenues				
570010 Interest on Investments	30,193	10,000	4,500	6,000
590051 Net Incr (Decr) Fair Value Investment	(6,220)	0	0	0
Total Revenues	$ 23,973	10,000	4,500	6,000
Total Resources	$ 199,904	155,249	149,749	186,489
EXPENDITURES				
Interest on Bonds	387,310	348,060	348,060	306,860
Bond Redemption	1,570,000	1,030,000	1,030,000	1,060,000
Bond Issue Expense				
Total Expenditures	$ 1,957,310	1,378,060	1,378,060	1,366,860
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1500 - Sales Tax '92 Income	$ 1,902,655	1,408,800	1,408,800	1,400,000
Total Other Financing Sources (Uses)	$ 1,902,655	1,408,800	1,408,800	1,400,000
ENDING BALANCE	$ 145,249	185,989	180,489	219,629

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Sales Tax 2003 Refunding Bond Fund 3250	Finance	Debt Service

Sales Tax 2003 Refunding Bond

ISSUE	SERIES	MATURES	AVG INT RATE	ORIGINAL ISSUE	RETIRED TO DATE	OUTSTANDING
SALES TAX Rev Bond	5/01/02	5/01/18	3.773%	12,800,000	5,640,000	7,160,000

FUTURE YEAR REQUIREMENTS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
FY 07-08	1,060,000	306,860	1,366,860
FY 08-09	1,115,000	253,860	1,368,860
FY 09-10	945,000	198,110	1,143,110
FY 10-11	980,000	160,310	1,140,310
FY 11-12	860,000	121,110	981,110
FY 12-13	690,000	86,710	776,710
FY 13-14	280,000	60,835	340,835
FY 14-15	290,000	50,195	340,195
FY 15-16	300,000	38,885	338,885
FY 16-17	315,000	26,885	341,885
FY 17-18	325,000	13,812	338,812
TOTAL	$ 7,160,000	1,317,572	8,477,572

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
2004 EGRT SCSWA Refunding Bonds Fund 3260	Finance	Debt Service		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 10,462	109,233	109,233	223,291
REVENUE				
570010 Interest Earned	$ 10,909	5,000	5,000	5,000
590041 Other Pmt In Lieu of Debt Svc	913,422	892,772	892,772	892,772
590051 Net Incr (Decr) Fair Value Investment	(2,194)	0	0	0
Total Revenues	$ 922,137	897,772	897,772	897,772
Total Resources	$ 932,599	1,007,005	1,007,005	1,121,063
EXPENDITURES				
750100 Bond Interest	$ 253,366	235,666	235,666	217,516
750200 Bond Principal	590,000	605,000	605,000	625,000
Total Expenditures	$ 843,366	840,666	840,666	842,516
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 3261 - 2004 EGRT SCSWA Rsv	$ 20,000	56,952	56,952	13,000
Total Other Financing Sources (Uses)	$ 20,000	56,952	56,952	13,000
ENDING BALANCE	$ 109,233	223,291	223,291	291,547

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
2004 EGRT SCSWA Refunding Bonds Fund 3260	Finance	Debt Service

1995 South Central Solid Waste Authority Revenue Bonds

ISSUE	SERIES	MATURES	AVG INT RATE	ORIGINAL ISSUE	RETIRED TO DATE	OUTSTANDING
Revenue	09/14/04	06/01/16	3.6%	7,980,000	1,605,000	6,375,000

FUTURE YEAR REQUIREMENTS

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
FY 07-08	625,000	217,516	842,516
FY 08-09	640,000	198,766	838,766
FY 09-10	660,000	179,566	839,566
FY 10-11	680,000	159,766	839,766
FY 11-12	705,000	138,006	843,006
FY 12-13	725,000	114,212	839,212
FY 13-14	750,000	88,838	838,838
FY 14-15	780,000	61,650	841,650
FY 15-16	810,000	32,400	842,400
TOTAL	$ 6,375,000	1,190,720	7,565,720

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
2004 EGRT SCSWA Refunding Reserve Fund 3261	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 848,249	799,489	799,489	799,489
REVENUE				
Interest	$ 33,457	25,000	10,000	12,000
Net Incr (Decr) Fair Value Investment	(62,217)	0	0	0
Total Revenues	$ (28,760)	25,000	10,000	12,000
Total Resources	$ 819,489	824,489	809,489	811,489
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 3260 - 2004 EGRT SCSWA Fund	(20,000)	(56,952)	(10,000)	(13,000)
Total Other Financing Sources (Uses)	$ (20,000)	(56,952)	(10,000)	(13,000)
ENDING BALANCE	$ 799,489	767,537	799,489	798,489
Required Debt Service Reserve	798,000	798,000	798,000	798,000
UN-RESERVED ENDING BALANCE	1,489	(30,463)	1,489	489

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Sales Tax 2005 Bond Series B Fund 3270	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	220,933	220,933	224,347
Revenues				
570010 Interest on Investments	17,108	5,000	7,500	7,500
590051 Net Incr (Decr) Fair Value Investment	(4,659)	0	0	0
Total Revenues	$ 12,449	5,000	7,500	7,500
Total Resources	$ 12,449	225,933	228,433	231,847
EXPENDITURES				
Interest on Bonds	1,009,442	1,386,805	1,386,805	1,347,780
Bond Redemption	680,000	1,115,000	1,115,000	1,165,000
Total Expenditures	$ 1,689,442	2,501,805	2,501,805	2,512,780
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1500 - Sales Tax '92 Income	$ 1,897,926	2,497,719	2,497,719	2,500,000
Total Other Financing Sources (Uses)	$ 1,897,926	2,497,719	2,497,719	2,500,000
ENDING BALANCE	$ 220,933	221,847	224,347	219,067

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Sales Tax 2005 Refunding Bond Series B Fund 3270	Finance	Debt Service

Sales Tax 2005 Refunding Bond

ISSUE	SERIES	MATURES	AVG INT RATE	ORIGINAL ISSUE	RETIRED TO DATE	OUTSTANDING
SALES TAX Rev Bond	8/10/05	6/01/35	4.386%	33,000,000	1,795,000	31,205,000

FUTURE YEAR REQUIREMENTS

FISCAL YEAR	CITY HALL PRINCIPAL	CITY HALL INTEREST	CYCLING PRINCIPAL	CYCLING INTEREST	TOTAL PRINCIPAL	TOTAL INTEREST	TOTAL
FY 07-08	430,000	946,267	735,000	401,512	1,165,000	1,347,780	2,512,780
FY 08-09	445,000	931,217	770,000	375,787	1,215,000	1,307,005	2,522,005
FY 09-10	460,000	914,530	750,000	346,912	1,210,000	1,261,443	2,471,443
FY 10-11	475,000	896,130	710,000	316,913	1,185,000	1,213,043	2,398,043
FY 11-12	490,000	877,130	930,000	288,513	1,420,000	1,165,643	2,585,643
FY 12-13	505,000	857,530	525,000	251,313	1,030,000	1,108,843	2,138,843
FY 13-14	525,000	836,067	745,000	229,000	1,270,000	1,065,068	2,335,068
FY 14-15	550,000	809,817	2,615,000	191,750	3,165,000	1,001,568	4,166,568
FY 15-16	575,000	782,317	1,525,000	61,000	2,100,000	843,318	2,943,318
FY 16-17	605,000	759,318			605,000	759,318	1,364,318
FY 17-18	635,000	735,118			635,000	735,118	1,370,118
FY 18-19	660,000	709,083			660,000	709,083	1,369,083
FY 19-20	685,000	681,857			685,000	681,858	1,366,858
FY 20-21	715,000	653,088			715,000	653,088	1,368,088
FY 21-22	745,000	622,700			745,000	622,700	1,367,700
FY 22-23	780,000	591,038			780,000	591,038	1,371,038
FY 23-24	815,000	557,888			815,000	557,888	1,372,888
FY 24-25	850,000	523,250			850,000	523,250	1,373,250
FY 25-26	890,000	487,125			890,000	487,125	1,377,125
FY 26-27	925,000	449,300			925,000	449,300	1,374,300
FY 27-28	965,000	408,831			965,000	408,831	1,373,831
FY 28-29	1,010,000	366,613			1,010,000	366,613	1,376,613
FY 29-30	1,060,000	322,425			1,060,000	322,425	1,382,425
FY 30-31	1,110,000	274,725			1,110,000	274,725	1,384,725
FY 31-32	1,165,000	224,775			1,165,000	224,775	1,389,775
FY 32-33	1,220,000	172,350			1,220,000	172,350	1,392,350
FY 33-34	1,275,000	117,450			1,275,000	117,450	1,392,450
FY 34-35	1,335,000	60,075			1,335,000	60,075	1,395,075
TOTAL	21,900,000	16,568,014	9,305,000	2,462,700	31,205,000	19,030,714	50,235,714

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
NMFA Equipment Loans Debt Service Fund 3612	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	298,729
Revenues				
570010 Interest on Investments	0	0	0	0
590051 Net Incr (Decr) Fair Value Investment	0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	0	0	298,729
EXPENDITURES				
Interest on Bonds Street Equipment	0	35,179	35,179	60,124
Bond Redemption Street Equipment		88,031	88,031	227,839
Bond Issue Expense Street Equipment		2,604	2,604	4,443
Interest on Bonds Fire Equipment	0	15,213	15,213	25,996
Bond Redemption Fire Equipment		38,630	38,630	99,929
Bond Issue Expense Fire Equipment	0	1,140	1,140	1,945
Total Expenditures	$ 0	180,797	180,797	420,276
OTHER FINANCING SOURCES (USES)				
Other Sources - Loan Proceeds	$		186,526	0
Transfer from Fund 1200 - VAF Street Equipment	0	203,635	203,635	238,451
Transfer from Fund 1200 - VAF Fire Equipment		89,365	89,365	104,644
Total Other Financing Sources (Uses)	$ 0	293,000	479,526	343,095
ENDING BALANCE	$ 0	112,203	298,729	221,548
Required Debt Service Reserve			186,526	186,526
UN-RESERVED ENDING BALANCE	0	112,203	112,203	35,022

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
PROPOSED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
NMFA Equipment Loans Debt Service Fund 3612	Finance	Debt Service

NMFA Equipment Loans

ISSUE	SERIES	MATURES	AVG INT RATE	ORIGINAL ISSUE	RETIRED TO DATE	OUTSTANDING
Sales Tax	06/01/07	6/01/14	3.38%	2,682,028	126,661	2,555,367

FUTURE YEAR REQUIREMENTS

	STREETS		FIRE		TOTAL		
FISCAL YEAR	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	TOTAL
FY 07-08	227,839	60,124	99,929	25,996	327,768	86,120	413,888
FY 08-09	235,919	52,617	103,419	22,741	339,338	75,358	414,696
FY 09-10	244,331	44,798	107,049	19,354	351,380	64,152	415,532
FY 10-11	253,117	36,630	110,838	15,816	363,955	52,446	416,401
FY 11-12	262,268	28,116	114,780	12,134	377,048	40,251	417,299
FY 12-13	271,852	19,194	118,907	8,280	390,759	27,473	418,232
FY 13-14	281,894	9,838	123,225	4,242	405,119	14,080	419,199
TOTAL	1,777,220	251,317	778,147	108,563	2,555,367	359,880	2,915,247

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
NMFA Street Loans Debt Service Fund 3613	Finance	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	986,938
Revenues				
570010 Interest on Investments	0	0	0	0
590051 Net Incr (Decr) Fair Value Investment	0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	0	0	986,938
EXPENDITURES				
Interest on Bonds Street Projects	0	0	127,140	334,440
Bond Redemption Street Projects			174,750	1,327,425
Interest on Bonds Flood Projects	0	0	48,900	103,670
Bond Redemption Flood Projects			67,212	150,933
Total Expenditures	$ 0	0	418,002	1,916,468
OTHER FINANCING SOURCES (USES)				
Other Sources - Loan Proceeds	$ 0	0	910,557	0
Transfer from Fund 4202 - Sales Tax Street Maint.	0	0	357,054	1,661,964
Transfer from Fund 4400 - Flood Control	0	0	137,329	254,602
Total Other Financing Sources (Uses)	$ 0	0	1,404,940	1,916,566
ENDING BALANCE	$ 0	0	986,938	987,036
Required Debt Service Reserve	0	0	920,000	920,000
UN-RESERVED ENDING BALANCE	0	0	66,938	67,036

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
NMFA Street Loans Debt Service Fund 3613	Finance	Debt Service

NMFA Street Loans

ISSUE	SERIES	MATURES	AVG INT RATE	Original Issue	RETIRED TO DATE	OUTSTANDING
SALES TAX	11/06/06	6/01/21	4.018%	13,485,448	241,962	13,243,486

FUTURE YEAR REQUIREMENTS

	ARROYO		STREETS		TOTAL		
FISCAL YEAR	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	TOTAL
FY 07-08	150,933	103,670	1,327,425	334,440	1,478,358	438,110	1,916,468
FY 08-09	156,319	98,296	1,391,430	305,896	1,547,749	404,192	1,951,941
FY 09-10	161,930	92,700	621,017	257,947	782,947	350,647	1,133,594
FY 10-11	167,790	86,854	636,254	242,674	804,044	329,528	1,133,572
FY 11-12	173,896	80,764	652,130	226,692	826,026	307,456	1,133,482
FY 12-13	180,294	74,382	668,764	209,808	849,058	284,190	1,133,248
FY 13-14	187,000	67,692	686,199	191,831	873,199	259,523	1,132,722
FY 14-15	194,048	60,662	704,526	172,383	898,574	233,045	1,131,619
FY 15-16	201,460	53,268	723,797	150,823	925,257	204,091	1,129,348
FY 16-17	209,256	45,492	724,066	125,928	933,322	171,420	1,104,742
FY 17-18	217,459	37,310	565,392	97,006	782,851	134,316	917,167
FY 18-19	226,113	28,676	587,895	74,560	814,008	103,236	917,244
FY 19-20	235,226	19,586	611,587	50,926	846,813	70,512	917,325
FY 20-21	244,800	10,036	636,480	26,096	881,280	36,132	917,412
TOTAL	2,706,524	859,388	10,536,962	2,467,010	13,243,486	3,326,398	16,569,884

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Convention Center Debt Service Fund 3614	Finance	Debt Service		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
Revenues				
570010 Interest on Investments	0	0	0	0
590051 Net Incr (Decr) Fair Value Investment	0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	0	0	0
EXPENDITURES				
Bond/Note Principal	0	0	0	1,000,000
Bond/Note Interest	0	0	0	500,000
Total Expenditures	$ 0	0	0	1,500,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 2825 - Las Cruces Center Fee	0	0	0	1,500,000
Total Other Financing Sources (Uses)	$ 0	0	0	1,500,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

City of Las Cruces
Capital Project Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
4001	Capital Improvement Reserve	274	$ 1,000,000
4011	Facility Federal Grant	275	162,247
4012	Facility State Grant Improvements	276	25,207,303
4021	Sales Tax 03 Parks & Facilities Bond Projects	282	835,030
4022	Sales Tax 2005 City Hall	284	23,000,000
4023	Sales Tax 2005 Public Improvement	285	7,273,254
4106	Public Park Development	287	2,393,282
4110	Valley View Heske Garden Improvements	288	260,000
4112	Park/Land Capital Improvements	289	1,057,876
4202	1/4% Sales Tax St Maintenance	290	6,708,000
4208	Improvement District 1991	292	0
4212	Street State Grant Improvement	293	4,010,732
4213	NMFA Street Projects	295	11,470,005
4221	Street Sales Tax 99 Bonds Projects	296	25,480
4223	Sales Tax 03 Street Lighting Bond Projects	297	850,000
4300	Airport Improvement	298	3,045,779
4400	Flood Control	299	2,932,000
4504	West Mesa Industrial Park	301	153,869
4613	NMFA Equipment	302	0
	Total Capital Project Fund:		$ 90,384,857

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Capital Improvement Reserve Fund 4001	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 913,313	1,549,203	1,549,203	1,774,203
REVENUES				
	$			
570010 Interest on Investments	41,692	15,000	25,000	25,000
590051 Net Incr/Decr Fair Value Investment	(6,019)	0	0	0
Total Revenues	$ 35,673	15,000	25,000	25,000
Total Resources	$ 948,986	1,564,203	1,574,203	1,799,203
EXPENDITURES				
40803020 Infrastructure Rehab	$ 17,783	1,581,649	400,000	1,000,000
60H09 Mesilla Park		36,351	36,351	0
Total Expenditures	$ 17,783	1,618,000	400,000	1,000,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 618,000	600,000	600,000	650,000
Total Other Financing Sources (Uses)	618,000	600,000	600,000	650,000
ENDING BALANCE	$ 1,549,203	546,203	1,774,203	1,449,203

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Facility Federal Grant Fund 4011	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
552403 HUD EDI Veterans Wall	$ 198,820	0	0	0
60M01 Fed Hwy Admin DOT - Railroad Depot	623	153,234	0	153,234
60N01 HUD EDI Grant Youth Boxing	0	66,150	61,137	5,013
60R01 HUD EID Grant Rio Grande Theater	0	4,000	0	4,000
551999 Miscellaneous Federal Grants	5,014	0	0	0
Total Revenues	$ 204,457	223,384	61,137	162,247
Total Resources	$ 204,457	223,384	61,137	162,247
EXPENDITURES				
44003 HUD EDI Veterans Wall	$ 198,820	0	0	0
60M01 Fed Hwy Admin DOT - Railroad Depot	623	153,234	0	153,234
60N01 Sammy Burke Youth Boxing	5,014	66,150	61,137	5,013
60R01 Rio Grande Theater	0	4,000	0	4,000
Total Expenditures	$ 204,457	223,384	61,137	162,247
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Facility State Grant Improvements Fund 4012	Various		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 478,460	139,707	139,707	45,464
REVENUES				
552075 State Agency on Aging	$ 50,000	0	0	0
552402 Mesquite Historic District	1,126	0	0	0
552403 Veterans Wall	83,869	0	0	0
552403 Veterans Wall Memorial	260,000	0	0	0
552409 Downtown Revitalization	355,668	0	0	0
60C01 Housing for Handicapped	121,779	0	0	0
552709 State Grant - Court Youth Center	6,472	0	0	0
552710 Court Youth Center	10,000	0	0	0
552710 State Grant Court Youth Center	525	0	0	0
552871 N. Triviz Multi-Use Path - Phase 2	12,864	0	0	0
60101 Animal Shelter Improvements	0	88,000	0	88,000
60201 Benavidez Center Parking	0	25,000	0	25,000
60202 Benavidez Center Expansion	0	25,000	0	25,000
60301 Burn Lake/Esslinger Park	0	55,000	0	55,000
60302 Burn Lake/Esslinger Park	0	95,000	0	95,000
60501 State Grant - Convention Center	17,322	32,678	25,499	7,179
60601 Club Fusion Improvements	24,999	0	0	0
60603 Club Fusion	0	25,000	0	25,000
60901 State Grant - Domestic Violence Shltr Stg Bld.	0	10,000	10,000	0
60902 La Casa Facility Additions	0	148,500	0	148,500
60903 La Casa Facility Additions	0	361,350	0	361,350
60904 La Casa Facility Additions	0	50,000	0	50,000
60906 La Casa Dom. Violence Shelter Expansion	0	173,250	0	173,250
60907 La Casa Dom. Violence Shelter Expansion	0	50,000	0	50,000
60A01 East Mesa Multigenerational Center	0	100,000	0	100,000
60B01 Grandparents Housing	0	25,000	0	25,000
60B01 Grandparents Housing	0	50,000	0	50,000
60C04 Housing for Handicapped	0	75,000	29,860	45,140
60C05 Housing for Handicapped	0	53,000	15,925	37,075
60E01 State Grant - Community of Hope	13,190	0	0	0
60E02 Community of Hope	214,055	14,557	14,557	0
60E03 Community of Hope	284,591	0	0	0
60E05 Community of Hope	0	19,205	6,612	12,593
60E06 Community of Hope	0	50,000	31,126	18,874
60E07 Community of Hope	1,284	0	0	0
60E08 Community of Hope	0	12,547	0	12,547
60E0A Community of Hope - Ph4	0	242,550	0	242,550
60F02 Mesquite Historical District	0	60,000	0	60,000
60F03 Mesquite Neighborhood	0	425,000	0	425,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Facility State Grant Improvements Fund 4012	Various		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
60F04 Mesquite Neighborhood	0	25,000	0	25,000
60F05 Mesquite Neighborhood	0	150,000	0	150,000
60G01 Lohman Median Landscaping	0	100,000	0	100,000
60H01 Mesilla Park Community Center	75,000	0	0	0
60H03 State Grant - Mesilla Park School Renovation	25,000	0	0	0
60H04 Mesilla Park Community Center	17,670	0	0	0
60H07 Mesilla Park community Center	0	20,662	0	20,662
60J01 North Las Cruces Park	0	50,000	4,500	45,500
60K01 State Grant - Neighborhood Police Station	0	9,382	9,382	0
60L01 Open Space Park	0	25,000	8,256	16,744
60P01 Indoor Swimming Facility Design	0	50,000	23,836	26,164
60P02 Indoor Swimming Facility Design	0	100,000	0	100,000
60P03 Multipurpose Aquatic & Recreation Center	0	3,702,600	0	3,702,600
60P04 Multipurpose Aquatic & Recreation Center	0	9,033,255	0	9,033,255
60Q01 Branigan Library Child Area	0	100,980	0	100,980
60Q02 Branigan Library Child Area	0	105,930	0	105,930
60Q05 Thomas Branigan Memorial Library	0	262,350	0	262,350
60Q06 Thomas Branigan Memorial Library	0	50,000	0	50,000
60R01 Rio Grande Theater	316,484	13,176	0	13,176
60S01 Veterans Museum Feasibility Study	22,647	6,098	0	6,098
60U01 Munson Center Improvements	0	148,500	0	148,500
60U04 Munson Center Improvements	0	175,000	0	175,000
60V01 CAP Aircraft Hanger	0	2,862	0	2,862
60V02 Civil Air Patrol Hanger	0	150,000	0	150,000
61500 Mesquite Historical District	210,715	246,840	0	246,840
61603 Fire Station #1	0	100,000	0	100,000
61903 Fire Station #4	0	10,000	0	10,000
61904 Fire Station #4	0	100,000	0	100,000
61A04 Fire Station #5	0	25,000	0	25,000
61A05 Fire Station #5	0	100,000	0	100,000
62302 Soccer Field Enhancements	55,000	0	0	0
62303 Soccer Field Enhancements	65,000	0	0	0
63201 State Grant - Branigan Cultural Center	0	2,083	0	2,083
XXXXX Downtown Plaza	0	0	0	830,000
XXXXX Downtown Construction Panels	0	0	0	4,285
XXXXX Mesquite Historical District	0	0	0	370,000
XXXXX Branigan Library Expansion	0	0	0	550,000
XXXXX Museum Garden	0	0	0	20,000
XXXXX Museum Security System	0	0	0	30,000
XXXXX Paleozoic Trackway Exhibit	0	0	0	100,000
XXXXX Amador Hotel	0	0	0	62,900
XXXXX City (Convention) Center	0	0	0	100,000
XXXXX Griggs/Walnut Superfund Site	0	0	0	243,900
XXXXX Burn Lake	0	0	0	75,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Facility State Grant Improvements Fund 4012	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
XXXXX Bus Shelters	0	0	0	25,000
XXXXX Veterans' & Military Tech Museum	0	0	0	1,210,000
XXXXX Veterans' Transitional Housing	0	0	0	296,697
XXXXX Veterans' Memorial Wall	0	0	0	156,000
XXXXX Police & Fire Training Academy	0	0	0	100,000
XXXXX Police Equipment	0	0	0	230,000
XXXXX Dog Park	0	0	0	150,000
XXXXX High Noon Soccer Fields	0	0	0	135,000
XXXXX Mesilla Park Community Center - Bldg & Grnds	0	0	0	43,900
XXXXX Mesilla Park Community Center - Kitchen	0	0	0	150,000
XXXXX PAL Boxing Equipment	0	0	0	30,000
XXXXX Community Youth Program	0	0	0	20,000
XXXXX Senior Center Meals Equipment	0	0	0	33,270
XXXXX Munson Senior Center Addition	0	0	0	205,000
XXXXX East Mesa Multigenerational Center	0	0	0	50,000
XXXXX East Mesa Streets	0	0	0	1,100,000
XXXXX East Mesa Open Space Park	0	0	0	250,000
XXXXX East Mesa Water Reclamation	0	0	0	140,000
XXXXX Community of Hope	0	0	0	200,000
XXXXX La Casa Domestic Violence Shelter	0	0	0	492,000
XXXXX La Pinon Sexual Assault Center	0	0	0	41,900
XXXXX Mesilla Valley Hospice	0	0	0	766,185
Total Revenues	$ 2,245,260	17,130,355	179,553	25,161,839
Total Resources	$ 2,723,720	17,270,062	319,260	25,207,303
EXPENDITURES				
44002 Mesquite Historic District	$ 1,126	0	0	0
44003 Veterans Wall	83,869	0	0	0
44003 Veterans Wall Memorial	260,000	0	0	0
44009 Downtown Revitalization	355,668	0	0	0
60C01 Housing for Handicapped	121,779	0	0	0
47709 Court Youth Center	6,997	0	0	0
47864 Munson Center	25,000	0	0	0
47871 N. Triviz Multi-Use Path - Phase 2	12,864	0	0	0
47878 Court Youth Center	10,000	0	0	0
60101 Animal Shelter Improvements	0	88,000	0	88,000
60201 Benavidez Center Parking	0	25,000	0	25,000
60202 Benavidez Center Expansion	0	25,000	0	25,000
60301 Burn Lake/Esslinger Park	0	55,000	0	55,000
60302 Burn Lake/Esslinger Park	0	95,000	0	95,000
60501 Las Cruces Convention Center	17,322	32,678	25,499	7,179

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE		
Facility State Grant Improvements Fund 4012	Various	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
60601 Club Fusion Improvements	24,999	0	0	0
60603 Club Fusion	0	25,000	0	25,000
60901 Domestic Violence Shelter Storage Builiding	0	10,000	10,000	0
60902 La Casa Facility Additions	0	148,500		148,500
60903 La Casa Facility Additions	0	361,350		361,350
60904 La Casa Facility Additions	0	50,000		50,000
60906 La Casa Dom. Violence Shelter Expansion	0	173,250		173,250
60907 La Casa Dom. Violence Shelter Expansion	0	50,000		50,000
60A01 East Mesa Multigenerational Center	0	100,000		100,000
60C04 Housing for Handicapped	0	75,000	29,860	45,140
60C05 Housing for Handicapped	0	53,000	15,925	37,075
60E01 Homeless Shelter	13,190	0		0
60E02 Community of Hope	214,055	14,557	14,557	0
60E03 Community of Hope	284,591	0	0	0
60E05 Community of Hope	0	19,205	6,612	12,593
60E06 Community of Hope	0	50,000	31,126	18,874
60E07 Community of Hope	1,284	0		0
60E08 Community of Hope	0	12,547		12,547
60E0A Community of Hope - Ph4	0	242,550		242,550
60F02 Mesquite Historical District	0	60,000		60,000
60F03 Mesquite Neighborhood	0	425,000		425,000
60F04 Mesquite Neighborhood	0	25,000		25,000
60F05 Mesquite Neighborhood	0	150,000		150,000
60G01 Lohman Median Landscaping	0	100,000		100,000
60H01 Mesilla Park Community Center	75,000	0		0
60H03 Mesilla Park Auditorium	25,000	0		0
60H04 Mesilla Park Community Center	42,670	0		0
60H07 Mesilla Park community Center		16,426		16,426
60H08 Mesilla Park community Center	0	50,000		50,000
60J01 North Las Cruces Park	0	50,000	4,500	45,500
60K01 Neighborhood Police Station	0	9,382	9,382	0
60L01 Open Space Park	0	25,000	8,256	16,744
60P01 Indoor Swimming Facility Design	0	50,000	23,836	26,164
60P02 Indoor Swimming Facility Design	0	100,000		100,000
60P03 Multipurpose Aquatic & Recreation Center	0	3,702,600		3,702,600
60P04 Multipurpose Aquatic & Recreation Center	0	9,033,255	300	9,032,955
60Q01 Branigan Library Child Area	0	100,980		100,980
60Q02 Branigan Library Child Area	0	105,930		105,930
60Q05 Thomas Branigan Memorial Library	0	262,350		262,350
60Q06 Thomas Branigan Memorial Library	0	50,000		50,000
60R01 Rio Grande Theater	316,484	13,176		13,176
60S01 Veterans Museum Feasibility Study	22,647	6,098		6,098
60U01 Munson Center Improvements	0	148,500		148,500
60U04 Munson Center Improvements	0	175,000		175,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Facility State Grant Improvements Fund 4012	Various		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
60V01 CAP Aircraft Hanger	0	2,862		2,862
60V02 Civil Air Patrol Hanger	0	150,000		150,000
61500 Mesquite Historical District	210,715	246,840		246,840
61603 Fire Station #1	0	100,000		100,000
61903 Fire Station #4	0	10,000		10,000
61904 Fire Station #4	0	100,000		100,000
61A04 Fire Station #5	0	25,000		25,000
61A05 Fire Station #5	0	100,000		100,000
62302 High Noon Soccer Field Enhancements	55,000	0		0
62303 High Noon Soccer Field Enhancements	65,000	0		0
63201 BCC Expansion/Renovation	0	2,083		2,083
60B01 Grandparents Housing	0	25,000		25,000
60B02 Grandparents Housing	0	50,000		50,000
XXXXX Downtown Plaza	0	0	0	830,000
XXXXX Downtown Construction Panels	0	0	0	4,285
XXXXX Mesquite Historical District	0	0	0	370,000
XXXXX Branigan Library Expansion	0	0	0	550,000
XXXXX Museum Garden	0	0	0	20,000
XXXXX Museum Security System	0	0	0	30,000
XXXXX Paleozoic Trackway Exhibit	0	0	0	100,000
XXXXX Amador Hotel	0	0	0	62,900
XXXXX City (Convention) Center	0	0	0	100,000
XXXXX Griggs/Walnut Superfund Site	0	0	0	243,900
XXXXX Burn Lake	0	0	0	75,000
XXXXX Bus Shelters	0	0	0	25,000
XXXXX Veterans' & Military Tech Museum	0	0	0	1,210,000
XXXXX Veterans' Transitional Housing	0	0	0	296,697
XXXXX Veterans' Memorial Wall	0	0	0	156,000
XXXXX Police & Fire Training Academy	0	0	0	100,000
XXXXX Police Equipment	0	0	0	230,000
XXXXX Dog Park	0	0	0	150,000
XXXXX High Noon Soccer Fields	0	0	0	135,000
XXXXX Mesilla Park Community Center - Bldg & Grnds	0	0	0	43,900
XXXXX Mesilla Park Community Center - Kitchen	0	0	0	150,000
XXXXX PAL Boxing Equipment	0	0	0	30,000
XXXXX Community Youth Program	0	0	0	20,000
XXXXX Senior Center Meals Equipment	0	0	0	33,270
XXXXX Munson Senior Center Addition	0	0	0	205,000
XXXXX East Mesa Multigenerational Center	0	0	0	50,000
XXXXX East Mesa Streets	0	0	0	1,100,000
XXXXX East Mesa Open Space Park	0	0	0	250,000
XXXXX East Mesa Water Reclamation	0	0	0	140,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Facility State Grant Improvements Fund 4012	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
XXXXX Community of Hope	0	0	0	200,000
XXXXX La Casa Domestic Violence Shelter	0	0	0	492,000
XXXXX La Pinon Sexual Assault Center	0	0	0	41,900
XXXXX Mesilla Valley Hospice	0	0	0	766,185
Total Expenditures	$ 2,245,260	17,176,119	179,853	25,207,303
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 4300 - Airport Improvement Fund	$ (338,753)	0	0	0
Transfer to Fund 4212 - Street Improvement Fund	0	(93,943)	(93,943)	0
Total Other Financing Sources (Uses)	$ (338,753)	(93,943)	(93,943)	0
ENDING BALANCE	$ 139,707	0	45,464	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Sales Tax 03 Parks & Fac Bond Projects Fund 4021	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 3,379,928	1,183,904	1,183,904	827,913
REVENUES				
570010 Interest on Investment	$ 100,065	50,000	50,000	7,117
590051 Net Incr(Decr) Fair Value Investment	(147)	0	0	0
592001 Other Reimbursed Exp	1,014	128,691	128,691	0
Total Revenues	$ 100,932	178,691	178,691	7,117
Total Resources	$ 3,480,860	1,362,595	1,362,595	835,030
EXPENDITURES				
Facilities Projects				
40803140 Project Management	$ 166,566	0	0	0
60905 La Casa	0	25,380	0	25,380
60A02 East Mesa Rec. Center	0	14,000	0	14,000
60N02 Boxing Club (Old Armory)	151,164	30,000	25,482	4,519
60Q04 Branigan Library	293,283	160,000	160,000	0
60U03 Munson Center	243,168	20,000	0	20,000
60W02 Airport Aviation Building	202	25,000	1,432	23,600
60W03 Airport Terminal	32,225	6,000	1,432	4,568
60Z01 Branigan Cultural Center	16,011	3,286	0	3,286
61401 Electrical Storage Building	0	7,500	0	7,500
61502 Service Center	930	20,000	1,432	18,568
61601 Fire Station #1	22,988	118,000	26,937	91,063
61701 Fire Station #2	1,274	67,500	30,901	36,599
61801 Fire Station #3	1,334	69,500	13,176	56,324
61901 Fire Station #4	0	20,000	13,176	6,824
61A01 Fire Station #5	335	71,600	13,176	58,424
61D01 Judicial Complex	93,640	115,000	52,581	53,503
61F01 Meerscheidt Recreation Center	116,866	30,000	0	30,000
61H01 Police Department	91,743	20,000	0	20,000
70A00 Elks Drive	25,680	0	0	0
81912 City Office Center	1,528	0	0	0
81923 Henry Benavidez Center	0	0	0	0
81929 Mesilla Park Recreation Center	118,379	0	0	0
81941 WIA Building	63,915	0	0	0
Total Facilities Projects	$ 1,441,231	822,766	339,725	474,158

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Sales Tax 03 Parks & Fac Bond Projects Fund 4021	**Various**		**Capital Project**	
	FY 2005/06 Actual	**FY 2006/07 Adjusted**	**FY 2006/07 Projected***	**FY 2007/08 Adopted**
Parks Projects				
61Q03 Apodaca Park	$ 0	80,000	0	80,000
61R01 Burn Lake Complex	53,931	85,000	0	85,000
61S01 Camelot Gardens	34,422	30,565	30,565	0
62301 High Noon Soccer Complex	267,757	0	0	93,887
62601 Lions Park	0	80,000	0	80,000
62D01 San Jose Park	46,795	2,815	2,815	0
62L01 West Gallagher	24,349	0	0	0
62M01 Young Park	47,958	0	0	0
62U02 Various Park Sites Irrigation	0	149,000	98,730	21,985
62U02 Various Park Sites Playgrounds	0	28,000	0	0
62W01 Candlelight Knolls Park	27,740	35,998	35,998	0
62V01 Branigan Park	29,488	10,000	0	0
62X01 College Manor Park	38,307	0	0	0
62Y01 Klein Park	75,438	0	0	0
62Z01 Ponderosa Park	27,026	25,493	25,493	0
63101 Valley Verde Park	33,600	12,958	1,356	0
81960 Jason Jiron Park	60,317	0	0	0
81968 Sagecrest Park	14,359	0	0	0
81972 Telbrook Park	0	0	0	0
81973 Valley View Park	0	0	0	0
81974 Valley View Park Parking Lot	0	0	0	0
81975 Villa Encantada	0	0	0	0
81987 Sam Graft Park	74,238	0	0	0
Total Parks Projects	$ 855,725	539,829	194,957	360,872
Total Expenditures	$ 2,296,956	1,362,595	534,682	835,030
ENDING BALANCE	$ 1,183,904	0	827,913	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Sales Tax 2005 City Hall Fund 4022	Various	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	22,919,369	22,919,369	23,061,490
REVENUES				
570010 Interest on Investment	$ 767,790	850,000	392,121	350,000
590051 Net Incr(Decr) Fair Value Investment	(1,198)	0	0	0
830010 Bond Proceeds	23,000,000	0	0	0
830012 Bond Discount	92,311	0	0	0
Total Revenues	$ 23,674,281	850,000	392,121	350,000
Total Resources	$ 23,674,281	23,769,369	23,311,490	23,411,490
EXPENDITURES				
60D01 New City Hall	$ 410,313	23,100,898	250,000	23,000,000
90020 Bond Issue Expense	344,599	0	0	
Total Expenditures	$ 754,912	23,100,898	250,000	23,000,000
ENDING BALANCE	$ 22,919,369	668,471	23,061,490	411,490

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Sales Tax 2005 Public Improvement Fund 4023	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	10,356,031	10,356,031	9,212,153
REVENUES				
570010 Interest on Investment	$ 345,007	150,000	170,000	170,000
70M0H Other Reimbursed Exp	0	951,624	951,624	0
590051 Net Incr(Decr) Fair Value Investment	(377)	0	0	0
830010 Bond Proceeds	10,000,000	0	0	0
830011 Bond Premium	368,587	0	0	0
Total Revenues	$ 10,713,217	1,101,624	1,121,624	170,000
Total Resources	$ 10,713,217	11,457,655	11,477,655	9,382,153
EXPENDITURES				
Public Safety Projects				
61602 Expand Fire Stations	$ 0	700,000	0	700,000
62Q01 Police/Fire Training Facility	0	500,000	0	500,000
Total Public Safety Projects	$ 0	1,200,000	0	1,200,000
Facilities/Parks Projects				
60803/60807 Design Parking Garage (SC Downtown)	26,000	364,275	13,030	351,245
61R02 Burn Lake/Esslinger Park	0	225,000	0	225,000
620P01 Operations Center	$ 0	100,000	0	100,000
Total Facilities/Parks Projects	$ 26,000	689,275	13,030	676,245
Public Works Projects				
40806030 Traffic Systems (ITS System Improvements)	162,779	100,000	36,183	101,038
40806040 New Street Lighting (Citywide)	13,010	200,000	186,949	0
70901 New Sidewalks/ADA (Citywide)	21,004	200,000	88,567	90,429
70M0H Major Arroyo Crossings (Sonoma Alignment)	0	2,851,624	1,457,556	1,394,068
90100 Superfund Cleanup (2006 to 2008)	$ 0	1,400,000	0	0
Total Public Works Projects	$ 196,793	4,751,624	1,769,255	1,585,535
Public Services Projects				
61Q04 Expansion of Apodaca Pool (Water/Splash Park)	0	1,114,691	11,989	1,102,702
62N01 East Mesa Swimming Facility	$ 141	1,850,000	46,802	1,803,198
62R01 Design of Aquatic/Athletic Center	0	20,000	0	20,000
62R01 Renovate Frenger Pool (Brannon Study)	0	75,000	0	75,000
62S01 Demolition of Laabs Pool	0	50,000		50,000
62S01 Laabs Replacement (Water/Splash Park)	0	1,185,000	424,426	760,574
Total Public Services Projects	$ 141	4,294,691	483,217	3,811,474
90020 Bond Issue Expense	134,252	0	0	0
Total Expenditures	$ 357,186	10,935,590	2,265,502	7,273,254

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Sales Tax 2005 Public Improvement Fund 4023	Various		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
OTHER FINANCING SOURCES (USES)				
Transfers to Fund 6363 - Griggs/Walnut Plume Proj Fund	$ 0	0	0	(1,400,000)
Total Other Financing Sources (Uses)	$ 0	0	0	(1,400,000)
ENDING BALANCE	$ 10,356,031	522,065	9,212,153	708,899

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Public Park Development Fund 4106	Facilities	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Unallocated Beginning Balance	$ 1,489,896	1,926,891	1,926,891	2,343,241
Reserved for Park Management Area #1	149,040	301,535	301,535	386,693
Reserved for Park Management Area #2	441,651	574,779	574,779	643,544
Reserved for Park Management Area #3	294,375	254,929	254,929	255,676
Reserved for Park Management Area #4	68,192	94,444	94,444	99,673
Reserved for Park Management Area #5	63,968	73,100	73,100	76,088
Reserved for Park Management Area #6	222,373	293,978	293,978	438,149
Reserved for Park Management Area #7	164,230	181,417	181,417	223,996
Reserved for Park Management Area #8	86,066	152,709	152,709	229,650
Reserved for Park Management City Wide				0
Total Beginning Balance	$ 1,489,896	1,926,891	1,926,891	2,353,469
REVENUES				
520021 Park Fee Management Area #1	$ 128,982	80,000	85,158	93,748
520022 Park Fee Management Area #2	161,312	110,000	68,765	76,608
520023 Park Fee Management Area #3	1,743	1,100	747	747
520024 Park Fee Management Area #4	31,049	35,000	5,229	5,976
520025 Park Fee Management Area #5	11,847	9,000	2,988	2,988
520026 Park Fee Management Area #6	67,831	75,000	144,171	146,038
520027 Park Fee Management Area #7	21,748	19,000	42,579	43,326
520028 Park Fee Management Area #8	61,005	15,000	76,941	91,507
XXXXXX Park Fee Management City Wide			0	705,000
570010 Interest Revenue	57,035	30,000	32,500	30,000
590051 Net Incr (Decr) Fair Value Investment	(7,777)	0	0	0
Total Revenues	$ 534,775	374,100	459,078	1,195,938
Total Resources	$ 2,024,671	2,300,991	2,385,969	3,549,407
EXPENDITURES				
41125010 Park Management Area #1 - Las Colinas	$ 3,066	1,037	0	395,283
41125020 Park Management Area #2	37,732	256,000	0	651,387
41125030 Park Management Area #3	40,613	77,000	0	255,676
41125040 Park Management Area #4	1,206	928	12,768	87,652
41125050 Park Management Area #5	1,619	510	0	76,088
41125060 Park Management Area #6	4,185	96,000	9,353	430,663
41125070 Park Management Area #7	7,223	41,000	20,607	252,317
41125080 Park Management Area #8	2,136	17,000	0	244,216
XXXXXXXX Park Fee Management City Wide				0
Total Expenditures	$ 97,780	489,475	42,728	2,393,282
ENDING BALANCE	$ 1,926,891	1,811,516	2,343,241	1,156,125

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Valley View Heske Garden Improvements Fund 4110	Facilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	260,000
REVENUES				
62J03 Valley View Heske Garden	$ 0	0	260,000	0
Total Revenues	$ 0	0	260,000	0
Total Resources	$ 0	0	260,000	260,000
EXPENDITURES				
62J03 Valley View Heske Garden	$ 0	0	0	260,000
Total Expenditures	$ 0	0	0	260,000
ENDING BALANCE	$ 0	0	260,000	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Park/Land Capital Improvements Fund 4112	Various	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
60801 Downtown Plaza	$ 219,113	100,888	96,256	4,632
60802 Downtown Revitalization	0	61,430	31,117	30,313
60804 Downtown Revitalization	0	0	35,926	0
60808 Downtown Plaza		300,000	496,932	0
60809 Downtown Plaza		140,000	0	140,000
60810 Downtown Plaza		1,050,000	197,069	852,931
60E05 Community of Hope		30,000	0	30,000
Total Revenues	$ 219,113	1,682,318	857,300	1,057,876
Total Resources	$ 219,113	1,682,318	857,300	1,057,876
EXPENDITURES				
60801 Downtown Plaza	$ 219,113	100,888	96,256	4,632
60802 Downtown Revitalization	0	61,430	31,117	30,313
60804 Downtown Revitalization	0	0	35,926	0
60808 Downtown Plaza		300,000	496,932	0
60809 Downtown Plaza		140,000	0	140,000
60810 Downtown Plaza		1,050,000	197,069	852,931
60E05 Community of Hope		30,000	0	30,000
Total Expenditures	$ 219,113	1,682,318	857,300	1,057,876
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE		
1/4% Sales Tax St Maintenance Fund 4202	Public Works	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,403,420	2,758,850	2,758,850	1,473,597
REVENUES				
512010 Municipal Gross Receipts	$ 5,781,291	6,213,929	6,213,929	6,600,000
552118 NM DOT Grant - Union Street	0	187,500	187,500	0
570010 Interest Income	57,505	37,000	37,000	45,000
570012 Interest A/R & Other	0	0	0	0
590020 Sale of Property/Material - Lohman/I-25	0	1,000,000	0	0
590020 Sale of Property/Material - University/Telshor	0	0	0	0
590051 Net Incr (Decr) Fair Value Investment	(7,584)	5,000	0	0
592001 Reimbursible Expenses	181,829	173,000	173,000	173,000
592001 Reimbursible Expenses	0	0	0	2,052,000
70M0A State DOT Grant Valley Drive/Tashiro Road	0	60,000	60,000	0
70M51 State Grant - Lohman Rehab	0	1,020,000	263,000	757,000
Total Revenues	$ 6,013,041	8,696,429	6,934,429	9,627,000
Total Resources	$ 8,416,461	11,455,279	9,693,279	11,100,597
EXPENDITURES				
42022 Capital Equipment	$ 17,166	0	0	0
42226020 Contract Services (admin fee for GRT collect.)	156,870	130,000	130,000	130,000
42806130 ADA Improvements	144,649	249,000	249,000	220,000
42806130 Sidewalk Reconstruction - Capital	42,749	125,000	125,000	50,000
42806140 Overlay	293,517	500,000	500,000	1,370,000
42806150 Sealing	299,282	402,000	402,000	860,000
47706 El Molino Phase IV	580,206	0	0	0
47880 Oak/Manso/Bell	65,919	0	0	0
70A00 Elks Drive	781,451	1,323,693	1,323,693	0
70F00 East Mesa Street Imp	234,125	612,240	612,240	0
70M0A Tashiro Raod Traffic Signal (Match)	0	170,000	100,000	120,000
70M0C Court Avenue Sidewalks	0	32,000	0	0
70M0D Chaparro Idaho to California	0	50,000	50,000	0
70M0E Milton Sidewalks	0	30,000	30,000	0
70M0F Traffic Signal Improvements	0	195,808	0	130,000
70M01 ADA Improvements - Solano Drive	1,257	130,000	0	0
70M02 17 Street Rehab	0	250,000	250,000	0
70M03 McClure Ave	43,435	21,500	21,500	0
70M04 May Avenue (Mesilla Street)	0	100,000	100,000	0
70M05 South Main Resurfacing	293,884	23,590	23,590	0
70M08 Mesilla Street	242	700,000	300,000	400,000
70M10 Bowman/Mesilla	0	70,000	70,000	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE		
1/4% Sales Tax St Maintenance Fund 4202	Public Works	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
70M12 Lohman Rehab Phase II	0	1,257,692	350,000	962,000
70M12 Lohman Rehab Phase II - Design	160,949	15,000	15,000	0
70M14 Bruins Lane Rehab.	0	100,000	0	0
70M15 Amador Resurfacing	0	1,163,000	263,000	1,000,000
70M16 Stull/Sombrano Rehab. - Design/Rehab	19,107	35,000	35,000	0
70M17 Melendrez Rehab. Phase I	0	280,000	280,000	0
70M19 South Main Pavement and ADA Rehab.	14,779	221,221	221,221	0
70M20 Las Cruces Ave. Rehab	15,533	105,000	105,000	0
70M22 Walnut/Spruce/Kilmer	0	246,000	100,000	246,000
70M23 Picacho	18,383	0	0	0
70M24 Don Roser Extension - Phase I	0	350,000	0	350,000
70M25 Fred Way	0	95,000	0	120,000
70Q00 Union	0	250,000	100,000	150,000
XXXXX Telshor/Lohman Intersection Improvements	0	0	0	600,000
Total Expenditures	$ 3,183,503	9,232,744	5,756,244	6,708,000
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 1005 - Engineering Services	$ (548,670)	(516,626)	(516,626)	(660,523)
Transfer to Fund 2600 - Street Maintenance Operations	(305,523)	(318,100)	(318,100)	(352,974)
Transfer to Fund 3220 - 1996 GRT Bonds	(560,000)	(185,759)	(185,759)	0
Transfer to Fund 3230 - 1999 GRT Bonds	(1,069,915)	(1,105,899)	(1,105,899)	(1,655,310)
Transfer to Fund 3613 - NMFA Street Loans DS	0	0	(357,054)	(661,964)
Transfer to Fund XXXX - New Street Projects Loans DS	0	0	0	(1,000,000)
Transfer from Fund 4208 - 1991 Improvement District	10,000	20,000	20,000	20,000
Total Other Financing Sources (Uses)	$ (2,474,108)	(2,106,384)	(2,463,438)	(4,310,771)
ENDING BALANCE	$ 2,758,850	116,151	1,473,597	81,826

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Improvement District 1991 Fund 4208	FINANCE	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 65,935	98,603	98,603	83,703
REVENUES				
570010 Interest on Investment	$ 950	500	900	900
570012 Interest on A/R Assessment	4,502	500	0	500
580010 Assessment Fees	37,351	1,500	4,200	3,500
590051 Net Incr (Decr) Fair Value Investment	(135)	0	0	
Total Revenue	$ 42,668	2,500	5,100	4,900
Total Resources	$ 108,603	101,103	103,703	88,603
OTHER FINANCING SOURCES (USES)				
854004 Transfer to Fund 4202	$ 10,000	20,000	20,000	20,000
Total Other Financing Sources (Uses)	$ (10,000)	(20,000)	(20,000)	(20,000)
Adjustment due to change in accruals.	0	0		0
ENDING BALANCE	$ 98,603	81,103	83,703	68,603

NOTE: Improvements were funded by a $5,000,000 bond issue. Sales Tax Street Maintenance Gross Receipts Taxes were used for the repayment of the bonds.

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE		
Street State Grant Improvement Fund 4212	PUBLIC WORKS		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 60,514	(74,478)	(74,478)	19,465
REVENUES				
552720 State Grant - Interstate Landscaping(NMSHTD)	5,809	0	0	0
552729 East Mesa - Reynolds Drive	241,869	0	0	0
552880 Bell and Manzo Streets	6,301	0	0	0
560100 Contribution From Developers	40,370	0	0	0
570010 Interest Income	1,829	0	0	0
590020 Sale of Property	18,965	0	0	0
590051 Net Incr (Decr) Fair Value Investment	(1,504)	0	0	0
592001 Reimbursed Expenses	25,392	0	0	0
60803 Downtown Revitalization	0	326,881	34,154	292,727
60805 Downtown Revitalization	0	625,000	0	625,000
60806 Downtown Revitalization	0	260,000	0	260,000
70400 Flood Control Dam Restoration	0	75,000	3,605	71,395
70A00 State Grant - Elks Drive	354,750	0	0	0
70A01 Elks Drive Widening	49,500	75,500	360	75,140
70A02 Elks Drive Widening	0	250,000	250,000	0
70A03 Elks Drive Widening	0	290,000	173,229	116,771
70A06 Elks Drive Widening	0	200,000	184,877	15,123
70D01 Central/Calico Drainage Channel	0	150,000	0	150,000
70E01 El Molino Reconstruction	0	50,000	0	50,000
70E02 El Molino Reconstruction	0	100,000	0	100,000
70E05 El Molino Reconstruction	0	50,000	0	50,000
70E06 El Molino Reconstruction	0	50,000	0	50,000
70F01 East Mesa - Reynolds Drive	0	100,000	0	100,000
70F02 East Mesa - Reynolds Drive	0	200,000	0	200,000
70F03 Reynolds Drive Improvements	143,473	256,527	250,935	5,592
70F10 East Mesa - Davis/Jefferson Roads	47,758	50,000	0	50,000
70F11 Morningside Road	54,733	50,000	0	50,000
70F12 Morningside Road	0	150,000	0	150,000
70F17 East Mesa - Davis/Jefferson Roads	0	100,000	0	100,000
70J03 Oak/Manso/Bell Streets	50,000	0	0	0
70J04 Oak/Manso/Bell Streets	90,000	0	0	0
70K01 Del Rey Blvd Realignment	200,000	0	0	0
70M07 State Grant - North Valley	0	170,000	0	170,000
70P00 NM Energy/Mineral Resources (Triviz)	67,057	243,000	76,931	166,069
70R00 NM DOT Grant (Street Lighting)	0	592,000	68,872	523,128
70S01 Court Avenue Sidewalks	0	50,000	0	50,000
70T01 Fred Way	0	100,000	0	100,000
70U01 Jack Rabbit Interchange	0	500,000	0	500,000
Total Revenues	$ 1,396,302	5,063,908	1,042,963	4,020,945
Total Resources	$ 1,456,816	4,989,430	968,485	4,040,410

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Street State Grant Improvement Fund 4212	PUBLIC WORKS	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
EXPENDITURES				
47710 Lenox Road Extension	$ 9,672	0	0	0
47720 Highway 70 Landscaping	5,809	0	0	0
47721 ADA Improvements - Solano Drive	766	0	0	0
47729 E. Mesa Street Improvements	47,395	0	0	0
47729 East Mesa - Reynolds Drive	241,869	0	0	0
47735 Elks Drive Widening	128,143	0	0	0
47880 Bell and Manzo Streets	6,301	0	0	0
60803 Downtown Revitalization	0	326,881	34,154	292,727
60805 Downtown Revitalization	0	625,000	0	625,000
60806 Downtown Revitalization	0	260,000	0	260,000
70400 Flood Control Dam Restoration	0	75,000	3,605	71,395
70A00 Elks Drive Widening	382,927	0	0	0
70A01 Elks Drive Widening	49,500	75,500	360	75,140
70A02 Elks Drive Widening	0	250,000	250,000	0
70A03 Elks Drive Widening	0	290,000	173,229	116,771
70A06 Elks Drive Widening	0	200,000	184,877	15,123
70D01 Central/Calico Drainage Channel	0	150,000	0	150,000
70E01 El Molino Reconstruction	0	50,000	0	50,000
70E02 El Molino Reconstruction	0	100,000	0	100,000
70E05 El Molino Reconstruction	0	50,000	0	50,000
70E06 El Molino Reconstruction	0	50,000	0	50,000
70F01 East Mesa - Reynolds Drive	0	100,000	0	100,000
70F02 East Mesa - Reynolds Drive	0	200,000	0	200,000
70F03 Reynolds Drive Improvements	143,473	256,527	250,935	5,592
70F10 East Mesa - Davis/Jefferson Roads	47,758	50,000	0	50,000
70F11 Morningside Road	54,733	50,000	0	50,000
70F12 Morningside Road	0	150,000	0	150,000
70F17 East Mesa - Davis/Jefferson Roads	0	100,000	0	100,000
70J03 Oak/Manso/Bell Streets	50,000	0		0
70J04 Oak/Manso/Bell Streets	90,000	0	0	0
70K01 Del Rey Blvd Realignment	200,000	0	0	0
70M07 North Valley	5,891	159,787	0	159,787
70P00 Triviz Multi-Use Path	67,057	243,000	76,931	166,069
70R00 Street Lighting	0	592,000	68,872	523,128
70S01 Court Avenue Sidewalks	0	50,000	0	50,000
70T01 Fred Way	0	100,000	0	100,000
70U01 Jack Rabbit Interchange	0	500,000	0	500,000
Total Expenditures	$ 1,531,294	5,053,695	1,042,963	4,010,732
OTHER FINANCING SOURCES (USES)				
Transfers from Fund 4012 - Facility Improvement Fund	$ 0	93,943	93,943	0
Total Other Financing Sources (Uses)	$ 0	93,943	93,943	0
ENDING BALANCE	$ (74,478)	29,678	19,465	29,678

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
NMFA Street Projects Fund 4213	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	8,574,891
REVENUES				
570010 Interest Income	$ 0	0	0	10,000
590051 Net Incr (Decr) Fair Value Investment	0	0	0	0
592001 Reimbursed Expenses	0	0	0	0
Total Revenues	$ 0	0	0	10,000
Total Resources	$ 0	0	0	8,584,891
EXPENDITURES				
70X11 Rinconada: Northrise to BLM	$ 0	1,868,898	0	1,868,898
70X12 Rinconada: BLM to Sonoma Ranch	0	543,809	0	543,809
70X20 Sonoma Ranch Blvd	0	3,229,824	200,000	3,029,824
70X30 Lohman Avenue	0	1,350,000	300,000	1,050,000
70X41 South Fork Arroyo, Channel Improvements	0	1,027,474	0	1,027,474
70X42 South Fork Arroyo, Crossing	0	750,000	0	750,000
70X61 El Molino Phase V	0	0	0	178,000
70X62 Court Avenue Sidewalks	0	0	0	82,000
70X63 ADA Improvements - Solano Drive	0	0	0	90,000
70X64 17 Street Rehab	0	0	0	1,000,000
70X65 Lohman Rehab Phase II - Paving	0	0	0	500,000
70X66 Bruins Lane Rehab.	0	0	0	250,000
70X67 Stull/Sombrano Rehab. - Design/Rehab	0	0	0	750,000
70X68 Don Roser Extension - Phase II	0	0	0	350,000
Total Expenditures	$ 0	8,770,005	500,000	11,470,005
OTHER FINANCING SOURCES (USES)				
Other Sources - Loan Proceeds	0	9,074,891	9,074,891	3,200,000
Total Other Financing Sources (Uses)	$ 0	9,074,891	9,074,891	3,200,000
ENDING BALANCE	$ 0	304,886	8,574,891	314,886

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Streets Sales Tax 99 Bonds Projects Fund 4221	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 315,604	294,730	294,730	25,230
REVENUES				
570010 Interest on Investment	$ 10,643	5,000	7,000	250
590051 Net Incr(Decr) Fair Value Investment	(1,400)	0		
Total Revenues	$ 9,243	5,000	7,000	250
Total Resources	$ 324,847	299,730	301,730	25,480
EXPENDITURES				
47791 Mesilla - Amador to Hadley	$ 30,117	280,000	276,500	25,480
47792 Alamo - Boutz to Chaparro	0	0		
Total Expenditures	$ 30,117	280,000	276,500	25,480
ENDING BALANCE	$ 294,730	19,730	25,230	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Sales Tax 03 Street Lighting Bond Project Fund 4223	Various		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 3,144,016	1,356,774	1,356,774	838,000
REVENUES				
570010 Interest on Investment	$ 90,359	57,000	45,000	30,000
590051 Net Incr(Decr) Fair Value Investment	253	0		
Total Revenues	$ 90,612	57,000	45,000	30,000
Total Resources	$ 3,234,628	1,413,774	1,401,774	868,000
EXPENDITURES				
42806020 Street Lights	$ 1,877,854	1,413,774	563,774	850,000
Total Expenditures	$ 1,877,854	1,413,774	563,774	850,000
ENDING BALANCE	$ 1,356,774	0	838,000	18,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Airport Improvement Fund 4300	Facilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 88,028	1,042,082	1,042,082	1,235,585
REVENUES				
552211 - State Grant - Rehab Runway 8-26	3,790	0	0	0
570010 - Interest Income	14,457	0	25,000	20,000
590051 Net Incr (Decr) Fair Value Investment	(4,114)	0	0	0
592001 Reimbursed Expenses	603,755	0	18,949	0
70B02 - FAA Grant - Taxilane & ARFF Vehicle	0	593,869	0	593,869
70B03 - FAA Grant - Airport Lights and Signs	$ 0	237,000	0	237,000
70B04 - State Grant - Master Plan	0	25,000		25,000
70B05 - State Grant - Taxilane & ARFF Vehicle	8,976	15,653	0	15,653
70B06- State Grant - Airport Lights and Signs	0	6,250	0	6,250
70C00 - FAA Grant - Air Traffic Control Tower Phase I	5,117	990,000	0	990,000
70C00 - State - Air Traffic Control Tower Phase I	0	55,000	0	55,000
Total Revenues	$ 631,981	1,922,772	43,949	1,942,772
Total Resources	$ 720,009	2,964,854	1,086,031	3,178,357
EXPENDITURES				
Other Airport Improvement Projects				
43806060 - ARFF Vehicle	0	631,125	0	625,175
44016 Westward Airways Hanger	1,229	0		0
49208 - East End Taxiway	25,159	0	0	0
49211 - Rehab Runway 8-26	3,790	0	0	0
49300 - Airport Special	83,705	0	0	0
70B00 - West End Taxiway	373,204	490,000	490,000	0
70B03 - Airport Lights and Signs	0	250,000	0	243,250
70B04 - Airport Master Plan	0	50,000	7,500	42,500
70C00 - Air Traffic Control Tower	5,117	1,094,883	0	1,043,148
70M0G - Rehab Runway 4-22	0	1,332,532	240,826	1,091,706
Total Other Airport Improvement Projects	$ 492,204	3,848,540	738,326	3,045,779
Total Expenditures	$ 492,204	3,848,540	738,326	3,045,779
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 475,524	239,103	239,103	159,103
Transfer from Fund 4504 - West Mesa Industrial Fund	0	648,777	648,777	0
Transfer from Fund 400800 - GF Capital Improvements	338,753	0	0	0
Total Other Financing Sources (Uses)	$ 814,277	887,880	887,880	159,103
ENDING BALANCE	$ 1,042,082	4,194	1,235,585	291,681

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Flood Control Fund 4400	Public Works		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,355,196	2,036,745	2,036,745	1,838,671
REVENUES				
511020 Property Tax - Flood Control	$ 2,420,416	2,416,889	2,416,889	2,706,217
570010 Interest on Investments	36,242	18,500	18,500	0
590020 Sale of Property/Material	110,892	1,003,800	1,003,800	250,000
590051 Net Incr/Decr Fair Value Investment	(6,045)	0	0	0
591010 Rentals/Lease Income	9,589	15,400	15,400	0
Total Revenues	$ 2,571,094	3,454,589	3,454,589	2,956,217
Total Resources	$ 3,926,290	5,491,334	5,491,334	4,794,888
EXPENDITURES				
42022 Major Maintenance Program - Capital	$ 12,043	0	0	0
44806020 Major Maintenance Program - Capital	0	27,000	27,000	0
47754 South Main St. Resurfacing	60,000	0	0	0
47843 Oro Vista Soil Stabilization	3,752	0	0	0
47877 Storm Drain Master Plan (RFP)	65,141	0	0	0
47880 Oak/Manso/Bell Storm Drain	39,941	0	0	0
47903 Drain - 1127 East Idaho	20,000	0	0	0
60C06 Housing for Handicapped	0	76,000	76,000	0
70A00 Elks Drive Widening	0	687,810	687,810	0
70D00 Calico/Central Drainage Channel	21,208	150,000	0	150,000
70E00 El Molino - Phase IV	293,364	0	0	0
70E00 El Molino - Phase V	0	610,000	0	522,000
70H00 East Mesa - ACOE	200,000	350,000	350,000	50,000
70M02 17 Street Reconstruction	0	60,000	0	400,000
70M06 Posse Creek Drainage	19,497	75,000	0	90,000
70M10 Bowman/Mesilla	34,280	810,000	410,000	400,000
70M11 Mesilla Drain Flap Gate Replacement	12,374	30,000	30,000	0
70M14 Bruins Lane Drainage	0	50,000	0	400,000
70M21 Munson Pond Downstream Headwell	0	115,000	115,000	0
70M22 Walnut/Spruce/Kilmer Alignment	0	15,000	0	15,000
70M24 Don Roser	0	150,000	0	150,000
70M27 Rigsby Road Drainage Design	0	75,000	0	75,000
70M28 Esslinger Park/Burn Lake (Match)	0	70,000	0	70,000
70M50 North Valley	6,014	163,500	100,000	60,000
XXXXXX View Court Pond	0	0	0	300,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE		
Flood Control Fund 4400	Public Works		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
70M51 Amador Rehab Phase I	0	10,000	0	10,000
70M52 Mrytle Pond & Outlet	0	150,000	150,000	0
70M53 Drainage Channel N of Veteran's Park	0	200,000	0	200,000
70M54 Cedardale Loop Drainage	182	482,015	482,015	0
70V01 Las Cruces Dam		40,000	0	40,000
90010 Transfer to County	24,535	0	0	0
Total Expenditures	$ 812,331	4,396,325	2,427,825	2,932,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000General Fund	282,000	0	0	0
Transfer to Fund 1005 - Engineering Fund	$ (208,392)	(206,651)	(206,651)	(264,209)
Transfer to Fund 2650 - Flood Control Operations	(471,497)	(194,500)	(194,500)	(578,433)
Transfer to Fund 3235 - 1999 GRT Bonds	(679,325)	(686,358)	(686,358)	(676,928)
Transfer to Fund 3613 - NMFA Street Loans	0	0	(137,329)	(254,602)
Total Other Financing Sources (Uses)	$ (1,077,214)	(1,087,509)	(1,224,838)	(1,774,172)
ENDING BALANCE	$ 2,036,745	7,500	1,838,671	88,716

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
West Mesa Industrial Park Fund 4504	Various	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 654,337	394,838	394,838	148,183
REVENUES				
511290 PILOT - Property Taxes	$ 27,500	0	0	0
551772 EDA Grant	850,000	0	0	0
570010 Interest Income	5,962	10,000	10,000	6,000
590020 Sale of Property/Material	265,755	1,203,750	1,203,750	0
590051 Net Incr(Decr) Fair Value Investment	2,738	0	0	0
590060 Infrastructure Charges	4,251	0	0	0
591010 Rental Income	39,610	35,000	35,323	35,500
Total Revenues	$ 1,195,816	1,248,750	1,249,073	41,500
Total Resources	$ 1,850,153	1,643,588	1,643,911	189,683
EXPENDITURES				
Special Projects				
Operating Expenses	$ 27,422	60,000	47,400	60,000
West Mesa Infrastructure	1,732,063	200,000	106,131	93,869
Airport Runway Rehab	0	0		
Total Expenditures	$ 1,759,485	260,000	153,531	153,869
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 4300 - Airport Improvement Fund	$ 0	(648,777)	(648,777)	0
Transfer to Fund 5450 - WW Capital Improvements	0	0	(389,250)	0
Transfer from Fund 603200 - Employee Health Fund	304,170	0	0	0
Transfer to Fund 603200 - Employee Health Fund	0	(304,170)	(304,170)	0
Total Other Financing Sources (Uses)	304,170	(952,947)	(1,342,197)	0
ENDING BALANCE	$ 394,838	430,641	148,183	35,814

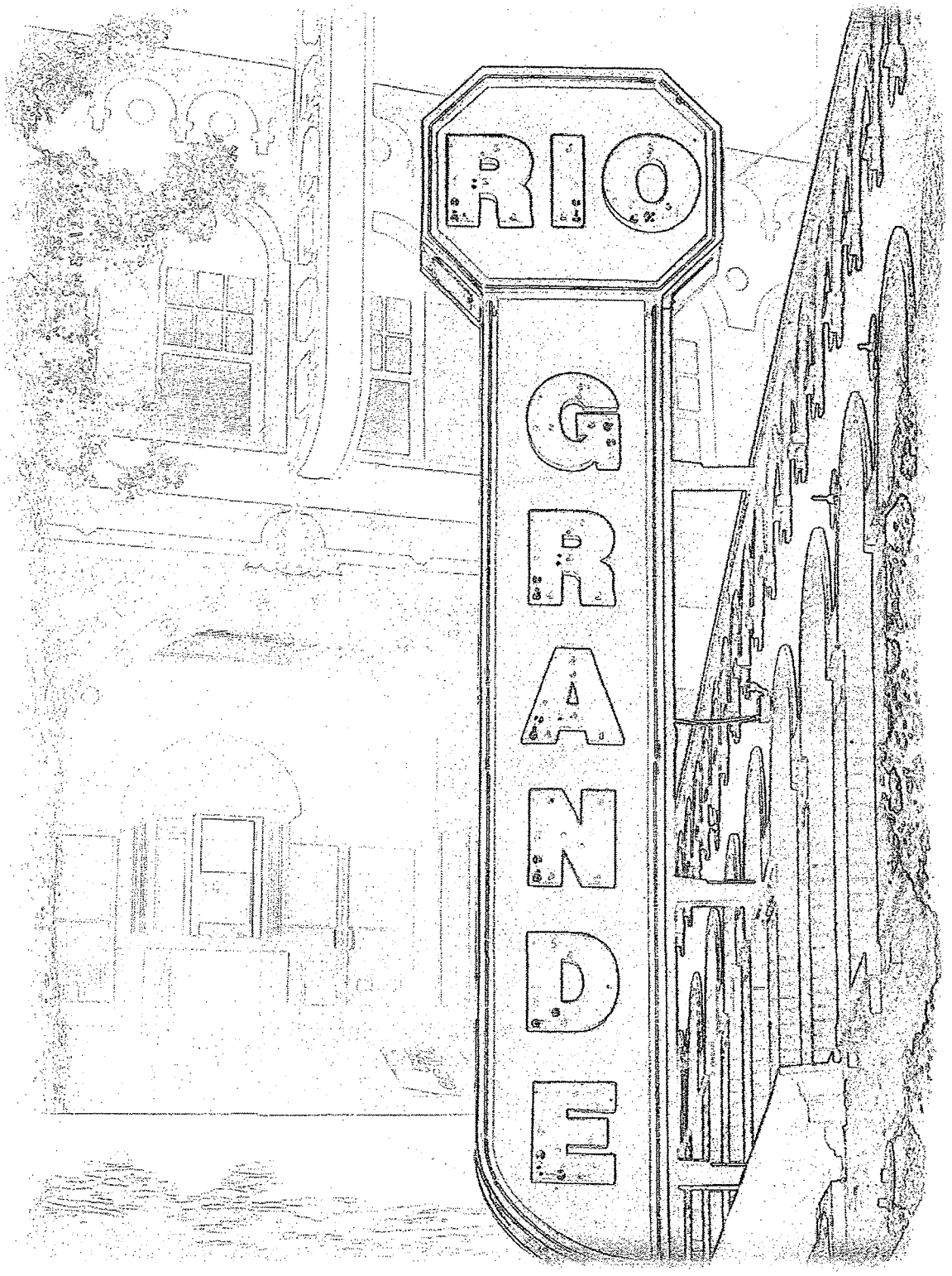
*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
NMFA Equipment Fund Fund 4613	Various		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	24,000
REVENUES				
570010 Interest Income	$ 0	0	24,000	0
590051 Net Incr (Decr) Fair Value Investment	0	0	0	0
592001 Reimbursed Expenses	0	0	0	0
Total Revenues	$ 0	0	24,000	0
Total Resources	$ 0	0	24,000	24,000
EXPENDITURES				
20600 Street Equipment	$ 0	0	1,678,725	0
20700 Fire Truck	0	0	816,777	0
Total Expenditures	$ 0	0	2,495,502	0
OTHER FINANCING SOURCES (USES)				
20600 - Loan Proceeds	0	0	1,678,725	0
20700 - Loan Proceeds	0	0	816,777	0
Total Other Financing Sources (Uses)	$ 0	0	2,495,502	0
ENDING BALANCE	$ 0	0	24,000	24,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

Proprietary Funds



City of Las Cruces®
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Proprietary Funds

This section includes the Proprietary Funds as follows:

Joint Utilities Funds
Enterprise Funds
Internal Service Funds

Joint Utilities Funds - The City of Las Cruces operates gas, water, wastewater, and solid waste utilities for the benefit of City residents. The operating costs of these utilities are borne entirely by ratepayers. This budget reflects the additional revenue amount by fund for each utility that is necessary to fund current operations in a fiscally sound manner.

Fund 5100 - Shared Services Fund - This fund pays for services to ratepayers such as utilities billing, delinquent accounts management, new service turn-ons, and trouble calls. Revenues are proportionate transfers from other utilities funds. Revenue estimates are based on a fund pro-rata share of expenditures.

Fund 5150 – Shared Services SCADA Capital Fund - This fund is a reserve fund for replacement and emergency purchases of critical System Control and Data Acquisition (SCADA) equipment. Funding is from the gas, water, and wastewater utilities.

Fund 5160 – Shared Services Equipment Reserve - Each vehicle or powered equipment purchased by the Shared Services Fund has funds for depreciation budgeted in the operating fund responsible for the vehicle or equipment. The depreciation accrues as a reserve for replacement of the vehicle or equipment. Revenues are based on depreciation paid from the Shared Services operating fund based on each vehicle or eligible piece of equipment.

Fund 5200 - Gas Fund - Includes revenues and expenditures for purchase of natural gas, maintenance of gas lines, purchase of capital equipment, and other associated expenditures. The revenue sources are payments from gas utility ratepayers. Revenue estimates are based on total expenditures plus necessary fund balance requirements.

Fund 5250 – Gas Capital Improvements Fund - All major gas expansion and rehabilitation projects are funded from this fund. The Gas Operating Fund transfers amounts equal to system depreciation plus return on rate base to provide the project funding.

Fund 5260– Gas Equipment Reserve Each vehicle or powered equipment purchased by the Gas Fund has funds for depreciation budgeted in the operating fund responsible for the vehicle or equipment. The depreciation accrues as a reserve for

replacement of the vehicle or equipment. Revenues are based on depreciation paid from the Gas operating fund based on each vehicle or eligible piece of equipment.

Fund 5300 - Water Fund – The revenues and expenditures for maintenance of water lines, renovating wells, conducting tests, adding chemicals, and other like expenditures. The revenue sources are payments from water utility ratepayers. Revenue estimates are based on total expenditures plus necessary fund balance requirements. Specific rate increases will be determined by the Cost of Service Proposal that is approved by Council.

Fund 5301 - Water Development Fund - This fund provides the funding of water impact fee related expenditures. It is funded through water impact fee revenues.

Fund 5305 - Water Contingency Fund – This fund provides funding of unforeseen, emergency events and other reasonably possible loss contingencies. It is funded through water rate revenue.

Fund 5320 - Water Rights Acquisition Fund - This fund provides the funding of water rights purchases. It is funded through a $0.06 per thousand gallons water rate charge.

Fund 5321 - Water Rights Adjudication Fund - This fund provides the funding of legal matter related to acquiring and maintaining the City's water rights. It is funded through a $0.05 per thousand gallons water rate charge.

Fund 5350 – Water Capital Improvements Fund - All major water rehabilitation projects are fund from this fund. The Water Fund transfers amounts equal to system depreciation plus return on rate base to provide the project funding.

Fund 5360 – Water Equipment Reserve - Each vehicle or powered equipment purchased by the Water Fund has funds for depreciation budgeted in the operating fund responsible for the vehicle or equipment. The depreciation accrues as a reserve for replacement of the vehicle or equipment. Revenues are based on depreciation paid from the Water operating fund based on each vehicle or eligible piece of equipment.

Fund 5370 – 1997A Bond Water Projects Fund – Revenue source was the sale of bonds in 1997. Expenditures are for various water projects.

Fund 5373 - Water Well Projects (DFA Grant) Fund – This fund provides partial funding of water well replacement projects.

Fund 5374 – Water Series 2005A Bond Projects Fund - This fund provides funding for various major water system expansion projects. The payment of the bonds is through water development impact fee revenues.

Fund 5375 – Water Series 2006 Bond Projects Fund – This fund provides funding for various major water system rehabilitation projects and negotiated purchase of a water system. The payment of the bonds is through water rates.

Fund 5376 – Water EPA Grant Project Fund – This fund will provide partial funding of the West Mesa Transmission Line water project.

Fund 5377 - Water Well Projects Fund – This fund provides partial funding of various major water system rehabilitation and expansion projects. The payment of the loan is through water rate and development impact fee revenue.

Fund 5380 - JU Improvement '97A Bond Reserve Fund - For retirement of bonds for various water and wastewater projects currently on-going in Funds 503102 and 504102.

Fund 5400 - Wastewater Fund – The revenues and expenditures for maintenance of sewer lines, wastewater treatment plant operations, and effluent testing. The revenue sources are payments from wastewater system ratepayers. Revenue estimates are based on total expenditures plus necessary fund balance requirements. Specific rate increases will be determined by the Cost of Service Proposal that is approved by Council.

Fund 5401 - Wastewater Development Fund - This fund provides the funding of wastewater impact fee related expenditures. It is funded through wastewater impact fee revenues.

Fund 5420 – WW Water Reclamation Fund - This fund will provide partial funding of the water reclamation project. It is funded through a portion of environmental gross receipts tax revenue.

Fund 5450 - Wastewater Capital Improvements Fund - All major wastewater rehabilitation projects are funded from this fund. The Wastewater Operating Fund transfers amounts equal to system depreciation plus return on rate base to provide the project funding.

Fund 5460 – Wastewater Equipment Reserve - Each vehicle or powered equipment purchased by the Wastewater Fund has funds for depreciation budgeted in the operating fund responsible for the vehicle or equipment. The depreciation accrues as a reserve for replacement of the vehicle or equipment. Revenues are based on depreciation paid from the Wastewater operating fund based on each vehicle or eligible piece of equipment.

Fund 5470 - 1997 Bond Wastewater Projects Fund - Revenue source was the sale of bonds in 1997. Expenditures are for various wastewater projects.

Fund 5472 – Wastewater EPA Grant Water Reclamation Project Fund - This fund will provide partial funding of the water reclamation project.

Fund 5474 – Wastewater Rebuilding Manhole NMFA Loan Fund - This fund provides funding for the major wastewater manhole rebuilding project. The payment of the loan is through wastewater rates.

Fund 5475 – Wastewater 2006 Bond Rehab Projects – This fund provides funding for various major wastewater system rehabilitation projects. The payment of the bonds is through wastewater rates.

Fund 5476 – Wastewater 2006 Bond Development Projects – This fund provides funding for various major wastewater system expansion projects. The payment of the bond is through wastewater impact fees.

Fund 5477 – WW Water Reclamation Projects Fund - This fund provides partial funding of the water reclamation project. The payment of the bond is through a portion of environmental gross receipts tax revenue.

Fund 5478 – WW Water Reclamation Projects (NMFA Loan) Fund - This fund provides partial funding of the water reclamation project. The payment of the loan is through a portion of environmental gross receipts tax revenue.

Fund 5500 - Solid Waste Fund - Revenues and expenditures to fund solid waste pickup and disposal functions for residential and commercial customers. Revenue sources are payments from commercial and residential solid waste customers. Revenue estimates are based on total expenditures plus necessary fund balance requirements. Specific rate increases will be determined by the Cost of Service Proposal that is approved by Council.

Fund 5510 - Solid Waste Landfill Closure Fund - This fund provides the funding of expenditures related to eventual closure of the old city landfill located off Foothills Rd, as per regulatory requirements.

Fund 5530 – Recycling Fund – This fund provides funding for the expenditures to fund recycling activities. Revenue sources are from recycling fees.

Fund 5560 – Solid Waste Equipment Reserve - Each vehicle or powered equipment purchased by the Solid Waste Fund has funds for depreciation budgeted in the operating fund responsible for the vehicle or equipment. The depreciation accrues as a reserve for replacement of the vehicle or equipment. Revenues are based on depreciation paid from the Solid Waste operating fund based on each vehicle or eligible piece of equipment.

Fund 5577 – Solid Waste Projects (NMFA Loan) Fund – This fund provides funding for major solid waste projects. The payment of the loan is through solid waste rate revenue.

Fund 5931 – Clean Community Emission Reduction – This fund accommodates the Clean Community Mobil Source Emission Reduction Program Grant. This federal grant provides funding for supplies; contractual services and materials for marketing, outreach & market assessment; and tools & equipment including compressed natural gas vehicles. The grant is scheduled to terminate at the end of December 2006.

Enterprise Funds - funds for activities that are self-sustaining (i.e., the expenditures are equal to revenues). In this respect, the activities are run in some respects like a private business, with any "profit" going to a fund balance. Revenue estimates are based on anticipated sales, services, or fees.

Fund 5920 - Bus Transit - Expenditures for operation of the Roadrunner City-wide bus transit system, a para transit function, and rideshare functions. Revenues are primarily federal grants and bus fares. Transfers from the Gasoline Tax Fund as well as a General Fund subsidy are necessary to cover operating expenses exceeding other revenues. The Vehicle Acquisition Fund transfers to the Bus Transit fund to cover the City's match for the purchase of fixed route buses and para transit vehicles. The Transit system handles the Senior Transportation program to eliminate duplication of services by the Senior Programs section.

Fund 5921 - Transit Intermodal Center Fund - The Transit Intermodal Center Fund was created out of the Transit Fund for the purpose of tracking all grant-related activity involving the future Transit Intermodal Center. The Intermodal Center, which is 80% funded by a Congressional earmark, will be a central gathering point for various modes of public transportation including RoadRUNNER Transit, intercity buses, taxis, and shuttles as well as pedestrian and bicycle elements. The City Council has designated a site at the southwest corner of Lohman and Alameda for development of this facility, which will include both indoor and outdoor amenities for public use.

Internal Service Funds - funds set up for industrial services or self-funded activities internal to City departments. Other funds pay for the services by fund transfer. The City is self-funded for employee health insurance, liability insurance, worker's compensation insurance, and disability insurance, and unemployment insurance. Revenue estimates are based on anticipated levels of services rendered to other divisions and departments. Funds included are:

Fund 6130 – Information Technology Services Fund - Internal service fund for City information technology services such as management information and communications. Revenue sources are payments from City departments for services based on shop rates and transfers for debt service payments. Revenue estimates are

based on prior year receipts, increases in City equipment inventory requiring maintenance, and shop rates.

Fund 6136 – Information Technology Equipment Reserve - Each vehicle or powered equipment purchased by the Information Technology Services Fund has funds for depreciation budgeted in the operating fund responsible for the vehicle or equipment. The depreciation accrues as a reserve for replacement of the vehicle or equipment. Revenues are based on depreciation paid from the operating fund based on each vehicle or eligible piece of equipment.

Fund 6140 – Document Services Fund - Internal service fund for City mail/distribution activities. Revenue sources are payments from City departments for services based on shop rates and transfers for debt service payments. Revenue estimates are based on prior year receipts, and shop rates.

Fund 6150 - Facilities Services Fund -The internal service fund for City automotive fleet maintenance activities. Revenue sources are payments from City departments for services based on shop rates and transfers for debt service payments. Revenue estimates are based on prior year receipts, increases in City equipment inventory requiring maintenance, and shop rates.

Fund 6310 - Unemployment Reserve - A self -insurance fund to provide for unemployment payments to eligible former employees. The fund has accumulated enough balance to be self-sustaining. Revenues are based on interest on the fund balance.

Fund 6320 - Employee Health/Disability Fund - A self-insurance fund to provide for receipt of payments for health and disability insurance from operating funds and enrolled employees. Expenses pay for health insurance premiums with our carrier, Blue Cross/Blue Shield of New Mexico. Disability claims are also paid from this fund for employees who become disabled. Revenues are estimated based on a 60/40 split (City/employee) of the premium amount and interest on the fund balance.

Fund 6330 - Workers Compensation Fund - A self-insurance fund to provide payments to employees who sustain work-related injuries or illnesses. Expenses are for actual payments and stop-loss insurance for large claims. Revenues are estimated based on projected payments and a gradual growth in the fund balance.

Fund 6340 - Liability Fund - A self- insurance fund to provide payments for liability claims based on employee actions. Expenses are for projected payments and administrative expenses. Revenues are estimated based on payments and a gradual growth in the fund balance. The goal is to make this fund self-sustaining.

Fund 6360 – Judgements/Liabilities Fund - A self- insurance fund to provide payments for judgment claims against the City. Revenues are funded by transfers from the Liability Fund.

Fund 6361 – Griggs/Walnut Plume Project Fund - A superfund to provide payments for water contamination cleanup at the Griggs/Walnut site. Settlement agreement with the EPA between the City of Las Cruces and Dona Ana County, a 50/50 split. The City of Las Cruces is the fiscal agent. Revenues are funded by a payment from Dona Ana County and transfers from the General Fund and Environmental Gross Receipts Tax Fund. Expenditures are for the EPA Study and any remedial actions after FY 06/07.

Fund 6362 – Griggs/Walnut Plume Project (NMFA Loan) Fund - This fund provides partial funding of the Griggs/Walnut Plume Project. The payment of the loan is through a portion of environmental gross receipts tax revenue from both City of Las Cruces and Doña County governmental entities.

Fund 6363 – Griggs/Walnut Plume Project (Sales Tax 2005) Fund - This fund provides partial funding of the Griggs/Walnut Plume Project. The payment of the loan is through a portion of general fund gross receipts tax revenue.

City of Las Cruces
Joint Utility Enterprise Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
5100	Shared Services	311	$ 7,178,956
5150	Shared Services SCADA Capital	312	36,000
5160	Shared Services Equipment Reserve	313	438,422
5200	Gas Operations	314	7,910,047
5250	Gas Capital Improvements	316	4,566,260
5260	Gas Equipment Reserve	317	332,798
5300	Water Operations	318	10,530,590
5301	Water Development	319	10,168,919
5305	Water Contingency	320	0
5320	Water Rights Acquisition	321	960,000
5321	Water Rights Adjudication	322	300,000
5350	Water Capital Improvements	323	2,760,439
5360	Water Equipment Reserve	324	105,767
5370	1997A Bond Fund Water Projects	325	166,526
5373	Water Well Projects (DFA Grant)	326	450,000
5374	Water Series 2005A Bond Projects	327	7,077,578
5375	Water Series 2006 Bond Projects	328	3,352,553
5376	Water EPA Grant Project	329	955,600
5377	Water Well Projects	330	2,109,688
5380	JU Improvement 1997A Bond Debt Service	331	450
5400	Wastewater Operations	332	9,116,489
5401	Wastewater Development	333	10,874,278
5420	WW Water Reclamation	334	1,068,687
5450	Wastewater Capital Improvements	335	2,490,736
5460	Wastewater Equipment Reserve	336	480,482
5470	1997A Bond Fund Wastewater Projects	337	231,998
5472	Wastewater EPA Grant Water Reclamation Project	338	1,494,437
5474	Wastewater Rebuilding Manhole NMFA Loan	339	244,766
5475	Wastewater 2006 Bond Rehab Projects	340	1,707,109
5476	Wastewater 2006 Bond Development Projects	341	8,800,000
5477	WW Water Reclamation Projects	342	1,899,277
5478	WW Water Reclamation Projects(NMFA Loan)	343	5,700,000
5500	Solid Waste Operations	344	7,088,833
5510	Solid Waste Landfill Closure	345	1,408,748
5530	Solid Waste Recycling	346	1,178,682
5560	Solid Waste Equipment Reserve	347	969,806
5577	Solid Waste Projects (NMFA Loan)	348	1,000,000
5931	Clean Community Emission Reduction	349	51,148
	Total Joint Utility Enterprise Fund:		$ 115,206,069

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Shared Services Fund 5100	Utilities	Enterprise		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ (42,986)	(99,086)	(99,086)	0
REVENUES				
546308 Reimbursed from RGNGA	$ 395,000	395,000	395,000	395,000
570010 Investment Income	516	0	0	0
590051 Net Incr(Decr) Fair Value Investment	(9,738)	0	0	0
591010 Rental/Lease Income	38,580	49,664	38,600	38,600
592001 Reimbursed Expense	104	0		0
Total Revenues	$ 424,462	444,664	433,600	433,600
Total Resources	$ 381,476	345,578	334,514	433,600
EXPENDITURES				
Personnel Expenses	$ 3,135,735	4,007,898	3,611,122	4,434,052
Operating Expenses	1,206,400	2,394,418	2,242,091	2,683,654
Depreciation Expense	44,528	61,144	61,167	61,250
Capital Outlay	57,314	0	0	0
Total Expenditures	$ 4,443,977	6,463,460	5,914,380	7,178,956
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5200 - Gas Fund	$ 1,887,823	2,703,608	2,490,618	3,077,233
Transfer from Fund 5300 - Water Fund	1,216,969	1,740,396	1,603,288	1,940,116
Transfer from Fund 5301 - Water Development	22,617	109,312	109,312	113,800
Transfer from Fund 5320 - Water Rights Acquisition	61,758	78,695	78,695	78,700
Transfer from Fund 5400 - Wastewater Fund	549,843	787,182	725,168	962,326
Transfer from Fund 5401 - Wastewater Development	22,617	96,767	96,767	81,150
Transfer from Fund 5500 - Solid Waste Fund	1,117,108	1,598,478	1,472,550	1,763,482
Transfer from Fund 6361 - Walnut/Griggs Plume Site	72,520	0	0	0
Transfer to Fund 1000 - General Fund	(10,000)	0	0	0
Transfer to Fund 1005 - Engineering Services Fund	(934,882)	(933,700)	(933,700)	(933,700)
Transfer to Fund 5160 - Equipment Reserve Fund	(58,000)	(124,000)	(124,000)	(399,000)
Total Other Financing Sources (Uses)	$ 3,948,373	6,056,738	5,518,698	6,684,107
Ending Balance With Non-cash Expenses	$ (114,128)	(61,144)	(61,168)	(61,249)
Other Changes in Cash	0	0		
Plus: Non-cash Expenses & Other Adjustments	15,042	61,144	61,168	61,249
ENDING BALANCE	$ (99,086)	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Shared Services SCADA Capital Fund 5150	Utilities	Internal Service		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	12,955	12,955	13,279
REVENUES				
570010 Interest on Investment	$ 358	400	324	400
590051 Net Incr(Decr) Fair Value Investment	(52)	0	0	0
Total Revenues	$ 306	400	324	400
Total Resources	$ 306	13,355	13,279	13,679
EXPENDITURES				
Operating Expenses	9,524	0	0	0
Capital Outlay	13,827	36,000	36,000	36,000
Total Expenditures	$ 23,351	36,000	36,000	36,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5200 - Gas Operating	$ 12,000	12,000	12,000	12,000
Transfer from Fund 5300 - Water Operating	12,000	12,000	12,000	12,000
Transfer from Fund 5400 - Wastewater Operating	12,000	12,000	12,000	12,000
Total Other Financing Sources (Uses)	$ 36,000	36,000	36,000	36,000
ENDING BALANCE With Non-Cash Expense	$ 12,955	13,355	13,279	13,679
Plus: Non-Cash Expense	0	0	0	0
ENDING CASH BALANCE	$ 12,955	13,355	13,279	13,679

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Shared Services Equipment Reserve Fund 5160	Utilities	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 188,512	167,377	167,378	119,419
REVENUES				
570010 Interest on Investment	$ 6,378	3,500	3,541	3,500
590051 Net Incr(Decr) Fair Value Investment	(691)	0	0	0
Total Revenues	$ 5,687	3,500	3,541	3,500
Total Resources	$ 194,199	170,877	170,919	122,919
EXPENDITURES				
Operating				
Equipment	$ 84,821	175,500	175,500	381,300
Depreciation	45,108	57,122	54,707	57,122
Total Expenditures	$ 129,929	232,622	230,207	438,422
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5100 - Shared Services Fund	$ 58,000	124,000	124,000	399,000
Transfer from Fund 5200 - Gas Fund	0	0	0	96,200
Transfer from Fund 5300 - Water Fund	0	0	0	72,200
Total Other Financing Sources (Uses)	$ 58,000	124,000	124,000	567,400
Adjustment due to change in accruals	$			
ENDING BALANCE With Non-Cash Expense	$ 122,270	62,255	64,712	251,897
Plus: Non-Cash Expenses	45,108	57,122	54,707	57,122
ENDING CASH BALANCE	$ 167,378	119,377	119,419	309,019

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Gas Operations Fund 5200	Utilities	Enterprise

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,939,527	1,599,533	1,599,532	2,519,113
REVENUES				
541201 Natural Gas Sales Org 52520010	$ 7,176,198	7,585,491	7,732,826	8,008,184
541203 Gas Service Charge	566,219	575,683	574,596	575,000
541204 Customer Gas Line Extension	564,103	500,000	500,000	550,000
546308 Reimbursed from RGNGA	141,895	1,223,549	2,200,000	2,339,217
560100 Contribution from Developers	45,688	120,000	120,000	120,000
570010 Interest on Investment	74,475	59,400	0	0
570012 Interest/Acct Receivable	2,496	1,561	384	0
590020 Sale of Property/Material	(74)	11,221	0	0
590051 Net Incr(Decr) in Fair Value of Investments	(11,036)	0	0	0
592001 Other Reimbursed Expenses	9,549	6,000	10,000	10,000
592009 Reimbursed Utility Cost	2,403	6,000	25,000	25,000
Total Revenue	$ 8,571,916	10,088,905	11,162,806	11,627,401
Total Resources	$ 10,511,443	11,688,438	12,762,338	14,146,514
EXPENDITURES				
Personnel Services	$ 1,616,394	3,266,184	3,253,500	3,635,828
Operating Expenses	2,346,963	2,581,864	2,656,400	2,786,719
Depreciation Expense	1,486,309	1,484,811	1,487,500	1,487,500
Capital Outlay	8,737	0	0	0
Total Expenditures	$ 5,458,403	7,332,859	7,397,400	7,910,047
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5200 - Gas Fund	$ 564,752	0	0	0
Transfer from Fund 5250 - Gas Capital Imp Fund	41,110	0	0	0
Transfer to Fund 1000 - General Fund	(15,000)	0	0	0
Transfer to Fund 5100 - Shared Services Fund	(1,887,823)	(2,703,608)	(2,490,618)	(3,077,233)
Transfer to Fund 5150 - Shared Services SCADA	(12,000)	(12,000)	(12,000)	(12,000)
Transfer to Fund 5160 - Shared Services Equip. Replac	0	0	0	(96,200)
Transfer to Fund 502010 - Cost of Gas Fund	(564,752)	0	0	0
Transfer to Fund 5250 - Gas Capital Imp Fund	(1,952,790)	(850,000)	(850,000)	(850,000)
Transfer to Fund 5260 - Gas Equipment Rsv Fund	(163,000)	(226,000)	(226,000)	(628,000)
Transfer to Fund 5300 - Water Fund	(40,104)	0	0	0
Transfer to Fund 5360 - Water Equipment Replc Fund	0	0	(95,400)	(13,650)
Transfer to Fund 5931 - Clean Comm Emission Reduc	(1,000)	0	(1,000)	(40,000)
Transfer to Fund 6340 - Liability Claims Fund	(151,060)	(151,060)	(151,060)	(151,060)
Total Other Financing Sources (Uses)	$ (4,181,667)	(3,942,668)	(3,826,078)	(4,868,143)

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION		FUND TYPE	
Gas Operations Fund 5200	Utilities		Enterprise	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
ENDING BALANCE With Non-cash Expenses	$ 871,373	412,911	1,538,860	1,368,324
Adjustment due to change in accruals	9,514	0	0	0
Plus: Non-cash Revenue/Expenses	1,416,112	1,364,811	1,367,500	1,367,500
ENDING CASH BALANCE WITHOUT COG	$ 2,296,999	1,777,722	2,906,360	2,735,824
COST OF GAS				
541201 Cost of Gas Sales Org 5200	$ 22,030,211	28,905,625	19,358,353	22,039,046
Cost of Gas	22,282,618	28,925,625	19,358,400	22,039,050
Cost of Gas PILT-Franchise	445,060	578,113	387,200	440,800
ENDING CASH BALANCE COG ONLY	$ (697,467)	(598,113)	(387,247)	(440,804)
ENDING CASH BALANCE WITH COG	1,599,532	1,179,609	2,519,113	2,295,020

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Gas Capital Improvements Fund 5250	Utilities	Capital Projects

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 4,075,165	5,021,695	5,021,695	4,502,792
REVENUES				
570010 Interest on Investment	$ 154,740	70,708	70,708	70,708
570012 Interest A/R & Other	15	0	0	0
570015 Net Incr (Decr) Fair Value Investment	(20,302)	0	0	0
592009 Reimb Utility Cost	5,361	1,000	0	1,000
Total Revenues	$ 139,814	71,708	70,708	71,708
Total Resources	$ 4,214,979	5,093,403	5,092,403	4,574,500
EXPENDITURES				
Operating Capital	$ 152,365	183,230	183,230	272,730
Major Projects	952,600	3,865,089	1,256,381	4,215,531
Depreciation	0	77,999	77,999	77,999
Total Expenditures	$ 1,104,965	4,126,318	1,517,610	4,566,260
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5200 - Gas Operating Fund	$ 1,952,790	850,000	850,000	850,000
Transfer to Fund 5200 - Gas Operating Fund	(41,110)	0	0	0
Total Other Financing Sources (Uses)	$ 1,911,680	850,000	850,000	850,000
Non-cash Adjustment	0	77,999	77,999	77,999
Other Adjustments	1	0	0	0
ENDING BALANCE	$ 5,021,695	1,895,084	4,502,792	936,239

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Gas Equipment Reserve Fund 5260	Utilities	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,155,702	1,018,405	1,018,405	741,971
REVENUES				
570010 Interest on Investment	$ 39,151	20,000	20,000	20,000
590051 Net Incr/Decr Fair Value Investment	(5,044)	0	0	0
Total Revenues	$ 34,107	20,000	20,000	20,000
Total Resources	$ 1,189,809	1,038,405	1,038,405	761,971
EXPENDITURES				
Equipment	334,404	563,048	522,434	165,000
Depreciation	119,019	167,798	167,798	167,798
Total Expenditures	$ 453,423	730,846	690,232	332,798
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5200 - Gas Operating Fund	$ 163,000	226,000	226,000	628,000
Total Other Financing Sources (Uses)	$ 163,000	226,000	226,000	628,000
ENDING BALANCE With Non-Cash Expense	$ 899,386	533,559	574,173	1,057,173
Plus: Non-Cash Expense	119,019	167,798	167,798	167,798
ENDING CASH BALANCE	$ 1,018,405	701,357	741,971	1,224,971

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Water Operations Fund 5300	Utilities	Enterprise		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,602,047	1,478,669	1,478,669	1,329,528
REVENUES				
541311 Water Sales	$ 10,057,206	9,748,044	9,781,459	10,316,154
541312 Bulk Water Sales	358,508	200,000	267,872	268,000
541313 Water Service Charge	357,138	250,000	313,558	314,000
541314 Customer Water Line Extension	126,969	125,000	156,257	156,000
541328 Water Testing Revenue	23,080	51,515	(191)	0
551002 Federal Bureau of Reclamation	0	0	8,250	29,050
560100 Contribution from Developers	172,527	700,000	700,000	700,000
570010 Interest on Investment	23,923	33,000	0	0
570012 Interest/Acct Receivable	5,760	1,000	0	0
580010 Special Assessments	47,266	100,000	100,000	100,000
590051 Net Incr(Decr) in Fair Value of Investments	(1,196)	0	0	0
592001 Other Reimbursed Exp	3,372	5,000	333	0
Total Revenues	$ 11,174,553	11,213,559	11,327,538	11,883,204
Total Resources	$ 12,776,600	12,692,228	12,806,207	13,212,732
OPERATIONAL EXPENDITURES				
Personnel Services	$ 1,798,104	2,056,003	2,148,903	2,334,230
Operating Expenses	4,746,827	5,288,287	5,447,814	5,085,884
Debt Service	886,536	1,191,742	1,021,692	1,131,126
Depreciation Expense	1,197,367	1,122,505	1,122,530	1,122,550
Water Impact Fees - Rates Contribution	0	979,711	842,800	856,800
Total Operational Expenditures	$ 8,628,834	10,638,248	10,583,739	10,530,590
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 2800 - Environmental Gross Receipts	$ 0	0	0	1,397,208
Transfer from Fund 5200 - Gas Fund	40,104	0	0	0
Transfer from Fund 5320 - Water Rights Acquisition	0	0	0	1,000,000
Transfer from Fund 5350 - Wtr Cap Imp (Debt Svc)	762,704	1,191,742	1,191,742	0
Transfer from Fund 5350 - Wtr Cap Imp (Impact Fees)	0	979,711	979,711	0
Transfer from Fund 5400 - Wastewater Fund	83,930	0	0	0
Transfer to Fund 5100 - Shared Services Fund	(1,216,969)	(1,740,396)	(1,603,288)	(1,940,116)
Transfer to Fund 5150 - Shared Services SCADA	(12,000)	(12,000)	(12,000)	(12,000)
Transfer to Fund 5160 - Shared Services Equip. Replac	0	0	0	(72,200)
Transfer to Fund 5305 - Water Contingency Fund	0	0	0	(1,000,000)
Transfer to Fund 5320 - Water Rights Acquisition Fund	0	0	0	(91,249)
Transfer to Fund 5350 - Water Capital Imp Fund	(3,098,736)	(1,571,000)	(1,571,000)	(1,367,000)
Transfer to Fund 5360 - Water Equipment Reserve	(60,000)	(117,000)	(212,400)	(213,650)
Transfer to Fund 5400 - Wastewater Fund	(111,598)	0	0	0
Transfer to Fund 6340 - Liability Claims Fund	(88,235)	(88,235)	(88,235)	(88,235)
Total Other Financing Sources (Uses)	$ (3,700,800)	(1,357,178)	(1,315,470)	(2,387,242)
ENDING BALANCE With Non-cash Expenses	$ 446,966	696,802	906,998	294,900
Adjustment due to change in accruals & other adj.	(11,736)	0	0	0
Non-cash Revenue/Expenses	1,043,439	422,505	422,530	422,550
ENDING BALANCE	$ 1,478,669	1,119,307	1,329,528	717,450

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Water Development Fund 5301	Utilities	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,675,683	4,865,835	4,865,835	6,275,368
REVENUES				
541331 Water Impact Fees - Developers	$ 2,177,890	1,959,422	2,100,489	2,158,265
541332 Water Impact Fees - Customer Surcharge	733,169	704,601	770,110	777,920
541333 Water Dev Charges - Rates Contribution	914,097	979,711	842,800	856,800
570010 Interest on Investment	120,261	75,835	208,492	179,717
570012 Interest A/R Other	76,170	83,796	113,975	169,812
590051 Net Incr(Decr) Fair Value of Investment	(17,606)	0	0	0
592001 Reimbursed Other Expense	5,307	0	0	0
Total Revenues	$ 4,009,288	3,803,365	4,035,866	4,142,514
Total Resources	$ 6,684,971	8,669,200	8,901,701	10,417,882
EXPENDITURES				
Operating	$ 46,774	300,000	93,661	182,017
Debt Service	1,544,714	1,529,690	1,529,690	2,051,717
Depreciation Expense	225,038	334,965	334,965	334,965
Capital	563,121	4,228,750	769,419	7,600,220
Total Expenditures	$ 2,379,647	6,393,405	2,727,735	10,168,919
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 503252 - Water 97A Bond Debt Svc	$ 37,151	0	0	0
Transfer from Fund 503253 - Water 2000B Bond Reserve	3,009	0	0	0
Transfer to Fund 5100 - Shared Services	(22,617)	(109,312)	(109,312)	(113,800)
Total Other Financing Sources (Uses)	$ 17,543	(109,312)	(109,312)	(113,800)
ENDING BALANCE With Non-cash Transactions	$ 4,322,867	2,166,483	6,064,654	135,163
Plus: Other Accounting Adjustments	317,930	0	(124,251)	184,347
Plus: Non-cash Expenses	225,038	334,965	334,965	334,965
ENDING BALANCE	$ 4,865,835	2,501,448	6,275,368	654,475

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Water Contingency Fund 5305	Utilities		Debt Service	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
Revenues	$ 0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	0	0	0	0
EXPENDITURES	$ 0	0	0	0
Total Expenditures	$ 0	0	0	0
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5300 - Water Operations Fund	$ 0	0	0	1,000,000
Total Other Financing Sources (Uses)	0	0	0	1,000,000
ENDING BALANCE	$ 0	0	0	1,000,000

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Water Rights Acquisition Fund 5320	Utilities	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,064,705	2,658,723	2,658,723	2,109,599
REVENUES				
541336 Water Rights Fee - Development	$ 763,007	450,000	718,035	700,739
541337 Water Rights Acquisition Fees	348,407	308,404	308,404	330,629
541338 EBID Water Allotment Revenue	0	1,000	1,000	1,000
570010 Interest on Investment	78,138	63,817	63,817	82,984
590051 Net Incr (Decr) Fair Value Investment	(10,322)	0	0	0
591010 Rental/Lease Income	11,900	11,900	11,900	11,900
Total Revenues	$ 1,191,130	835,121	1,103,156	1,127,252
Total Resources	$ 3,255,835	3,493,844	3,761,879	3,236,851
EXPENDITURES				
Legal Services	$			
Purchased Services	$ 79,356	13,585	13,585	0
Capital - Water Rights Purchase	455,998	1,560,000	1,560,000	960,000
Total Expenditures	$ 535,354	1,573,585	1,573,585	960,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5300 - Water Operations Fund	$ 0	0	0	91,249
Transfer to Fund 5100 - Shared Services Fund	(61,758)	(78,695)	(78,695)	(78,700)
Transfer to Fund 5300 - Water Operations Fund	0	0	0	(1,000,000)
Total Other Financing Sources (Uses)	$ (61,758)	(78,695)	(78,695)	(987,451)
ENDING BALANCE	$ 2,658,723	1,841,564	2,109,599	1,289,400

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Water Rights Adjudication Fund 5321	Utilities	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 709,039	832,387	832,387	4,486
REVENUES				
541339 Water Rights Adjudication Revenue	273,005	257,004	257,504	275,524
570010 Interest on Investment	26,309	19,595	19,595	19,990
590051 Net Change in Fair Value	(3,497)	0	0	0
Total Revenues	$ 295,817	276,599	277,099	295,514
Total Resources	$ 1,004,856	1,108,986	1,109,486	300,000
EXPENDITURES				
Operating	$ 172,469	1,105,000	1,105,000	300,000
Total Expenditures	$ 172,469	1,105,000	1,105,000	300,000
ENDING BALANCE	$ 832,387	3,986	4,486	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Water Capital Improvements Fund 5350	Utilities	Capital Projects		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 4,535,933	4,215,425	4,215,425	1,238,751
REVENUES				
570010 Interest on Investment	$ 158,826	35,200	80,000	35,200
570012 Interest A/R	1	0	0	0
590001 Net Incr/Decr Fair Value Investment	(20,324)	0	0	0
Total Revenues	$ 138,503	35,200	80,000	35,200
Total Resources	$ 4,674,436	4,250,625	4,295,425	1,273,951
EXPENDITURES				
Operating Capital	$ 675,324	608,372	608,372	608,372
Major Projects	1,236,792	3,839,324	1,847,849	2,029,902
Water Impact Fees - Rates Contribution	914,097	0	0	0
Depreciation	0	122,165	122,165	122,165
Total Expenditures	$ 2,826,213	4,569,861	2,578,386	2,760,439
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5300 - Water Operating Fund	$ 3,098,736	1,571,000	1,571,000	1,367,000
Transfer from Fund 503252 - Water 97A Bond Reserve	28,622	0	0	0
Transfer from Fund 503253 - Water 2000B Bond Reserve	3,634	0	0	0
Transfer to Fund 5300 - Water Oper (Debt Svc)	(762,704)	(1,191,742)	(1,191,742)	0
Transfer to Fund 5300 - Water Oper (Impact Fees)	0	(979,711)	(979,711)	0
Total Other Financing Sources (Uses)	$ 2,368,288	(600,453)	(600,453)	1,367,000
Non-cash Adjustment & Other Adjustment	(1,086)	122,165	122,165	122,165
Estimated Project Cost Carryover**	0	1,650,000	0	0
ENDING BALANCE With Non-Cash Expense	$ 4,215,425	852,476	1,238,751	2,677

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

** Estimated Project Cost Carryover is the estimated project cost that will not be completed by the end of the fiscal year, which will be carried over into the following fiscal year.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Water Equipment Reserve Fund 5360	Utilities	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,053,625	686,663	686,663	733,063
REVENUES				
570010 Interest on Investment	$ 32,931	16,900	16,900	16,900
590051 Net Incr (Decr) Fair Value Investment	(4,006)	0	0	0
Total Revenues	$ 28,925	16,900	16,900	16,900
Total Resources	$ 1,082,550	703,563	703,563	749,963
EXPENDITURES				
Equipment	455,886	87,500	373,700	1,890
Depreciation	44,866	103,877	103,877	103,877
Total Expenditures	$ 500,752	191,377	477,577	105,767
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5200 - Gas Operating Fund	$ 0	0	95,400	13,650
Transfer from Fund 5300 - Water Operating Fund	60,000	117,000	212,400	213,650
Transfer from Fund 5400 - Wastewater Operating Fund	0	0	95,400	13,650
Total Other Financing Sources (Uses)	$ 60,000	117,000	403,200	240,950
ENDING BALANCE With Non-Cash Expense	$ 641,798	629,186	629,186	885,146
Plus: Non-Cash Expense	44,865	103,877	103,877	103,877
ENDING CASH BALANCE	$ 686,663	733,063	733,063	989,023

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
1997A Bond Fund Water Projects Fund 5370	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 421,547	311,038	311,038	168,675
REVENUES				
570010 Interest on Investment	$ 19,685	0	0	0
590051 Net Incr (Decr) Fair Value Investment	(2,562)	0	0	0
Total Revenues	$ 17,123	0	0	0
Total Resources	$ 438,670	311,038	311,038	168,675
EXPENDITURES				
Capital Outlay	$ 127,632	311,038	142,363	166,526
Total Expenditures	$ 127,632	311,038	142,363	166,526
ENDING BALANCE	$ 311,038	0	168,675	2,149

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Water Well Projects (DFA Grant) Fund 5373	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
State Legislative Grant	$ 1,396,850	700,000	0	450,000
Total Revenues	$ 1,396,850	700,000	0	450,000
Total Resources	$ 1,396,850	700,000	0	450,000
EXPENDITURES				
Major Projects	$ 1,396,850	700,000	0	450,000
Total Expenditures	$ 1,396,850	700,000	0	450,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Water Series 2005A Bond Project Fund 5374	Utilities	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	9,912,884	9,912,884	6,942,448
REVENUES				
570010 Interest on Investment	$ 358,698	126,218	308,218	135,576
590051 Net Incr (Decr) Fair Value Investment	(587)	0	0	0
830010 Bond Proceeds	10,171,550	0	0	0
830011 Bond Premium	65,806	0	0	0
Total Revenues	$ 10,595,467	126,218	308,218	135,576
Total Resources	$ 10,595,467	10,039,102	10,221,102	7,078,024
EXPENDITURES				
Capital Outlay	$ 440,035	9,466,425	3,278,654	7,077,578
Bond Issuance Expense	242,548	0	0	0
Total Expenditures	$ 682,583	9,466,425	3,278,654	7,077,578
ENDING BALANCE	$ 9,912,884	572,677	6,942,448	446

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Water Series 2006 Bond Project Fund 5375	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	3,332,215
REVENUES				
570010 Interest on Investment	$ 0	41,150	41,150	41,150
830010 Bond Proceeds	0	3,354,344	3,408,688	0
Total Revenues	$ 0	3,395,494	3,449,838	41,150
Total Resources	$ 0	3,395,494	3,449,838	3,373,365
EXPENDITURES				
Bond Issuance Cost	$ 0	54,344	54,344	0
Capital Outlay	0	3,308,000	63,279	3,352,553
Total Expenditures	$ 0	3,362,344	117,623	3,352,553
ENDING BALANCE	$ 0	33,150	3,332,215	20,812

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Water EPA Grant Project Fund 5376	Utilities		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
551836 EPA Grant	$ 0	900,000	0	955,600
Total Revenues	$ 0	900,000	0	955,600
Total Resources	$ 0	900,000	0	955,600
EXPENDITURES				
Capital Outlay	$ 0	900,000	0	955,600
Total Expenditures	$ 0	900,000	0	955,600
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Water Well Projects Fund 5377	Utilities		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	177,500
REVENUES				
5500200 Loan Proceeds	$ 0	0	250,000	1,932,188
Total Revenues	$ 0	0	250,000	1,932,188
Total Resources	$ 0	0	250,000	2,109,688
EXPENDITURES				
Major Projects	$ 0	0	72,500	2,109,688
Total Expenditures	$ 0	0	72,500	2,109,688
ENDING BALANCE	$ 0	0	177,500	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
J U Impr '97A Bond Debt Service Fund 5380	Utilities	Debt Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 8,868	32,232	32,232	31,782
REVENUES				
570010 Interest Income	27,933	24,000	0	24,000
590051 Net Change in Investment Value	(4,119)	0	0	
Total Revenue	$ 23,814	24,000	0	24,000
Total Resources	$ 32,682	56,232	32,232	55,782
EXPENDITURES				
Escrow Agent Fees	$ 450	900	450	450
Total Expenditures	450	900	450	450
ENDING BALANCE	$ 32,232	55,332	31,782	55,332

Joint Utilities Revenue Bonds, Series 1997

ORIGINAL ISSUE	RETIRED TO DATE	REMAINING BALANCE	AVERAGE INT RATE
$ 34,815,000	13,130,000	21,685,000	4.928%

MATURITY SCHEDULE

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
FY 97-98	$ 1,070,000	1,739,980	2,809,980
FY 98-99	1,115,000	1,696,001	2,811,001
FY 99-00	1,160,000	1,648,773	2,808,773
FY 00-01	1,215,000	1,598,000	2,813,000
FY 01-02	1,265,000	1,543,731	2,808,731
FY 02-03	1,325,000	1,485,110	2,810,110
FY 03-04	1,390,000	1,422,317	2,812,317
FY 04-05	1,455,000	1,354,716	2,809,716
FY 05-06	1,530,000	1,282,330	2,812,330
FY 06-07	1,605,000	1,205,103	2,810,103
FY 07-08	1,690,000	1,121,883	2,811,883
FY 08-09	1,780,000	1,032,953	2,812,953
FY 09-10	1,870,000	938,498	2,808,498
FY 10-11	1,975,000	838,034	2,813,034
FY 11-12	2,080,000	731,070	2,811,070
FY 12-13	2,195,000	615,588	2,810,588
FY 13-14	2,320,000	491,425	2,811,425
FY 14-15	2,450,000	360,250	2,810,250
FY 15-16	2,590,000	221,650	2,811,650
FY 16-17	2,735,000	75,213	2,810,213
TOTAL	$ 34,815,000	21,402,625	56,217,625

City Council authorized the issuance of these bonds for the purpose of (1) refunding the Series 1992 Joint Utilities Revenue Bonds and (2) for the extension, enlargement, betterment, repair, and

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Wastewater Operations Fund 5400	Utilities	Enterprise		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,384,736	1,333,913	1,333,913	1,701,646
REVENUES				
541421 Wastewater Sales	$ 8,489,011	8,661,936	8,882,685	9,108,328
541423 Wastewater Service Charges	286,474	276,040	288,316	288,000
541424 Wastewater Line Extensions	31,682	47,400	25,000	30,000
541426 Wastewater Pre-Treatment Fees	1,789	0	0	0
552022 NM DPS-Office of Emergency	0	0	30,061	0
560100 Contributed From Developers	176,162	700,000	700,000	700,000
570010 Interest on Investment	30,519	22,500	0	0
570012 Interest A/R & Other	4,603	0	0	0
570110 Interest A/R & Other	0	0	5,509	0
590051 Net Incr (Decr) Fair Value Investment	(2,744)	0	0	0
592001 Other Reimbursed Expense	6,469	0	0	0
592015 Reimbursed Onate Sewer	17,681	25,000	4,861	0
Total Revenues	$ 9,041,646	9,732,876	9,936,432	10,126,328
Total Resources	$ 10,426,382	11,066,789	11,270,345	11,827,974
OPERATIONAL EXPENDITURES				
Personnel Services	$ 1,959,154	2,215,686	2,249,402	2,550,280
Operating Expenses	3,021,066	3,261,689	3,285,650	3,446,651
Debt Service	894,837	1,043,516	955,804	975,284
Depreciation Expense	1,379,678	1,317,859	1,318,006	1,318,050
Wastewater Impact Fees - Rates Contribution	0	952,691	819,998	826,224
Total Operational Expenditures	$ 7,254,735	8,791,441	8,628,860	9,116,489
OTHER FINANCING SOURCES (USES)				
Tsfr from Fund 2800 - Environ Gross Receipts Fund	$ 1,269,428	1,167,000	1,167,000	0
Tsfr from Fund 5300 - Water Operating Fund	111,598	0	0	0
Tsfr from Fund 5450 - WW Cap Imp Fund (Debt Svc)	755,743	1,029,923	1,029,923	0
Tsfr from Fund 5450 - WW Cap Imp (Impact Fees)	0	952,691	952,691	0
Tsfr from Fund 5500 - Solid Waste Operating Fund	500,000	0	0	0
Tsfr to Fund 1000 - General Fund	(10,000)	0	0	0
Tsfr to Fund 5100 - Shared Services Fund	(549,843)	(787,182)	(725,168)	(962,326)
Tsfr to Fund 5150 - Shared Services SCADA	(12,000)	(12,000)	(12,000)	(12,000)
Tsfr to Fund 5300 - Water Fund	(83,930)	0	0	0
Tsfr to Fund 5360 - Water Equipment Replc Fund	0	0	(95,400)	(13,650)
Tsfr to Fund 5450 - WW Capital Improvements	(3,768,586)	(3,197,000)	(3,197,000)	(1,000,000)
Tsfr to Fund 5460 - WW Equip Reserve Fund	(34,000)	(165,000)	(165,000)	(543,410)
Tsfr to Fund 6340 - Liability Claims Fund	(50,420)	(50,420)	(50,420)	(50,420)
Other Financing Sources (Uses)	$ (1,872,010)	(1,061,988)	(1,095,374)	(2,581,806)
ENDING BALANCE	$ 1,299,637	1,213,360	1,546,111	129,679
Cash Transfer to Fund 504010 - WW Impact Fees Fund	(462,471)	(462,471)	(462,471)	0
Cash Transfer to Fund 504050 - WW Capital Imp Fund	(771,099)	0	0	0
Plus: Non-cash Revenue/Expenses	1,288,013	617,859	618,006	618,050
Other Adjustments	(20,167)	0	0	0
ENDING OPERATING CASH BALANCE	$ 1,333,913	1,368,748	1,701,646	747,729

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Wastewater Development Fund 5401	Utilities	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 6,637,594	8,850,604	8,850,604	7,992,457
REVENUES				
541431 Wastewater Impact Fees - Developers	$ 1,679,850	1,905,382	1,468,484	1,486,696
541432 Wastewater Impact Fees - Customer Surcharge	384,293	367,506	390,376	390,754
541433 Wastewater Impact Fees - Rates Contribution	882,647	952,691	819,998	826,224
570010 Interest on Investment	269,100	87,572	256,660	157,515
570110 Interest A/R & Other	44,672	49,586	62,750	89,039
590051 Net Incr(Decr) Fair Value of Investment	(38,550)	0	0	0
Total Revenues	$ 3,222,012	3,362,737	2,998,268	2,950,228
Total Resources	$ 9,859,606	12,213,341	11,848,872	10,942,685
EXPENDITURES				
Administrative Cost	$ 18,100	300,000	146,409	185,000
Capital Outlay	945,259	9,257,762	3,312,796	9,631,855
Debt Service	405,598	1,192,597	728,119	835,262
Depreciation Expense	135,461	222,161	143,634	222,161
Total Expenditures	$ 1,504,418	10,972,520	4,330,958	10,874,278
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5400 - Wastewater Operating Fund	$ 462,471	462,471	462,471	0
Transfer from Fund 504252 - WW 97A Bond Reserve	18,928	0	0	0
Transfer to Fund 5100 - Shared Services Operating	(22,617)	(96,767)	(96,767)	(81,150)
Total Other Financing Sources (Uses)	$ 458,782	365,704	365,704	(81,150)
ENDING BALANCE With Non-cash Transactions	$ 8,813,970	1,606,525	7,883,618	(12,743)
Plus: Other Accounting Adjustments	(98,827)	0	(34,795)	113,800
Plus: Non-cash Expenses	135,461	222,161	143,634	222,161
ENDING BALANCE	$ 8,850,604	1,828,686	7,992,457	323,218

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
WW Water Reclamation Fund 5420	Utilities		Capital Project	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,267,137	1,140,635	1,180,565	789,989
REVENUES				
570010 Interest on Investment	$ 41,921	18,128	0	0
590051 Net Inc (Decr) Fair Value Investment	(5,464)	0	0	0
Total Revenues	$ 36,457	18,128	0	0
Total Resources	$ 1,303,594	1,158,763	1,180,565	789,989
EXPENDITURES				
Operating	$ 886	4,000	4,000	4,120
Project Cost	190,854	669,620	450,000	730,960
Debt Service	0	84,000	69,576	333,607
Total Expenditures	$ 191,740	757,620	523,576	1,068,687
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 230900 - EGRT Fund	$ 91,633	133,000	133,000	337,727
Transfer from Fund 503253 - Water 2000B Bond Reserve	4,224	0	0	0
Transfer to Fund 504103 - Water 2000B Project	(35,077)	0	0	0
Other Financing Sources (Uses)	$ 60,780	133,000	133,000	337,727
Other Accounting Adjustments	7,931	0	0	0
ENDING BALANCE	$ 1,180,565	534,143	789,989	59,029

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Wastewater Capital Improvements Fund 5450	Utilities	Capital Projects		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,103,633	2,438,352	2,438,352	1,668,930
REVENUES				
570010 Interest on Investment	$ 65,124	12,370	12,370	12,370
590051 Net Incr (Decr) Fair Value Investment	(8,413)	0	0	0
Total Revenues	$ 56,711	12,370	12,370	12,370
Total Resources	$ 1,160,344	2,450,722	2,450,722	1,681,300
EXPENDITURES				
Operating Capital	$ 91,121	247,137	247,137	247,137
Major Projects	1,788,095	3,368,247	1,749,041	2,123,722
Debt Service	277,193	0	0	0
Depreciation	0	119,877	119,877	119,877
Wastewater Impact Fees - Rates Contribution	882,647	0	0	0
Total Expenditures	$ 3,039,056	3,735,261	2,116,055	2,490,736
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5400 - Wastewater Operating Fund	$ 3,768,586	3,197,000	3,197,000	1,000,000
Transfer from Fund 5400 - Wastewater Operating Fund	771,099	0	0	0
Transfer from Fund 504252 - WW 97A Bond Reserve	33,514	0	0	0
Transfer from Fund 5500 - Solid Waste Operating Fund	500,000	0	0	0
Transfer to Fund 5400 - WW Operating (Debt Svc)	(755,743)	(1,029,923)	(1,029,923)	0
Transfer to Fund 5400 - WW Operating (Impact Fees)	0	(952,691)	(952,691)	0
Total Other Financing Sources (Uses)	$ 4,317,456	1,214,386	1,214,386	1,000,000
ENDING BALANCE	$ 2,438,744	(70,153)	1,549,053	190,564
Estimated Project Cost Carryover**	(392)	600,000	0	0
Non-cash Adjustment	0	119,877	119,877	119,877
ADJUSTED ENDING BALANCE	$ 2,438,352	649,724	1,668,930	310,441

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

** Estimated Project Cost Carryover is the estimated project cost that will not be completed by the end of the fiscal year, which will be carried over into the following fiscal year.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Wastewater Equipment Reserve Fund 5460	Utilities	Internal Service		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,269,770	1,042,911	1,042,912	1,110,312
REVENUES				
570010 Interest on Investment	$ 40,377	20,900	20,900	20,900
590051 Net Incr (Decr) Fair Value Investment	(5,385)	0	0	0
Total Revenues	$ 34,992	20,900	20,900	20,900
Total Resources	$ 1,304,762	1,063,811	1,063,812	1,131,212
EXPENDITURES				
Equipment	295,851	118,500	118,500	373,410
Depreciation	17,854	107,072	107,072	107,072
Total Expenditures	$ 313,705	225,572	225,572	480,482
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5400 - Wastewater Operating Fund	$ 34,000	165,000	165,000	543,410
Total Other Financing Sources (Uses)	$ 34,000	165,000	165,000	543,410
ENDING BALANCE With Non-Cash Expense	$ 1,025,057	1,003,239	1,003,240	1,194,140
Plus: Non-Cash Expense & Other Adjustments	17,855	107,072	107,072	107,072
ENDING CASH BALANCE	$ 1,042,912	1,110,311	1,110,312	1,301,212

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
1997A Bond Fund WW Projects Fund 5470	Utilities	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,018,107	342,939	342,939	231,962
REVENUES				
570010 Interest on Investment	$ 21,633	3,454	3,454	3,454
590051 Net Incr (Decr) Fair Value Investment	(1,519)	0	0	0
Total Revenues	$ 20,114	3,454	3,454	3,454
Total Resources	$ 1,038,221	346,393	346,393	235,416
EXPENDITURES				
Capital Outlay	$ 695,282	346,393	114,431	231,998
Total Expenditures	$ 695,282	346,393	114,431	231,998
ENDING BALANCE	$ 342,939	0	231,962	3,418

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
WW EPA Grant Water Reclamation Projects Fund 5472	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
551836 Grant from EPA	$ 130,380	130,380	0	1,494,437
Total Revenues	$ 130,380	130,380	0	1,494,437
Total Resources	$ 130,380	130,380	0	1,494,437
EXPENDITURES				
Project Cost	$ 130,380	130,380	0	1,494,437
Total Expenditures	$ 130,380	130,380	0	1,494,437
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
WW Rebuilding Manhole NMFA Loan Fund 5474	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 261,217	270,784	270,784	242,001
REVENUES				
570010 Investment Income	$ 9,567	2,765	0	2,765
Total Revenues	$ 9,567	2,765	0	2,765
Total Resources	$ 270,784	273,549	270,784	244,766
EXPENDITURES				
Project Cost	$ 0	259,000	28,783	244,766
Total Expenditures	$ 0	259,000	28,783	244,766
ENDING BALANCE	$ 270,784	14,549	242,001	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
WW 2006 Bond Rehab Projects Fund 5475	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	1,703,937
REVENUES				
570010 Investment Income	$ 0	7,550	7,550	3,172
830010 Bond Proceeds	0	1,727,991	1,727,991	0
Total Revenues	$ 0	1,735,541	1,735,541	3,172
Total Resources	$ 0	1,735,541	1,735,541	1,707,109
EXPENDITURES				
Bond Issuance Cost	$ 0	27,991	27,991	0
Project Cost	0	1,707,550	3,613	1,707,109
Total Expenditures	$ 0	1,735,541	31,604	1,707,109
ENDING BALANCE	$ 0	0	1,703,937	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
WW 2006 Bond Dev Projects Fund 5476	Utilities	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	8,644,511
REVENUES				
570010 Investment Income	$ 0	111,111	144,511	169,802
830010 Bond Proceeds	0	9,148,061	9,148,061	0
Total Revenues	$ 0	9,259,172	9,292,572	169,802
Total Resources	$ 0	9,259,172	9,292,572	8,814,313
EXPENDITURES				
Bond Issuance Cost	$ 0	148,061	148,061	0
Project Cost	0	9,111,111	500,000	8,800,000
Total Expenditures	$ 0	9,259,172	648,061	8,800,000
ENDING BALANCE	$ 0	0	8,644,511	14,313

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
WW Water Reclamation Projects (2006 Bonds) Fund 5477	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	1,899,277
REVENUES				
900100 Bond Proceeds	$ 0	1,930,900	1,927,269	0
900101 Bond Premium	0	0	3,631	0
Total Revenues	$ 0	1,930,900	1,930,900	0
Total Resources	$ 0	1,930,900	1,930,900	1,899,277
EXPENDITURES				
Bond Issuance Cost	$ 0	31,623	31,623	0
Project Cost	0	0	0	1,899,277
Total Expenditures	$ 0	31,623	31,623	1,899,277
ENDING BALANCE	$ 0	1,899,277	1,899,277	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
WW Water Reclamation Projects (NMFA Loan) Fund 5478	Utilities	Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
830030 NMFA Loan Proceeds	$ 0	0	0	5,700,000
Total Revenues	$ 0	0	0	5,700,000
Total Resources	$ 0	0	0	5,700,000
EXPENDITURES				
Project Cost	$ 0	0	0	5,700,000
Total Expenditures	$ 0	0	0	5,700,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Solid Waste Operations Fund 5500	Utilities	Enterprise

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,529,437	989,705	989,705	1,072,217
REVENUES				
541501 Sanitation Fees	$ 8,560,991	8,755,267	8,763,849	9,108,362
570010 Interest on Investment	41,497	20,640	0	0
570012 Interest/Accounts Receivable	132	500	0	0
590051 Net Incr (Decr) Fair Value Investment	(6,930)	0	0	0
591000 Rental & Lease Revenue	183,306	31,992	0	0
592001 Reimbursed Expenses	32,297	10,100	15,511	0
Total Revenues	$ 8,811,293	8,818,499	8,779,360	9,108,362
Total Resources	$ 10,340,730	9,808,204	9,769,065	10,180,579
EXPENDITURES				
Personnel Services	$ 1,604,960	1,794,994	1,851,700	2,131,499
Operating Expenses	2,116,677	1,824,711	1,840,600	1,913,280
Landfill Disposal Charges	2,422,047	2,729,000	2,713,000	2,913,000
Capital Outlay	20,985	230,076	230,054	108,754
Depreciation Expense	42,079	22,278	22,288	22,300
Total Expenditures	$ 6,206,748	6,601,059	6,657,642	7,088,833
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 55020 - Recycling Closure Fund	$ 722	0	0	0
Transfer from Fund 5530 - Recycling Fund	514,148	328,103	328,103	152,762
Transfer to Fund 1000 - General Fund	(15,000)	0	0	0
Transfer to Fund 5100 - Shared Services Fund	(1,117,108)	(1,598,478)	(1,472,550)	(1,763,482)
Transfer to Fund 5400 - Wastewater Operating Fund	(500,000)	0	0	0
Transfer to Fund 5450 - WW Capital Improvements	(500,000)	0	0	0
Transfer to Fund 5530 - Recycling Fund	(692,626)	(275,893)	(305,442)	(374,255)
Transfer to Fund 5560 - Solid Waste Eqp Rsv Fund	(463,000)	(508,000)	(508,000)	(730,000)
Transfer to Fund 6340 - Liability Claims Fund	(103,605)	(103,605)	(103,605)	(103,605)
Total Other Financing Sources (Uses)	$ (2,876,469)	(2,157,873)	(2,061,494)	(2,818,580)
ENDING BALANCE With Non-cash Expenses	$ 1,257,513	1,049,272	1,049,929	273,166
Est Closure Liability Adjustment-Tfr from (to) Fund 505010	(309,104)	0	0	0
Plus: Non-cash Expenses	50,688	22,278	22,288	22,300
Adjustment due to change in accruals	(9,392)	0	0	0
ENDING BALANCE	$ 989,705	1,071,550	1,072,217	295,466

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Solid Waste Landfill Closure Fund 5510	Utilities	Special Revenue

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,943,853	2,339,906	2,106,241	2,266,552
REVENUES				
541502 Landfill Charges	$ 190,814	150,000	140,882	150,000
570010 Interest Revenue	69,261	54,775	53,985	54,775
570012 Interest/Accounts Receivable	133	0	0	0
590051 Net Incr(Decr) Fair Value Investment	(9,250)	0	0	0
Total Revenues	$ 250,958	204,775	194,867	204,775
Total Resources	$ 2,194,811	2,544,681	2,301,108	2,471,327
EXPENDITURES				
Personnel	$ 93,869	110,942	106,050	113,938
Operating	281,144	370,132	168,518	1,093,110
Capital	70,838	200,000	0	200,000
Depreciation	0	1,667	1,700	1,700
Total Expenditures	$ 445,851	682,741	276,268	1,408,748
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 2800 - EGRT	$ 0	240,012	240,012	0
Total Other Financing Sources (Uses)	$ 0	240,012	240,012	0
ENDING BALANCE With Non-cash Expenses	$ 1,748,960	2,101,952	2,264,852	1,062,579
Plus: Non-cash Expenses	0	1,667	1,700	1,700
Other Adjustments	48,177	0	0	0
Est Closure Liability Adjustment-Tfr from (to) Fund 505000	309,104	0	0	0
ENDING BALANCE	$ 2,106,241	2,103,619	2,266,552	1,064,279

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Solid Waste Recycling Fund 5530	Utilities		Enterprise	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ (304,218)	59,295	59,296	0
REVENUES				
541501 Solid Waste Fees	892,098	924,086	932,165	970,489
541503 Recycling Sales of Material	$ 182,212	280,000	260,000	260,000
570010 Interest on Investment	(4,870)	0	0	0
590051 Net Incr(Decr) Fair Value Investment	1,336	0	0	0
592001 Reimbursed Expenses	2,000	0	0	0
Total Revenues	$ 1,072,776	1,204,086	1,192,165	1,230,489
Total Resources	$ 768,558	1,263,381	1,251,461	1,230,489
EXPENDITURES				
Personnel Services	$ 478,396	493,941	509,150	549,537
Operating Expenses	403,343	408,230	410,650	420,594
Capital Outlay	0	280,000	280,000	0
Depreciation Expense	45,821	42,643	42,700	42,700
Debt Service	0	0	0	165,851
Landfill Disposal Fee	6,001	0	0	0
Total Expenditures	$ 933,561	1,224,814	1,242,500	1,178,682
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5500 - Solid Waste Fund	$ 692,626	275,893	305,442	374,255
Transfer to Fund 5500 - Solid Waste Fund	(514,148)	(328,103)	(328,103)	(152,762)
Transfer to Fund 5560 - SW Equipment Reserve	0	(29,000)	(29,000)	(316,000)
Total Other Financing Sources (Uses)	$ 178,478	(81,210)	(51,661)	(94,507)
ENDING BALANCE With Non-cash Expenses	$ 13,475	(42,643)	(42,700)	(42,700)
Plus: Non-cash Expenses	45,821	42,643	42,700	42,700
Other Accounting Adjustments	0	0	0	0
ENDING BALANCE	$ 59,296	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Solid Waste Equipment Reserve Fund 5560	Utilities	Internal Service		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,250,852	2,128,593	2,128,593	1,056,624
REVENUES				
570010 Interest on Investment	$ 67,016	36,607	36,607	36,607
590051 Net inc(decr) fair value investment	(8,682)	0	0	0
Total Revenues	$ 58,334	36,607	36,607	36,607
Total Resources	$ 2,309,186	2,165,200	2,165,200	1,093,231
EXPENDITURES				
Equipment	643,193	1,645,576	1,645,576	490,000
Depreciation	364,785	479,806	481,987	479,806
Total Expenditures	$ 1,007,978	2,125,382	2,127,563	969,806
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5500 - Solid Waste Operating Fund	$ 463,000	508,000	508,000	730,000
Transfer from Fund 5530 - Recycling Operating Fund	0	29,000	29,000	316,000
Total Other Financing Sources (Uses)	$ 463,000	537,000	537,000	1,046,000
ENDING BALANCE With Non-Cash Expense	$ 1,764,208	576,818	574,637	1,169,425
Plus: Non-Cash Expense & Other Adj.	364,385	479,806	481,987	479,806
ENDING CASH BALANCE	$ 2,128,593	1,056,624	1,056,624	1,649,231

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Solid Waste Projects (NMFA Loan) Fund 5577	Utilities	Capital Project		
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
570010 Interest on Investment	$ 0	0	0	0
830030 NMFA Loan Proceeds	0	0	0	1,000,000
Total Revenues	$ 0	0	0	1,000,000
Total Resources	$ 0	0	0	1,000,000
EXPENDITURES				
Bond Issuance Cost	0	0	0	0
Project Cost	0	0	0	1,000,000
Total Expenditures	$ 0	0	0	1,000,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Clean Community Emission Reduction Fund 5931	Utilities	Enterprise

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
551999 Miscellaneous Federal Grants	$ 161,848	206,552	23,400	0
Total Revenues	$ 161,848	206,552	23,400	0
Total Resources	$ 161,848	206,552	23,400	0
EXPENDITURES				
Operating Expenses	$ 28,600	43,800	24,400	40,000
Capital Outlay	134,248	195,752	0	0
Depreciation	11,148	0	11,148	11,148
Total Expenditures	$ 173,996	239,552	35,548	51,148
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5200 - Gas Fund	$ 1,000	0	1,000	40,000
Transfer from Fund 5920 - Transit Fund	0	0	0	0
Total Other Financing Sources (Uses)	$ 1,000	0	1,000	40,000
ENDING BALANCE With Non-Cash Expense	$ (11,148)	(33,000)	(11,148)	(11,148)
Plus: Non-Cash Expense	11,148	0	11,148	11,148
ENDING BALANCE	$ 0	(33,000)	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

City of Las Cruces
Enterprise Fund
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
5920	Bus Transit Fund	351	$ 5,484,036
5921	Transit Intermodal Center	353	2,278,050
	Total Enterprise Fund:		$ 7,762,086

FUND	DIVISION	FUND TYPE		
Bus Transit Fund 5920	Public Services		Enterprise	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 278,512	(64,304)	(64,304)	397,194
REVENUES				
543711 NMSU Bus Subsidy	$ 51,538	50,000	(3,880)	50,000
543712 Bus Fares	93,674	90,000	102,074	100,000
543714 Token Fares	2,659	1,300	2,301	2,000
543715 Bus Passes	34,664	35,000	47,208	50,000
543716 Mesilla Subsidy	7,907	8,205	12,308	8,205
543731 Dial A Ride Bus Fares	32,015	31,400	2,530	2,400
543732 Dial A Ride Bus Passes	8,987	8,500	10,674	10,000
551004 Fed Trans Admin	946,434	1,040,310	900,033	1,153,617
551004 Federal Transit Capital	200,698	1,358,347	0	1,345,040
552007 Rideshare State Hwy	26,783	31,000	20,291	31,000
552008 NMEMNR - Rideshare	29,781	30,000	22,545	30,000
560010 Donations & Memorials	44,536	0	5	0
560046 Transit Donations Dial-A-Ride	1,706	1,500	1,269	1,400
570010 Interest on Investment	90	0	0	0
590020 Sale of Property/Materials	4,999	0	0	0
592001 Other Reimbursed Expenses	1,060	1,000	1,444	1,000
Total Revenues	$ 1,487,530	2,686,562	1,118,802	2,784,662
Total Resources	$ 1,766,042	2,622,258	1,054,498	3,181,856
EXPENDITURES				
Public Services Department				
Administration 59685010				
Personnel	$ 217,249	340,807	327,106	430,158
Operating	119,137	132,001	102,823	194,549
Capital	0	3,000	0	0
Depreciation	169,121	241,000	0	241,000
Total - 59685010	$ 505,508	716,808	429,929	865,707
Fixed Route 59685020				
Personnel	$ 1,046,346	1,126,397	1,045,908	1,136,837
Operating	508,483	484,775	404,310	491,558
Capital	43,098	1,445,000	464	1,441,800
Depreciation	202,034	130,000	0	130,000
Total - 59685020	$ 1,799,961	3,186,172	1,450,682	3,200,195
Dial-A-Ride 59685030				
Personnel	$ 552,677	642,539	596,206	637,002
Operating	122,332	142,028	108,651	144,047
Capital	211,970	0	0	232,000
Depreciation	7,431	0	0	0
Total - 59685030	$ 894,410	784,567	704,857	1,013,049

*Projected based on 8 months actual through February 28, 2006 and 4 months projected.

FUND	DIVISION	FUND TYPE		
Bus Transit Fund 5920	**Public Services**	**Enterprise**		
	FY 2005/06 Actual	**FY 2006/07 Adjusted**	**FY 2006/07 Projected***	**FY 2007/08 Adopted**
Bus Maintenance 59685040				
Personnel	$ 236,413	287,119	241,764	294,610
Operating	4,789	34,110	13,278	45,000
Capital	26,697	215,987	0	0
Depreciation	3,151	0	0	0
Total - 59685040	$ 271,050	537,216	255,042	339,610
Rideshare 59685050				
Personnel	$ 27,859	26,011	27,315	28,175
Operating	32,734	38,521	32,073	37,300
Total - 59685050	$ 60,593	64,532	59,388	65,475
Total Expenditures	$ 3,531,521	5,289,295	2,899,898	5,484,036
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 550,000	1,103,000	1,428,500	1,535,500
Transfer from Fund 2810 - Gasoline Tax Fund	840,000	840,000	522,000	522,000
Transfer from Fund 2171 - Older Americans Act Fund	0	71,752	71,752	71,752
Transfer from Fund 1200 - VAF Fund	0	250,000	250,000	264,300
Transfer to Fund 1000 - General Fund for Bldg R & M	(15,500)	(15,500)	(1,938)	(15,500)
Transfer to Fund 6340 - Liability Claims Fund	(27,720)	(27,720)	(27,720)	(27,720)
Transfer to Fund 5921 - Transit Intermodal Ctr	(4,102)	0	0	(410,000)
Total Other Financing Sources (Uses)	$ 1,342,678	2,221,532	2,242,594	1,940,332
ENDING BALANCE With Non-Cash Expense	$ (422,802)	(445,505)	397,194	(361,848)
Plus: Non-Cash Expense	420,197	371,000	0	371,000
Adjustment due to change in accruals.	(61,699)	0		0
ENDING BALANCE	$ (64,304)	(74,505)	397,194	9,152

*Projected based on 8 months actual through February 28, 2006 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Transit Intermodal Center Fund 5921	Public Services	Enterprise

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
551061 Federal Transportation Administration -Capital	$ 39,425	0	0	1,868,050
Total Revenues	$ 39,425	0	0	1,868,050
Total Resources	$ 39,425	0	0	1,868,050
EXPENDITURES				
Transit Intermodal Center (67650)	$ 43,527	0	0	2,278,050
Total Expenditures	$ 43,527	0	0	2,278,050
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 5920 - Bus Transit	$ 4,102	0	0	410,000
Total Other Financing Sources (Uses)	$ 4,102	0	0	410,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2006 and 4 months projected.

City of Las Cruces
Internal Service Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
6130	Information Technology Services	355	$ 4,860,474
6136	Information Technology Equipment Reserve	357	0
6140	Document Services	358	653,356
6150	Fleet Services	359	5,538,974
6310	Unemployment Reserve	361	60,000
6320	Employee Health	362	46,233
6330	Workers Compensation	363	1,972,310
6340	Liability Claims	364	1,095,700
6360	Judgements/Liabilities	365	435,000
6361	Griggs/Walnut Plume Project	366	628,396
6362	Griggs/Walnut Plume Project (NMFA Loan)	367	4,127,000
6363	Griggs/Walnut Plume Project (Sales Tax 05)	368	1,400,000
	Total Internal Service Fund:		$ 20,817,443

FUND	DIVISION	FUND TYPE
Information Technology Services Fund 6130	ITS	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,069,226	2,391,065	2,391,065	1,053,600
REVENUES				
543611 Radio Charges	$ 384,797	275,500	404,037	375,000
543612 Telephone Charges	114,605	110,500	120,335	117,500
543616 MIS Computer (JU Billing Charge)	84,126	80,000	88,332	83,500
543621 MIS Charges	1,097,719	1,100,000	1,100,000	1,100,000
543811 Radio Charges - Govt	832,520	650,500	874,146	835,000
543812 Telephone Charges - Govt	325,656	295,600	341,939	315,000
543821 MIS Charges - Govt	890,969	890,969	890,969	890,969
552022 NM DPS OEM	0	0	13,905	0
553100 Dona Ana County	42,800	0	0	0
570010 Interest Charges	49,057	10,000	45,000	30,000
590051 Net Incr (Decr) Fair Value Investment	(6,805)	0	8,000	0
592001 Reimbursed Expenses		0		
Total Revenues	$ 3,815,444	3,413,069	3,886,663	3,746,969
Total Resources	$ 4,884,670	5,804,134	6,277,728	4,800,569
EXPENDITURES				
ITS (61002010)				
Personnel	$ 191,728	166,409	169,041	238,158
Operating	12,171	196,324	150,077	260,298
Depreciation	300	0	0	0
Total ITS	$ 204,199	362,733	319,118	498,456
MIS (61002030)				
Personnel	$ 534,033	682,975	704,411	728,283
Operating	491,412	681,960	484,594	625,826
Capital Outlay	(3,208)	0	0	16,500
Depreciation	285,334	318,000	318,000	318,000
Total MIS	$ 1,307,571	1,682,935	1,507,005	1,688,609
Network (61002050)				
Personnel	$ 238,232	437,124	299,676	541,262
Operating	94,619	286,800	137,933	328,049
Capital Outlay	3,208	1,767,823	1,767,823	263,000
Depreciation	54,590	12,000	12,000	12,000
Total Network	$ 390,649	2,503,747	2,217,432	1,144,311

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Information Technology Services Fund 6130	**ITS**	**Internal Service**

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
Telephone (61002070)				
Personnel	$ 108,672	107,035	107,238	111,999
Operating	171,833	246,620	239,907	244,005
Capital Outlay	0	0	0	0
Depreciation	1,237	2,700	2,700	2,700
Total Telephone	$ 281,742	356,355	349,845	358,704
Radio (61002090)				
Personnel	$ 191,645	210,940	209,472	224,458
Operating	501,084	295,752	442,040	314,137
Capital Outlay	26,162	127,500	123,050	240,000
Depreciation	94,645	7,500	7,500	7,500
Total Radio	$ 813,536	641,692	782,062	786,095
GIS (61002110)				
Personnel	$ 244,171	307,771	221,074	323,827
Operating	39,367	37,400	37,394	43,632
Capital Outlay	0	0	0	16,840
Depreciation	2,392	0	0	0
Total GIS	$ 285,930	345,171	258,468	384,299
Applications (61002130)				
Personnel	$ 94,222	0	0	0
Operating	1,754	0	0	0
Total Applications	$ 95,976	0	0	0
Total Expenditures	$ 3,379,603	5,892,633	5,433,930	4,860,474
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 101000 - General Fund	$ (39,973)	(29,973)	(29,973)	(29,973)
Transfer to Fund 601200 - Radio Debt Service	235,708	0	0	0
Transfer to Fund 601200 - Telephone Debt Service	0	0	0	0
Transfer to Fund 603400 - Liability Claims	(95,633)	(95,633)	(95,633)	(95,633)
Transfer to Fund 603400 - Property Insurance	(4,792)	(4,792)	(4,792)	(4,792)
Transfer from Fund 101000 - General Fund	352,190	0	0	0
Transfer from Fund 601100 - Support Services				
Total Other Financing Sources (Uses)	$ 447,500	(130,398)	(130,398)	(130,398)
Adjustment due to change in accruals.	0	0		
ENDING BALANCE With Non-Cash Expense	$ 1,952,567	(218,897)	713,400	(190,303)
Plus: Non-Cash Expense	438,498	340,200	340,200	340,200
ENDING BALANCE	$ 2,391,065	121,303	1,053,600	149,897

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Information Technology Equip Reserve Fund 6136	ITS	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 81,499	49,374	1,714	4,702
REVENUES				
546350 Equipment Use Fee	$ 1,488	0	1,488	1,488
570010 Interest on Investment	2,268	1,750	1,500	1,500
590051 Net Incr (Decr) Fair Value Investment	(220)	0	0	0
Total Revenues	$ 3,536	1,750	2,988	2,988
Total Resources	$ 85,035	51,124	4,702	7,690
EXPENDITURES				
Equipment	35,661	0	0	0
Depreciation	10,344	5,000	5,000	0
Total Expenditures	$ 46,005	5,000	5,000	0
ENDING BALANCE With Non-Cash Expense	$ 39,030	46,124	(298)	7,690
Plus: Non-Cash Expense	10,344	5,000	5,000	0
ENDING CASH BALANCE	$ 49,374	51,124	4,702	7,690

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Document Services Fund 6140	Legal	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 250,206	381,088	381,088	430,759
REVENUES				
543619 Microfilm & Mail Charges	172,077	178,129	332,898	438,129
543662 Copy Machine Charges	26,208	28,000	171,789	193,000
543819 Microfilm & Mail Charges - Govt	301,487	260,000	78,794	0
543862 Copy Machine Charges - Govt	175,802	165,000	0	0
551999 Miscellaneous Federal Grant	3,076	6,480	0	0
552999 Miscellaneous State Grant	2,162	0	0	0
570010 Interest Charges	9,823	0	6,489	5,000
590051 Net Incr (Decr) Fair Value Investment	(1,284)	0	2,584	0
Total Revenues	$ 689,351	637,609	592,554	636,129
Total Resources	$ 939,557	1,018,697	973,642	1,066,888
EXPENDITURES				
Document Services 61001010				
Personnel	$ 89,312	120,918	75,049	126,698
Operating	446,738	486,384	450,782	520,458
Capital Outlay	14,267	8,900	8,900	0
Depreciation	8,604	6,200	0	6,200
Total 61001010	$ 558,921	622,402	534,731	653,356
Total Expenditures	$ 558,921	622,402	534,731	653,356
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 1000 - General Fund	$ (3,978)	(3,978)	(3,978)	(3,978)
Transfer to Fund 6340 - Liability Claims	(4,174)	(3,975)	(3,975)	(3,975)
Transfer to Fund 6340 - Property Insurance	0	(199)	(199)	(199)
Total Other Financing Sources (Uses)	$ (8,152)	(8,152)	(8,152)	(8,152)
ENDING BALANCE With Non-Cash Expense	$ 372,484	388,143	430,759	405,380
Plus: Non-Cash Expense	8,604	6,200	0	6,200
ENDING BALANCE	$ 381,088	394,343	430,759	411,580

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Fleet Services Fund 6150	Facilities	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ (173,384)	(369,157)	(369,157)	368,136
REVENUES				
543637 Facilities Maintenance	0	9,500	0	0
543641 Motor Pool Charges Maintenance	1,288,641	1,400,000	2,716,315	2,860,000
543643 Fuel Charges	1,071,325	1,232,044	2,203,536	2,252,771
543644 Welding Charges	0	10,000	0	0
543837 Facilities Maint Work Order Revenue - Govt	0	65,000	0	0
543841 Motor Pool Maint Charges - Govt	1,330,648	1,200,000	0	0
543843 Fuel Charges -Govt	850,520	1,020,727	0	0
543844 Welding Charges - Govt	0	45,000	0	0
570010 Interest Charges	(19,516)	0	(9,952)	0
590020 Sale of Property/Materials	3,258	0	3,825	0
590051 Net Incr (Decr) Fair Value Investment	3,695	0	(2,864)	0
591010 Rental/Lease Income	105,142	103,579	108,215	103,579
592001 Reimbursed Expenses	1,553	0	6,125	0
Total Revenues	$ 4,635,266	5,085,850	5,025,200	5,216,350
Total Resources	$ 4,461,882	4,716,693	4,656,043	5,584,486
EXPENDITURES				
Facilities A&G 61003010				
Personnel	$ 11,123	0	0	0
Operating	2,009	0	0	0
Depreciation	578	0	0	0
Total Facilities A&G 61003010	$ 13,710	0	0	0
Fleet Operations A&G 61003030				
Personnel	$ 156,147	299,595	191,192	356,934
Operating	237,085	235,135	226,713	312,660
Depreciation	45,316	62,000	0	62,000
Total Fleet Operations 61003030	$ 438,548	596,730	417,905	731,594
Fleet Maintenance 61003050				
Personnel	$ 963,930	1,004,803	991,885	1,068,155
Operating	3,360,057	3,582,811	3,383,342	3,614,325
Capital Outlay	40,069	61,363	12,450	120,400
Depreciation	11,878	4,500	0	4,500
Total Fleet Maintenance 61003050	$ 4,375,934	4,653,477	4,387,677	4,807,380

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Fleet Services Fund 6150	Facilities	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
Building Services 61003070				
Operating	$ 0	75,000	0	0
Total Building Services 61003070	$ 0	75,000	0	0
Total Expenditures	$ 4,828,192	5,325,207	4,805,582	5,538,974
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 0	592,000	592,000	0
Transfer to Fund 1000 - General Fund	(36,549)	(36,549)	(36,549)	(36,549)
Transfer to Fund 6340 - Liability Claims	(35,974)	(35,974)	(35,974)	(35,974)
Transfer to Fund 6340 - Property Insurance	(1,802)	(1,802)	(1,802)	(1,802)
Total Other Financing Sources (Uses)	$ (74,325)	517,675	517,675	(74,325)
Adjustment due to change in accruals.	13,706	0		
ENDING BALANCE With Non-Cash Expense	$ (426,929)	(90,839)	368,136	(28,813)
Plus: Non-Cash Expense	57,772	66,500	0	66,500
ENDING BALANCE	$ (369,157)	(24,339)	368,136	37,687

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Unemployment Reserve Fund 6310	Administration	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance - Reserve	$ 18,085	82,831	82,831	38,428
REVENUES				
546450 Unemployment Insurance	130,000	60,000	0	60,000
570010 Interest on Investment	$ 1,161	1,000	2,280	1,000
590015 Net Incr (Decr) Fair Value Investment	(140)	0	908	0
Total Revenues	$ 131,021	61,000	3,188	61,000
Total Resources	$ 149,106	143,831	86,019	99,428
EXPENDITURES				
Losses	$ 63,775	60,000	47,591	60,000
Actuarial Est Insurance Expense	2,500	0	0	0
Total Expenditures	$ 66,275	60,000	47,591	60,000
OTHER FINANCING SOURCES (USES)				
ENDING BALANCE	$ 82,831	83,831	38,428	39,428

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Employee Health Fund 6320	Administration	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,196,132	981,038	981,038	1,271,959
REVENUES				
570010 Interest on Investments	$ 72,033	25,000	11,989	25,000
590015 Net Incr (Decr) Fair Value Investment	(2,835)	0	4,890	0
592001 Other Reimbursed Expenses	55,403	0	13,085	0
Total Revenues	$ 124,601	25,000	29,964	25,000
Total Resources	$ 2,320,733	1,006,038	1,011,002	1,296,959
EXPENDITURES				
Personnel	$ 24,670	44,127	43,213	46,233
762130 Actuarial Insurance Expense	(1,000,000)	0	0	0
762351 Blue Cross/Shield Claims	25	0	0	0
Total Expenditures	$ (975,305)	44,127	43,213	46,233
OTHER FUNDING SOURCES (USES)				
Transfer from Fund 4504 - W. Mesa Ind Park Fund	$ 0	304,170	304,170	0
Transfer to Fund 6330 - Workers Comp Fund	(2,115,000)	0	0	0
Transfer to Fund 6340 - Liability Claims Fund	(200,000)	0	0	0
Total Other Funding Sources (Uses)	$ (2,315,000)	304,170	304,170	0
Adjustment due to change in accruals.	0	0	0	0
ENDING BALANCE	$ 981,038	1,266,081	1,271,959	1,250,726

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Workers Compensation Fund 6330	Legal	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ (263,171)	1,590,181	1,590,181	2,634,100
REVENUES				
546420 Workers Comp Charges	$ 1,090,972	2,175,994	2,175,993	2,175,994
570010 Interest on Investment	36,907	23,500	40,605	23,500
590051 Net Incr (Decr) Fair Value Investment	(10,854)	0	15,646	0
Total Revenues	$ 1,117,025	2,199,494	2,232,244	2,199,494
Total Resources	$ 853,854	3,789,675	3,822,425	4,833,594
EXPENDITURES				
Personnel	$ 0	96,878	143	101,662
Operating	61,093	52,076	134,407	60,900
Workers Compensation Claims	1,317,580	1,852,524	1,053,775	1,809,748
Total Expenditures	$ 1,378,673	2,001,478	1,188,325	1,972,310
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 6320 - Employee Health Fund	$ 2,115,000	0	0	0
Total Other Financing Sources (Uses)	$ 2,115,000	0	0	0
Adjustment due to change in accruals.	0	0	0	0
ENDING BALANCE with Non-Cash Expense	$ 1,590,181	1,788,197	2,634,100	2,861,284
Plus: Non-Cash Expense	0			
Ending Cash Balance	$ 1,590,181	1,788,197	2,634,100	2,861,284

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Liability Claims Fund 6340	Legal	Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,865,067	2,038,724	2,038,724	2,032,743
REVENUES				
570010 Interest on Investment	$ 89,024	55,000	48,761	55,000
570012 Interest A/R and Other	37	0	0	0
590051 Net Incr (Decr) Fair Value Investment	(12,228)	0	18,510	0
Total Revenues	$ 76,833	55,000	67,271	55,000
Total Resources	$ 1,941,900	2,093,724	2,105,995	2,087,743
EXPENDITURES				
Operating	$ 544,741	431,700	248,051	431,700
Liability Claims	601,335	664,000	562,037	664,000
Total Expenditures	$ 1,146,076	1,095,700	810,088	1,095,700
OTHER FUNDING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 578,430	572,366	572,366	572,366
Transfer from Fund 1010 - Airport Fund	1,055	1,055	1,055	1,055
Transfer from Fund 5200 - Gas Fund	151,060	151,060	151,060	151,060
Transfer from Fund 5300 - Water Fund	88,235	88,235	88,235	88,235
Transfer from Fund 5400 - Wastewater Fund	50,420	50,420	50,420	50,420
Transfer from Fund 5500 - Solid Waste	103,605	103,605	103,605	103,605
Transfer from Fund 5920 - Transit Fund	27,720	27,720	27,720	27,720
Transfer from Fund 6130 - Information Technology	100,425	100,425	100,425	100,425
Transfer from Fund 6140 - Document Services	4,174	4,174	4,174	4,174
Transfer from Fund 6150 - Facilities Services	37,776	37,776	37,776	37,776
Transfer from Fund 6320 - Employee Health Fund	200,000	0	0	0
Transfer to Fund 6360 - Judgments/Liabilities Fund	(100,000)	(400,000)	(400,000)	(400,000)
Total Other Financing Sources (Uses)	$ 1,242,900	736,836	736,836	736,836
Adjustment due to change in accruals.	0	0	0	0
ENDING BALANCE	$ 2,038,724	1,734,860	2,032,743	1,728,879

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Judgments/Liabilities Fund 6360	Legal		Internal Service	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 84,788	(47,689)	(47,689)	93,825
REVENUES				
570010 Interest on Investment	$ 1,805	2,000	(1,113)	2,000
590051 Net Incr (Decr) Fair Value Investment	(135)	0	(419)	0
592001 Reimbursed Expense	5,500	9,500	0	0
Total Revenues	$ 7,170	11,500	(1,532)	2,000
Total Resources	$ 91,958	(36,189)	(49,221)	95,825
EXPENDITURES				
Legal Services	$ 208,447	350,000	193,884	350,000
Purchased Services	200	0	0	0
Depositions	0	5,000	5,759	5,000
Liability Claims	31,000	80,000	57,311	80,000
Total Expenditures	$ 239,647	435,000	256,954	435,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 6340 - Liability Claims	$ 100,000	400,000	400,000	400,000
Total Other Financing Sources (Uses)	$ 100,000	400,000	400,000	400,000
ENDING BALANCE	$ (47,689)	(71,189)	93,825	60,825

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Griggs Walnut Plume Project Fund 6361		Internal Service

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 19,346	87,816	87,816	87,817
REVENUES				
553010 Dona Ana County	$ 394,830	190,000	72,890	295,000
570010 Investment Income	(2,861)	0	0	0
590051 Net Incr(Decr) Fair Value Investment	355	0	0	0
Total Revenues	$ 392,324	190,000	72,890	295,000
Total Resources	$ 411,670	277,816	160,706	382,817
EXPENDITURES				
Purchased Services	$ 736,334	420,687	145,779	590,000
Debt Service	$ 0	0	0	38,396
Total Expenditures	$ 736,334	420,687	145,779	628,396
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 485,000	0	0	207,184
Transfer from Fund 2800 - EGRT	0	190,000	72,890	38,395
Transfer to Fund 5100 -Shared Services Fund	(72,520)	0	0	0
Total Other Financing Sources (Uses)	$ 412,480	190,000	72,890	245,579
ENDING BALANCE	$ 87,816	47,129	87,817	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Griggs/Walnut Plume Project (NMFA Loan) Fund 6362		Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
553010 Dona Ana County	$ 0	0	0	0
570010 Investment Income	0	0	0	0
590051 Net Incr(Decr) Fair Value Investment	0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	0	0	0
EXPENDITURES				
Operating Capital	$ 0	0	0	375,000
Major Projects	0	0	0	3,752,000
Total Expenditures	$ 0	0	0	4,127,000
OTHER FINANCING SOURCES (USES)				
Loan Proceeds	0	0	0	4,127,000
Total Other Financing Sources (Uses)	$ 0	0	0	4,127,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

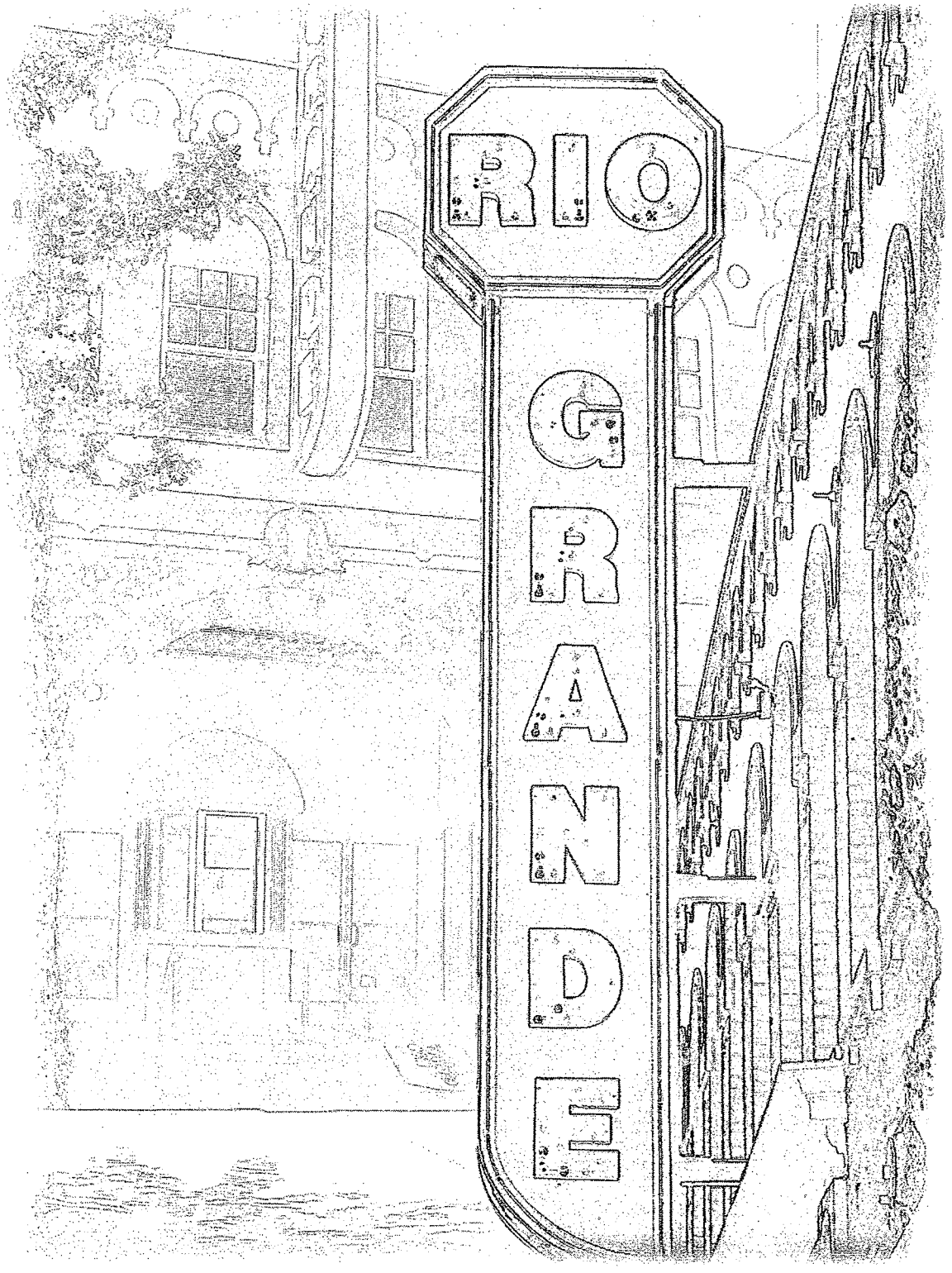
CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Griggs/Walnut Plume Project (Sales Tax 05) Fund 6363		Capital Project

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
REVENUES				
553010 Dona Ana County	$ 0	0	0	0
570010 Investment Income	0	0	0	0
590051 Net Incr(Decr) Fair Value Investment	0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	0	0	0
EXPENDITURES				
Major Projects	$ 0	0	0	1,400,000
Total Expenditures	$ 0	0	0	1,400,000
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 4023 - '05 Public Imp Fund	$ 0	0	0	1,400,000
Total Other Financing Sources (Uses)	$ 0	0	0	1,400,000
ENDING BALANCE	$ 0	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

Fiduciary Funds



City of Las Cruces®
NEW MEXICO

Fiduciary Funds

This section includes the following funds:

Trust and Agency Funds
Joint Powers Agreement Funds

Trust and Agency Funds - funds set up to track revenues and expenditures for activities for which the City is the fiscal agent. These activities are either multi-jurisdictional in nature or involve bequests or donations. Revenue estimates are based on joint powers agreements percentages or grants from other government entities. Funds included are:

Fund 7470 - Branigan Estate Fund - This endowment from an estate is used to purchase books for the Branigan Memorial Library. Revenues are estimated interest on the principal.

Fund 7480 - Gifts and Memorials Fund - This fund receives miscellaneous donations to the City. Expenses are programmed based on revenues. Revenues are estimated based on historical trends and interest on the fund balance.

Fund 7481 – Veteran's Memorial Wall Fund - This fund receives donations to the City specifically for expenses related to the Wall. Expenses are programmed based on revenues, which are based on historical trends and interest on the fund balance.

Fund 7490 – Employee Benefit Committee Fund - This fund is run by a committee made up of City employees to fund employee activities such as the annual City employee picnic, annual Harvest Festival, and annual City Christmas Dance. Revenues are collected from the sale of movie passes and Wet 'n Wild passes to City employees, soda pop machines in City facilities, and miscellaneous drawing tickets. Revenues are estimated based on historical trends. Expenses are programmed based on revenues.

Joint Powers Agreements/Fiscal Agents

Fund 7410 - Mesilla Valley Regional Dispatch Authority (MVRDA) Fund – This is the City/County 911 dispatch organization. The MVRDA is funded by 53% City contribution (budgeted as a transfer in the General Fund Reserve Section) and a 46% County contribution, plus miscellaneous fees. Expenses are for salaries, operating supplies, services, and capital equipment. Revenues are estimated based on contracts for smaller communities and City/County matches for expenses.

Fund 9410 MVRDA GFAAG - Equipment purchased by the Mesilla Valley Regional Dispatch Authority (MVRDA) has funds for depreciation budgeted as an expenditure. The depreciation accrues as a reserve for replacement of the equipment.

Fund 7420 - Metro Narcotics - This fund provides operating and capital expenses for the interagency Metro Narcotics team. The team is charged with interdiction of drugs through covert investigation of suspected drug traffickers. Revenues are estimated from matches from the City, County, and New Mexico State University, and state and federal drug interdiction grants.

Fund 7422 – HIDTA Grants Fund - This fund provides personnel and operating expenses for the administrative costs of running the Metro Narcotics operations such as grant clerks' salaries & benefits, supplies, building rental, etc. Resources come in the form of federal grants.

Fund 7430 – Mesilla Valley Safety Council– An advisory board made up of citizens and law enforcement agencies for the purpose of promoting public safety. This advisory board was formed to receive State funding for law enforcement, public information and education, prevention, and offender programs.

Fund 7460 – Lower Rio Grande Water Users Organization – Eight members of the community who prepare their own water studies for the purpose of determining water feasibility for the Rio Grande area. This project is funded by an EPA grant, with member matching of physical funds and in-kind matching from various communities and agencies.

Fund 8100 - South Central Solid Waste Authority Fund - This fund provides operating, capital, and debt service monies for the South Central Regional Landfill Authority. Revenues are estimated based on charges to landfill customers.

Fund 8110 – South Central Solid Waste Post Closure Fund – This fund was set up to separate the post closure reserve in its own fund.

Fund 8120: South Central Solid Waste Cell 2B - This fund was set up to separate the improvements to the transfer station from the normal daily operating expenditures. Funding was received from a North American Development Bank Grant.

Fund 8122: South Central Solid Waste Cell 3 - This fund tracks the expenditures of operating expenditures associated with the improvements to the transfer station.

Fund 8151- South Central Solid Waste Capital Improvement NAD Bank - This fund was set up to separate the equipment improvements from the daily operating expenditures. The funding was from bond proceeds.

Fund 9800 - Rio Grande Natural Gas Association (RGNGA) Fund - The Rio Grande Natural Gas Association is a charter organization that provides natural gas to residents in the unincorporated areas of the County and certain neighborhoods in the corporate City limits. The City acts as the fiscal agent for RGNGA revenues and expenditures. Revenue sources are payments from ratepayers on the system.

City of Las Cruces
Trust & Agency Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
7430	Mesilla Valley Safety Council	373	$ 37,195
7470	Branigan Estate	374	45,000
7480	Gifts & Memorials	375	56,860
7481	Veteran's Memorial Wall	378	25,000
7490	Employee Benefits Committee	379	13,730
	Total Trust & Agency Fund:		$ 177,785

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Mesilla Valley Safety Council Fund 7430	Administration		Fiduciary	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 45,151	45,900	45,900	45,900
REVENUES				
552086 Community DWI Grant	$ 76,379	50,195	13,000	37,195
Total Revenues	$ 76,379	50,195	13,000	37,195
Total Resources	$ 121,530	96,095	58,900	83,095
EXPENDITURES				
52201 Operation DWI				
Personnel	$ 40,013	19,800	6,000	13,800
Operating	35,617	30,395	7,000	23,395
Total 52201	75,630	50,195	13,000	37,195
Total Expenditures	$ 75,630	50,195	13,000	37,195
ENDING BALANCE	$ 45,900	45,900	45,900	45,900

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE		
Branigan Estate Fund 7470	Public Services		Fiduciary	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,187,117	2,632,276	2,632,276	2,646,346
REVENUES				
570010 Interest on Investment	$ 76,918	50,000	44,070	50,000
590020 Sale of Property	424,816	0	0	0
590015 Net Incr (Decr) Fair Value Investment	(9,576)	0	17,393	0
Total Revenues	$ 492,158	50,000	61,463	50,000
Total Resources	$ 2,679,275	2,682,276	2,693,739	2,696,346
EXPENDITURES				
Library Books	$ 44,999	45,000	45,393	45,000
Total Expenditures	$ 44,999	45,000	45,393	45,000
OTHER FINANCING SOURCES (USES)				
Transfer to Fund 1000 - General Fund	$ (2,000)	(2,000)	(2,000)	(2,000)
Total Other Financing Sources (Uses)	(2,000)	(2,000)	(2,000)	(2,000)
ENDING BALANCE	$ 2,632,276	2,635,276	2,646,346	2,649,346

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Gifts & Memorials Fund 7480	Various	Fiduciary

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 65,317	89,918	89,918	110,776
REVENUES				
560010 Donations & Memorials	$ 0	0	240	0
560016 Donations Fourth of July	9,000	9,000	0	9,000
560020 Museum Contributions	790	300	173	300
560021 BCC Contributions	5,990	400	315	400
560022 Natural History Museum Contributions	703	4,522	3,840	3,500
560023 Fine Art Museum Contributions	2,404	300	5,000	300
560025 Recreation Donations	2,100	0	0	0
560045 Donations Transit Adopt-A-Shelter	54,500	0	6,200	0
560048 Parks Donations	0	0	11,749	20,000
560050 Police Gifts & Donations	2,697	0	1,270	0
560060 Library Contributions	919	1,000	4,478	1,000
560070 Donations Weed & Seed	3,530	3,000	17,000	0
570010 Interest on Investment	2,743	1,000	1,518	1,000
590015 Net Incr (Decr) Fair Value Investment	(421)	0	629	500
Total Revenues	$ 84,955	19,522	52,412	36,000
Total Resources	$ 150,272	109,440	142,330	146,776
EXPENDITURES				
Administration Department				
Fourth of July				
Operating	$ 5,814	9,000	8,020	9,000
Total Fourth of July	$ 5,814	9,000	8,020	9,000
Total Administration Department	5,814	9,000	8,020	9,000
Human Resources Department				
HR A&G				
Operating	$ 0	3,105	0	3,105
Total HR A&G	0	3,105	0	3,105
Total Human Resources Department	0	3,105	0	3,105
Police Department				
Police Admin A&G				
Operating	1,910	1,000	0	1,000
Total Police Admin A&G	1,910	1,000	0	1,000
K9 Team				
Operating	$ 0	570	0	570
Total K9 Team	$ 0	570	0	570

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Gifts & Memorials Fund 7480	Various	Fiduciary

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
Weed n Seed				
Operating	$ 7,012	7,000	17,000	0
Total Weed n Seed	$ 7,012	7,000	17,000	0
Toy Chest				
Operating	$ 0	3,400	0	3,400
Total Toy Chest	$ 0	3,400	0	3,400
Detectives				
Operating	$ 0	750	0	750
Capital Equipment	0	1,500	0	1,500
Total Detectives	$ 0	2,250	0	2,250
Total Police Department	$ 8,922	14,220	17,000	7,220
Public Services Department:				
Library				
Operating	$ 201	2,800	3,610	7,000
Capital Equipment	0	12,335	0	8,135
Total Library	$ 201	15,135	3,610	15,135
Branigan Cultural Center				
Operating	$ 0	2,400	2,150	2,400
Total Branigan Cultural Center	$ 0	2,400	2,150	2,400
Museum of Nat History				
Operating	$ 0	5,834	774	0
Total Museum of Nat History	$ 0	5,834	774	0
Museum of Art				
Operating	$ 0	0	0	0
Total Museum of Art	$ 0	0	0	0
East Mesa				
Operating	$ 900	0	0	0
Total East Mesa	$ 900	0	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

FUND	DIVISION	FUND TYPE
Gifts & Memorials Fund 7480	Various	Fiduciary

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
Transit Fixed Route				
Capital (Shelters)	$ 44,517	0	0	0
Total Transit Fixed Route	$ 44,517	0	0	0
Total Public Services Department	$ 45,618	23,369	6,534	17,535
Facilities Department				
Parks North District				
Operating	$ 0	466	0	20,000
Total Parks North District	$ 0	466	0	20,000
Total Facilities Department	$ 0	466	0	20,000
Total Expenditures	$ 60,354	50,160	31,554	56,860
ENDING BALANCE	$ 89,918	59,280	110,776	89,916

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Veteran's Memorial Wall Fund 7481	Facilities	Fiduciary

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 10,116	24,434	24,434	1,487
REVENUES				
560031 Donations Veterans Memorial Wall	$ 22,000	25,566	15,750	25,566
570010 Interest on Investment	610	0	351	0
590051 Net Incr (Decr) Fair Value Investment	(105)	0	140	0
Total Revenues	$ 22,505	25,566	16,241	25,566
Total Resources	$ 32,621	50,000	40,675	27,053
EXPENDITURES - 44003 Veteran's Memorial Wall				
744222 Park	$ 8,187	50,000	39,188	25,000
Total Expenditures	$ 8,187	50,000	39,188	25,000
ENDING BALANCE	$ 24,434	0	1,487	2,053

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Employee Benefits Committee Fund 7490	Administration	Fiduciary

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 1,983	2,025	2,025	730
REVENUES				
545010 Concessions/Vending Machines	$ 13,279	13,000	11,834	12,900
570010 Interest on Investment	125	75	171	100
590051 Net Incr (Decr) Fair Value Investment	(2)	0	0	0
Total Revenues	$ 13,402	13,075	12,005	13,000
Total Resources	$ 15,385	15,100	14,030	13,730
EXPENDITURES - 11177				
722190 Purchased Services	$ 6,759	8,500	7,000	7,530
730110 Supplies	5,725	6,000	5,900	5,800
730610 Program Food Purchases	876	500	400	400
Total Expenditures	$ 13,360	15,000	13,300	13,730
ENDING BALANCE	$ 2,025	100	730	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

City of Las Cruces
Joint Powers Agreements/Fiscal Agent Funds
FY 2007/2008 Adopted Budget

Fund	Fund Name	Page(s)	Expenditure Amount
7410	Mesilla Valley Regional Dispatch Authority	381	$ 2,661,945
9410	MVRDA GFAAG	382	50,000
7420	Metro Narcotics	383	341,500
7422	HIDTA Grant	384	794,688
7460	Lower Rio Grande Water Users Organization	385	113,000
8100	South Central Solid Waste Authority (SCSWA)	386	4,315,813
8150	SCSWA Capital Imp	387	1,679,601
8160	SCSWA Equip Replc	388	750,000
9800	Rio Grande Natural Gas Association (RGNGA)	389	22,781,159
	Total Joint Powers Agreements:		$ 33,487,706

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION	FUND TYPE
Mesilla Valley Regional Dispatch Authority Fund 7410	JPA/Fiscal Agent	Fiduciary

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance City (53%)	$ (50,210)	(122,380)	(122,380)	0
Beginning Balance County (47%)	(44,526)	(108,526)	(108,526)	0
REVENUES				
545702 Police Record Fees (Alarm Monitor Fees)	$ 0	1,000	0	0
545704 MVRDA Alarm Fees	14,413	14,040	19,401	14,040
545711 MVRDA NMSU Maint Fee	0	5,000	7,500	5,000
545712 Medical Direction Fees	5,845	15,375	0	11,120
552003 Dept of Finance & Administration	19,618	23,000	23,000	33,000
552022 NM DPS-Office of Emergency Mgmt	0	175,913	175,913	0
553004 Dona Ana County	980,752	1,064,540	1,143,897	1,131,074
554001 Town of Mesilla - Dispatch	23,223	49,120	53,610	44,808
554004 Village of Hatch - Dispatch	24,000	34,970	37,577	30,207
554007 City of Sunland Park - Dispatch	50,820	155,596	155,596	115,749
554999 Miscellaneous Other Grants	0	0	0	0
560010 Donations and Memorials	400	0	0	0
570010 Interest on Investments	900	0	(2,075)	0
590051 Net Incr (Decr) Fair Value Investment	(21)	0	(1,537)	0
592001 Other Reimbursed Expenses	19,902	1,000	2,469	1,480
Total Revenues	$ 1,139,852	1,539,554	1,615,351	1,386,478
Total Resources	$ 1,045,116	1,308,648	1,384,445	1,386,478
EXPENDITURES				
80100 MVRDA Dispatch				
Personnel	$ 1,983,440	1,874,770	2,077,242	2,184,952
Operating	401,645	561,625	479,642	476,993
Capital Outlay	0	28,000	28,000	0
Total MVRDA Dispatch	$ 2,385,085	2,464,395	2,584,884	2,661,945
Total Expenditures	$ 2,385,085	2,464,395	2,584,884	2,661,945
OTHER FINANCING SOURCES (USES)				
Transfer from Fund 1000 - General Fund	$ 1,105,954	1,200,439	1,200,439	1,275,467
Total Other Financing Sources (Uses)	$ 1,105,954	1,200,439	1,200,439	1,275,467
Adjustment due to change in accrual	3,109	0	0	0
ENDING BALANCE With Non-Cash Expense	$ (230,906)	44,692	0	0
Plus: Non-Cash Expense	0	0	0	0
ENDING CASH BALANCE	$ (230,906)	44,692	0	0

MRVDA BOARD HAS APPROVED THE FY 07/08 BUDGET

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
MVRDA GFAAG Fund 9410	JPA/Fiscal Agent		Fiduciary	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	0	0	0
Total Resources	$ 0	0	0	0
EXPENDITURES				
Depreciation	$ 41,002	50,000		50,000
Total Expenditures	$ 41,002	50,000	0	50,000
ENDING BALANCE With Non-Cash Expense	$ (41,002)	(50,000)	0	(50,000)
Plus: Non-Cash Expense	41,002	50,000	0	50,000
ENDING CASH BALANCE	$ 0	0	0	0

MRVDA BOARD HAS APPROVED THE FY 07/08 BUDGET

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Metro Narcotics Fund 7420	JPA/Fiscal Agent		Fiduciary	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 274,396	260,375	260,375	272,000
REVENUES				
531089 State Forfeited Property	$ 21,386	0	7,949	0
552520 DCSI Grant/Metro	16,636	0	8,583	0
553005 Dona Ana County Match	120,000	155,227	153,675	170,750
570010 Interest on Investments	3,226	0	(5,876)	0
590020 Sale of Property	0	0	0	0
590051 Net Incr (Decr) Fair Value Investment	(294)	0	(3,210)	0
590051 Reimbursement Other	618	0	0	0
Total Revenues	$ 161,572	155,227	161,121	170,750
Total Resources	$ 435,968	415,602	421,496	442,750
EXPENDITURES				
56100 Metro Narcotics A & G				
Personnel	$ 103,923	106,760	105,677	106,260
Operating Expenses	229,814	234,740	223,819	235,240
Capital Outlay	16,277	0	0	0
Total 56100	$ 350,014	341,500	329,496	341,500
Total Expenditures	$ 350,014	341,500	329,496	341,500
OTHER FUNDING SOURCES (USES)				
Transfer from Fund 101000 - General Fund	$ 180,000	186,273	180,000	170,750
Total Other Financing Sources (Uses)	$ 180,000	186,273	180,000	170,750
ENDING BALANCE	$ 265,954	260,375	272,000	272,000

METRO NARCOTICS BOARD HAS APPROVED THE FY 07/08 BUDGET

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
HIDTA Grant Fund 7422	Police		Special Revenue	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	607	607	0
REVENUES				
552106 HIDTA Grant I4PSNP562Z	$ 87,782	0	0	0
552107 HIDTA Grant 15PSNP562Z Project 13005	699,416	45,671	25,469	13,515
HIDTA Grant 16PSNP562Z Project 13006	0	725,583	670,410	55,173
HIDTA Grant	0	0	0	726,000
Total Revenues	$ 787,198	771,254	695,879	794,688
Total Resources	$ 787,198	771,861	696,486	794,688
EXPENDITURES				
HIDTA Grant I4PSNP562Z				
Personnel	$ 12,905	0	0	0
Operating	68,578	0	0	0
Capital	8,389	0	0	0
Total Org 57106	$ 89,872	0	0	0
HIDTA Grant I5PSNP562Z Project 13005				
Personnel	$ 111,318	31,919	18,404	13,515
Operating	587,491	13,752	7,672	0
Total Org 57107	$ 698,809	45,671	26,076	13,515
HIDTA Grant I6PSNP562Z Project 13006				
Personnel	$ 0	122,749	104,753	17,996
Operating	0	602,834	565,657	37,177
Total I6PSNP562Z	$ 0	725,583	670,410	55,173
HIDTA Grant				
Personnel	$ 0	0	0	123,000
Operating	0	0	0	603,000
Total	$ 0	0	0	726,000
Total Expenditures	$ 788,681	771,254	696,486	794,688
Adjustment due to change in accrual	2,090			
ENDING BALANCE	$ 607	607	0	0

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DIVISION		FUND TYPE	
Lower Rio Grande Water Users Organization Fund 7460	Utilities		Agency	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 9,092	0	9,359	9,359
REVENUES				
551836 EPA Grant	$ 34,728	110,099	16,877	81,000
554012 Village of Hatch	1,443	0	0	0
570010 Interest	(232)	0	0	0
590051 Net Incr(Decr) Fair Value Investment	121	0	0	0
592001 Reimbursed Expenses	13,224	18,668	4,500	32,000
Total Revenues	$ 49,284	128,767	21,377	113,000
Total Resources	$ 58,376	128,767	30,736	122,359
EXPENDITURES				
Operating	49,017	128,767	21,377	113,000
Total Expenditures	$ 49,017	128,767	21,377	113,000
ENDING BALANCE	$ 9,359	0	9,359	9,359

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DEPT	FUND TYPE
South Central Solid Waste Authority Operations (SCSWA) Fund 8100	JPA/Fiscal Agent	Fiduciary

	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,801,059	3,277,383	3,277,383	4,297,913
REVENUES				
541502 Landfill Charges	$ 4,114,184	4,149,111	4,149,111	4,273,584
541511 RLA Cash Fees	454,614	430,504	430,504	443,419
546010 Concessions	297	250	250	250
570010 Interest on Investment	114,646	0	0	0
590051 Net Incr (Decr) Fair Value Investment	(14,185)	0	0	0
591010 Rental/Lease Income	67,536	64,908	64,908	32,454
592001 Reimbursed Expense Other	99,921	68,579	68,579	70,636
599911 Cash Over/Short	405	0	0	0
Total Revenues	$ 4,837,418	4,713,352	4,713,352	4,820,343
Total Resources	$ 7,638,477	7,990,735	7,990,735	9,118,256
EXPENDITURES				
Post Closure	$ 65,000	65,000	65,000	72,500
Personnel	804,078	842,624	856,757	955,681
RLA Operations	1,136,389	1,360,399	1,360,399	1,249,624
Depreciation Expense	748,515	754,414	754,414	980,492
Capital Equipment/Land	129,402	70,000	70,000	215,000
Interest & Principal	1,975,213	840,666	840,666	842,516
Total Expenditures	$ 4,858,597	3,933,103	3,947,236	4,315,813
OTHER FINANCING SOURCES (USES)				
Transfer from 510200 Cell 2B	$ 745,448	0	0	0
Transfer from 510300 SCSWA Cap Imp NadBank	377,742	0	0	0
Transfer from 510220 SCSWA Cell 3	297,291	0	0	0
Transfer from 510560 SCSWA NadBank O&M Rsv	255,695	0	0	0
Transfer to 8122 Cell 3	(788,211)	0	0	0
Transfer to 8150 SCSWA Cap Imp Fund	0	(250,000)	(250,000)	(250,000)
Transfer to 8160 SCSWA Eqp Rsv Fund	(1,000,000)	(250,000)	(250,000)	(250,000)
Total Other Financing Sources (Uses)	$ (112,035)	(500,000)	(500,000)	(500,000)
ENDING BALANCE	$ 2,667,845	3,557,632	3,543,499	4,302,443
Plus Depreciation	748,515	754,414	754,414	980,492
Adjustment due to change in accruals	(138,977)			
ENDING BALANCE	$ 3,277,383	4,312,046	4,297,913	5,282,935

SCSWA BOARD HAS APPROVED THE FY 07/08 BUDGET

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DEPT		FUND TYPE	
SCSWA Capital Imp Fund 8150 *Fund 8150*	JPA/Fiscal Agent		Fiduciary	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 2,687	1,000,009	1,000,009	884,615
REVENUES				
570010 Investment Income	$ 91	0	0	0
590051 Net Incr (Decr) Fair Value Investment	(12)	0	0	0
Total Revenues	$ 79	0	0	0
Total Resources	$ 2,766	1,000,009	1,000,009	884,615
EXPENDITURES				
Personnel	$ 0	70,815	70,815	71,885
Operating	0	104,579	104,579	107,716
Capital	0	190,000	190,000	1,500,000
Total Expenditures	$ 0	365,394	365,394	1,679,601
OTHER FINANCING SOURCES (USES)				
Transfer from 8100 SCSWA Fund	$ 0	250,000	250,000	250,000
Transfer from 8122 SCSWA Cell 3 Fund	997,243	0		
Total Other Financing Sources (Uses)	$ 997,243	250,000	250,000	250,000
Estimated Project Cost Carryover**				544,986
ENDING BALANCE	$ 1,000,009	884,615	884,615	0

SCSWA BOARD HAS APPROVED THE FY 07/08 BUDGET

** Estimated Project Cost Carryover is the estimated project cost that will not be completed by the end of the fiscal year, which will be carried over into the following fiscal year.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DEPT		FUND TYPE	
SCSWA Equip Replc Fund 8160	JPA/Fiscal Agent		Fiduciary	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 0	1,000,000	1,000,000	500,000
REVENUES				
570010 Investment Income	$ 0	0	0	0
590051 Net Incr (Decr) Fair Value Investment	0	0	0	0
Total Revenues	$ 0	0	0	0
Total Resources	$ 0	1,000,000	1,000,000	500,000
EXPENDITURES				
Capital	$ 0	1,135,069	750,000	750,000
Total Expenditures	$ 0	1,135,069	750,000	750,000
OTHER FINANCING SOURCES (USES)				
Transfer from 8100 SCSWA Fund	$ 1,000,000	250,000	250,000	250,000
Total Other Financing Sources (Uses)	$ 1,000,000	250,000	250,000	250,000
Adjustment due to change in accruals	0	0		0
ENDING BALANCE	$ 1,000,000	114,931	500,000	0

SCSWA BOARD HAS APPROVED THE FY 07/08 BUDGET

*Projected based on 8 months actual through February 28, 2007 and 4 months projected.

CITY OF LAS CRUCES
ADOPTED BUDGET FY 2007/2008

FUND	DEPT		FUND TYPE	
Rio Grande Natural Gas Association (RGNGA) Fund 9800	Utilities		Fiduciary	
	FY 2005/06 Actual	FY 2006/07 Adjusted	FY 2006/07 Projected*	FY 2007/08 Adopted
RESOURCES				
Beginning Balance	$ 5,717,642	5,079,569	5,079,569	4,271,132
REVENUES				
541201 Sales Revenue	$ 14,069,147	17,910,685	17,910,685	17,910,685
541203 Gas Service Charges	148,713	120,653	120,653	120,653
541204 Gas Customer Line Extensions	369,793	282,343	282,343	282,343
570010 Interest Income & Other Interest	204,251	84,476	84,476	84,476
590020 Sale of Property	(89)	0	0	0
590051 Net inc(decr) fair value investment	(23,921)	0	0	0
592001/592009 Other Reimbursed Expenses	25,720	15,000	15,000	15,000
Total Revenues	$ 14,793,614	18,413,157	18,413,157	18,413,157
Total Resources	20,511,256	23,492,726	23,492,726	22,684,289
EXPENDITURES				
Personnel	1,793,184	313,588	313,588	313,588
Cost of Gas	10,271,045	13,309,330	13,309,330	13,309,330
Operations & Maintenance	1,220,251	2,485,503	2,485,503	2,485,503
Depreciation, Bad Debt, & Amortization Expense	675,998	684,162	684,162	684,162
Debt Service	225,983	629,539	629,539	629,539
Capital Outlay	752,606	4,964,037	4,964,037	4,964,037
Transfer to Shared Services Fund	395,000	395,000	395,000	395,000
Total Expenditures	$ 15,334,067	22,781,159	22,781,159	22,781,159
ENDING BALANCE w/non-cash expenses	5,177,189	711,567	711,567	(96,870)
Adjustment due to change in accruals	(334,378)	0	0	0
Plus: Non-cash Expenses	675,998	684,162	684,162	684,162
Less: Working Capital Reserve	(423,149)	(362,859)	(362,859)	(362,859)
Less: Restricted Revenue	(16,091)	(16,294)	(16,294)	(16,294)
Estimated project cost carryover*	0	3,254,556	3,254,556	3,254,556
ENDING BALANCE	$ 5,079,569	4,271,132	4,271,132	3,462,695

NO RGNGA FY 08 BUDGET SUBMITTAL AT TIME OF PUBLICATION

*Estimated project cost carryover is the estimated project cost for projects that will not be completed by the end of the current fiscal year. This amount will be carried over into the following fiscal year(s).

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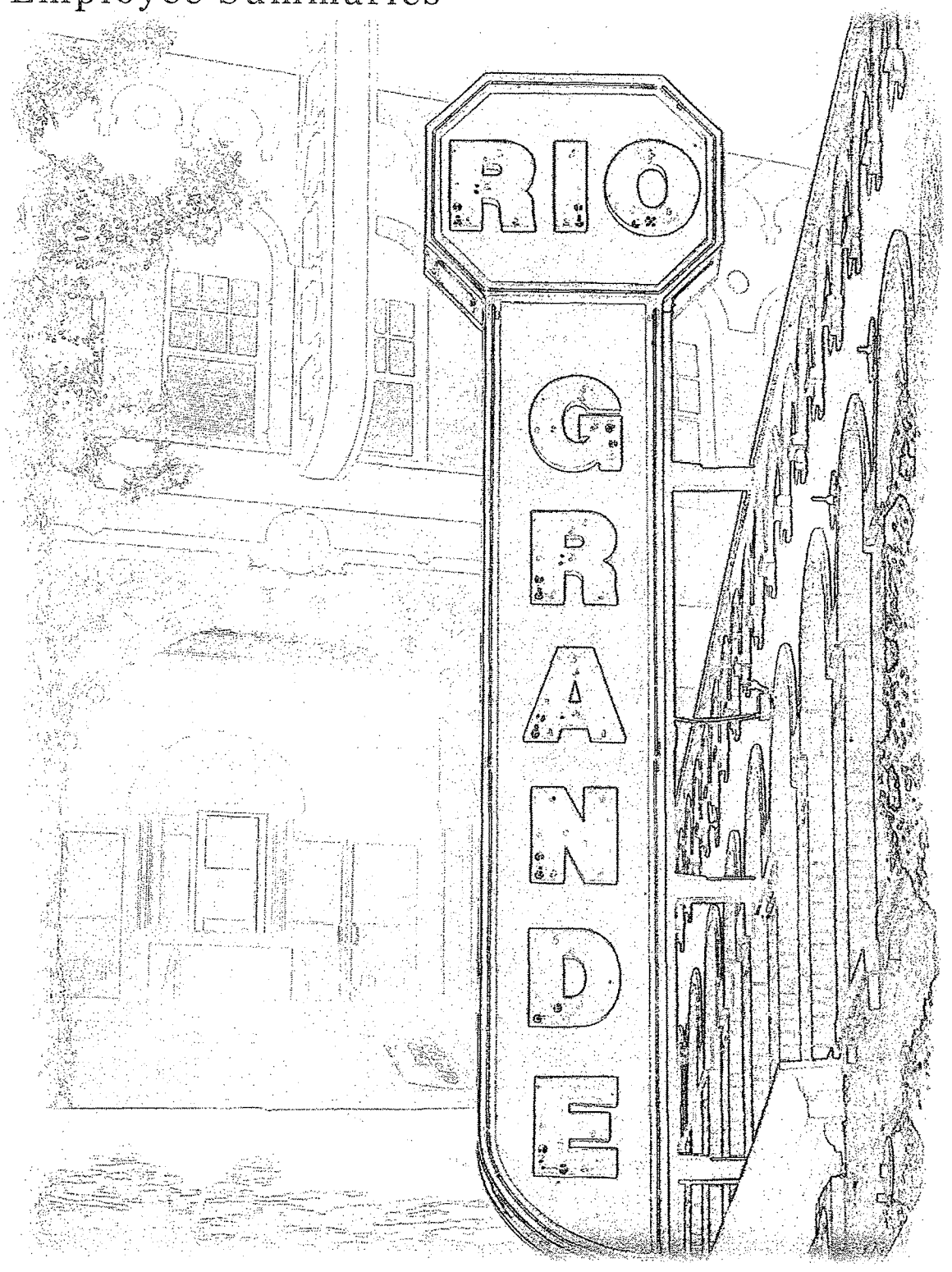
Employee Summaries



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Employee Summaries

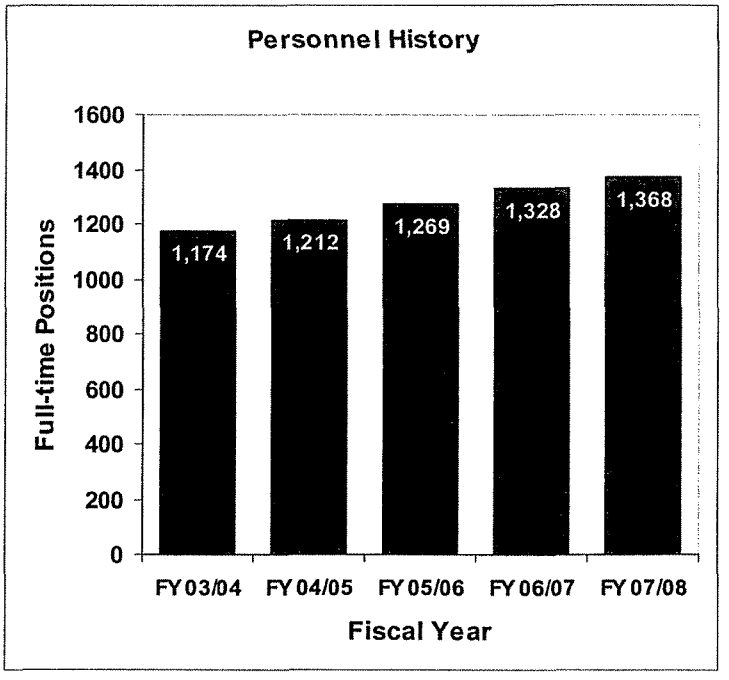
This section was developed so that potential users of this document will be able to refer to a schedule that provides the level of detail necessary for their research. The personnel summaries provide information concerning the positions authorized by City Council. The Employee Summaries section contains the following schedules:

Schedule of New Fulltime Positions – This schedule lists the positions that have been added for Fiscal Year 2007/2008.

Three Year Full-Time Personnel History – This schedule provides the number of full-time positions for the last three years.

Employee Salary Summary by Division/Department – This is the single most comprehensive and detailed listing of fulltime positions in the budget document. It lists all authorized fulltime positions in the City including job title and salary levels for Fiscal Year 2007/08.

The chart at the right shows the number of authorized positions over the last five years. The average annual increase has been about 3.29%. For FY 2007/08 there is a net increase of 40 positions.



Schedule of New Fulltime Positions
Fiscal Year 2007/2008

Division	Department	Position Title	Part-time FY 07 FTE	Adopted FY 08 FTE	Change FY 08 FTE
Admin	PIO	Video Production Specialist	0.00	1.00	1.00
		Total Administration	0.00	1.00	1.00
Legal	City Attorney	Admin. Spec. IV *(converted from Part-time)*	0.69	0.31	1.00
		Total Legal	0.69	0.31	1.00
HR	Human Resources	HR Analyst	0.00	1.00	1.00
		Total Human Resources	0.00	1.00	1.00
IT	Network	Security Office	0.00	1.00	1.00
		Total Information Tech Services	0.00	1.00	1.00
Facilities	Fleet	Mechanic Apprentice	0.00	1.00	1.00
Facilities	Parks	District Supervisor	0.00	1.00	1.00
		Total Facilities	0.00	2.00	2.00
Comm Dev	NS/CDBG	CDBG Env. Compl. Spec. *(converted from Part-time)*	0.50	0.50	1.00
		Total Community Development	0.50	0.50	1.00
Public Svcs	CVB	Services Manager	0.00	1.00	1.00
Public Svcs	Library	Library Specialist II	0.00	1.00	1.00
Public Svcs	Museums	Sr. Curator of Exhibits	0.00	1.00	1.00
Public Svcs	Senior Programs	Admin Spec. I *(converted from Part-time)*	0.62	0.38	1.00
Public Svcs	Senior Programs	Lead Driver *(converted from Part-time)*	0.50	0.50	1.00
		Total Public Services	1.12	3.88	5.00
Public Works	Traffic	Sign Technician	0.00	1.00	1.00
Public Works	Streets	Supervisor II	0.00	1.00	1.00
Public Works	Streets	LEO Patch Crew	0.00	1.00	1.00
Public Works	Streets	LEO Patch Crew	0.00	1.00	1.00
Public Works	Streets	Street Crewman Patch	0.00	1.00	1.00
Public Works	Engineering Svcs	Plan Review Engineer	0.00	1.00	1.00
		Total Public Works	0.00	6.00	6.00

Schedule of New Fulltime Positions
Fiscal Year 2007/2008

Division	Department	Position Title	Part-time FY 07 FTE	Adopted FY 08 FTE	Change FY 08 FTE
Police	Academy	Police Officer	0.00	4.00	4.00
Police	TNT	Sergeant	0.00	1.00	1.00
		Total Police	0.00	5.00	5.00
Fire	EMS	Firefighter	0.00	5.00	5.00
Fire	Prevention	Fire Prevention Engineer	0.00	1.00	1.00
		Total Fire	0.00	6.00	6.00
Utilities	RES	Pollution Prev. Inspector	0.00	1.00	1.00
Utilities	Adm Svcs/MS	Journeyman Meter Mech	0.00	1.00	1.00
Utilities	JU Warehouse	Warehouse Worker I	0.00	1.00	1.00
Utilities	Gas/P&S	Gas Serviceman	0.00	1.00	1.00
Utilities	Gas/L&M	Light Equip. Operator	0.00	1.00	1.00
Utilities	Gas/L&M	Crewman	0.00	1.00	1.00
Utilities	Utilities\JHWWTF	Adminstration Spec. II	0.00	1.00	1.00
Utilities	Utilities\JHWWTF	Operations Crewman	0.00	1.00	1.00
Utilities	Solid Waste	Fleet Maint Mech	0.00	1.00	1.00
Utilities	Solid Waste	Laborer	0.00	1.00	1.00
Utilities	Solid Waste	Heavy Equip Optr	0.00	1.00	1.00
		Total Utilities	0.00	11.00	11.00
		City New Fulltime Positions	2.31	37.69	40.00
		Fiscal Agent New Fulltime Positions	0.00	0.00	0.00
		Grand Total New Fulltime Positions:	2.31	37.69	40.00

City of Las Cruces
3 Year Full-Time Personnel History
Fiscal Year 2007/2008

Division	Department	Authorized Positions		
		Actual FY 05/06	Adjusted FY 06/07	Adopted FY 07/08
	General Government			
General Government	Legislative *(no full-time staff)*	0	0	0
General Government	Judicial	4	4	4
General Government	Municipal Court Clerks	25	25	25
	Total General Government:	29	29	29
	Administration Department			
Administration	City Manager	4	4	4
Administration	Assistant City Manager	2	2	2
Administration	Internal Audit	2	2	2
Administration	Public Information Office	6	6	7
Administration	Human Resources *(became its own dept in FY05/06)*	0	0	0
	Total Administration:	14	14	15
	Human Resource			
Human Resources	Human Resources *(moved from Admin Dept in FY05/06)*	10	10	11
Human Resources	EEO/Training *(total embedded with HR prior to FY05/06)*	1	1	1
Human Resources	EAP *(total embedded with HR prior to FY05/06)*	1	1	1
	Total Human Resources:	12	12	13
	Legal			
Legal	Legal Office	9	9	10
Legal	City Clerk Office	7	7	7
Legal	Risk Management Office	6	6	6
	Total Legal:	22	22	23
	Information Technology Svcs			
ITS	ITS Admin	2	2	2
ITS	MIS	7	11	11
ITS	Communications	6	7	8
ITS	Telecommunications	6	6	6
ITS	GIS Operations *(moved from Comm Dev in FY 04/05)*	6	6	6
ITS	Applications *(new section in FY 04/05)*	5	0	0
	Total Information Technology Svcs:	32	32	33

City of Las Cruces
3 Year Full-Time Personnel History
Fiscal Year 2007/2008

Division	Department	Authorized Positions		
		Actual FY 05/06	Adjusted FY 06/07	Adopted FY 07/08
	Financial Services			
Financial Services	Director	2	2	2
Financial Services	Treasurer	13	14	14
Financial Services	Disbursements	8	8	8
Financial Services	Accounting	11	12	12
Financial Services	Procurement	8	8	8
Financial Services	Customer Service	11	11	11
Financial Services	Office of Management & Budget	7	7	7
	Total Financial Services	60	62	62
	Utilities			
Utilities	Director	11	14	14
Utilities	Regulatory & Environmental Services	11	12	13
Utilities	Administrative Services	52	54	56
Utilities	Gas Section	52	53	56
Utilities	Water Resources Section	63	70	71
Utilities	Solid Waste Section	43	47	51
	Total Utilities:	232	250	261
	Public Works			
Public Works	Director	2	2	2
Public Works	Street Operations	34	36	40
Public Works	Traffic Operations	15	17	18
Public Works	Engineering	49	52	53
	Total Public Works:	100	107	113
	Police			
Police	Administration	41	44	43
Police	Uniform Services	141	146	152
Police	Special Services	10	11	12
Police	Criminal Investigations	27	23	26
Police	Metro Narcotics	9	9	7
Police	Codes	25	27	25
	Total Police:	253	260	265

City of Las Cruces
3 Year Full-Time Personnel History
Fiscal Year 2007/2008

Division	Department	Authorized Positions		
		Actual FY 05/06	Adjusted FY 06/07	Adopted FY 07/08
	Public Services			
Public Services	Director	2	2	2
Public Services	Library	35	35	36
Public Services	Senior Citizen Programs	27	30	32
Public Services	Cultural Museums	13	15	16
Public Services	Recreation	22	26	26
Public Services	Transit	47	48	48
Public Services	Convention & Visitor's Bureau	8	8	9
	Total Public Services:	154	164	169
	Fire			
Fire	Administration	10	12	12
Fire	Suppression	100	105	110
Fire	Prevention	7	5	6
	Total Fire:	117	122	128
	Facilities			
Facilities	Director	2	2	2
Facilities	Project Management	8	9	9
Facilities	Architect	0	0	0
Facilities	Fleet Operations	21	23	24
Facilities	Building Services	39	38	38
Facilities	Airport Operations *(pulled from Land Mgmt in FY 04/05)*	4	4	4
Facilities	Land Management *(moved to Public Works in FY04/05)*	0	0	0
Facilities	Parks	53	55	56
	Total Facilities	127	131	133
	Community Development			
Community Dev	Director	3	3	3
Community Dev	Permitting & Inspections	20	21	21
Community Dev	Neighborhood Development & Planning	14	14	15
Community Dev	Development & Planning Services	15	16	16
Community Dev	Economic Development & Revitalization	3	3	3
	Total Community Development:	55	57	58
	City Total	1,207	1,262	1,302

City of Las Cruces *3 Year Full-Time Personnel History* *Fiscal Year 2007/2008*				
		Authorized Positions		
Division	Department	Actual FY 05/06	Adjusted FY 06/07	Adopted FY 07/08
	Mesilla Valley Regional Dispatch Authority			
MVRDA	MVRDA	42	46	46
	Total MVRDA:	42	46	46
	RGNGA			
RGNGA	Rio Grande Natural Gas Association	1	1	1
	Total RGNGA:	1	1	1
	SCSWA			
SCSWA	South Central Solid Waste Authority	19	19	19
	Total SCSWA:	19	19	19
	Fiscal Agencies Total	62	66	66
	Grand Total	1,269	1,328	1,368

City of Las Cruces®
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City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07		Adopted FY 07/08	
			Empl	Salary	Empl	Salary
		General Government				
		Legislative				
Gen Govt	Legislative	Mayor	PT	64,280	PT	64,280
Gen Govt	Legislative	City Councilors	PT	154,272	PT	154,272
		Total Legislative	0	218,552	0	218,552
		Judicial				
		Judges				
Gen Govt	Judicial	Judge	2	152,501	2	152,501
Gen Govt	Judicial	Judicial Executive Assistant	2	54,190	2	54,190
		Total Judges	4	206,691	4	206,691
		Court Clerks				
Gen Govt	Court Clerks	Judicial Manager	2	89,569	2	89,569
Gen Govt	Court Clerks	Court Compliance Officer	1	39,141	1	39,141
Gen Govt	Court Clerks	Court Compliance Assistant	3	100,901	3	100,901
Gen Govt	Court Clerks	Records Custodian	1	26,924	1	26,924
Gen Govt	Court Clerks	Court Clerk	17	410,378	17	410,378
Gen Govt	Court Clerks	Administrative Specialist 1	1	20,523	1	20,523
		Total Court Clerks	25	687,436	25	687,436
		Total Judicial	29	894,127	29	894,127
		Total General Govt Division	29	1,112,679	29	1,112,679

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Administration Division				
		City Manager's Office				
Administration	City Mgr	City Manager	1	130,000	1	130,000
Administration	City Mgr	Administrative Specialist 5	2	65,796	2	65,796
Administration	City Mgr	Administrative Specialist 2	1	21,549	1	21,549
		Total City Manager's Office	4	217,345	4	217,345
		Assistant City Manager's Office				
Administration	Asst City Mgr	Assistant City Manager	1	106,600	1	106,600
Administration	Asst City Mgr	Administrative Specialist 5	1	37,544	1	37,544
		Total Asst City Manager's Office	2	144,144	2	144,144
		Internal Auditing Office				
Administration	Int Audit	Internal Audit Manager	1	55,827	1	55,827
Administration	Int Audit	Internal Auditor	1	48,000	1	48,000
		Total Internal Auditing Office	2	103,827	2	103,827
		Public Information Office				
Administration	PIO	Public Information Officer	1	55,765	1	55,765
Administration	PIO	Production Assistant	0	0	* 1	46,161
Administration	PIO	Media Programs Coordinator	1	35,561	1	35,561
Administration	PIO	Program Specialist 3 -Media	1	34,347	1	34,347
Administration	PIO	Switchboard Operator/Clerk Typist	1	20,946	1	20,946
Administration	PIO	Public Liaison Coordinator	1	44,140	1	44,140
Administration	PIO	Administrative Specialist 1	1	29,031	1	29,031
		Total PIO	6	219,790	7	265,951
		Total Administration Division	14	685,106	15	731,267

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Legal Division					
		Legal Office					
Legal	Legal Office	City Attorney	1	93,600		1	93,600
Legal	Legal Office	Deputy City Attorney	1	80,296		1	80,296
Legal	Legal Office	Assistant City Attorney	4	217,440		4	217,440
Legal	Legal Office	Management Analyst-Legal	1	37,606		1	37,606
Legal	Legal Office	Administrative Specialist IV	1	25,000	*	2	47,630
Legal	Legal Office	Legal Assistant	1	35,069		1	35,069
		Total Legal Office	9	489,011		10	511,641
		City Clerk					
Legal	City Clerk	City Clerk	1	46,218		1	46,218
Legal	City Clerk	Deputy City Clerk	1	33,207		1	33,207
Legal	City Clerk	Administrative Specialist II	1	30,486		1	30,486
Legal	City Clerk	Records Control Specialist	2	44,283		2	44,283
Legal	City Clerk	Mail Clerk	1	23,858		1	23,858
Legal	City Clerk	Administrative Specialist II	1	21,923		1	21,923
		Total City Clerk	7	199,975		7	199,975
		Risk Management					
Legal	Risk Mgmt	Administrator - Risk Management	1	72,093		1	72,093
Legal	Risk Mgmt	Administrative Specialist V	1	34,840		1	34,840
Legal	Risk Mgmt	Safety Officer	2	96,200		2	96,200
Legal	Risk Mgmt	Program Coordinator 2 - WC	1	38,334		1	38,334
Legal	Risk Mgmt	Program Coordinator 2 - WC	1	35,693		1	35,693
		Total Risk Management	6	277,160		6	277,160
		Total Legal Division	22	966,146		23	988,776

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Human Resources Division				
		Human Resources				
Administration	Human Res	Human Resources Director	1	75,000	1	75,000
Administration	Human Res	Senior Human Resources Analyst	1	40,837	1	40,837
Administration	Human Res	Human Resources Analyst	2	85,376	* 3	126,672
Administration	Human Res	EAP Coordinator	1	55,241	1	55,241
Administration	Human Res	Human Resources Assistant	2	81,110	2	81,110
Administration	Human Res	Program Coordinator 3 - Benefits	1	34,347	1	34,347
Administration	Human Res	Administrative Specialist 4	2	66,872	2	66,872
Administration	Human Res	HR Analyst/Training Officer	1	46,906	1	46,906
Administration	Human Res	Administrative Specialist II	1	21,549	1	21,549
		Total Human Resources	12	507,238	13	548,534
		Total Human Resources Division	12	507,238	13	548,534

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Financial Services Division				
		Director's Office				
Fin Svcs	Director	Finance Director	1	93,600	1	93,600
Fin Svcs	Director	Administrative Specialist V	1	35,776	1	35,776
		Total Director's Office	2	129,376	2	129,376
		Treasurer				
Fin Svcs	Treasurer	Treasurer	1	73,639	1	73,639
Fin Svcs	Treasurer	Accountant	2	95,335	2	95,335
Fin Svcs	Treasurer	Supervisor I - Cashiers	1	41,143	1	41,143
Fin Svcs	Treasurer	Customer Service I	7	146,295	7	166,375
Fin Svcs	Treasurer	Accounting Clerk	1	21,549	1	21,549
Fin Svcs	Treasurer	Accounting Technician	2	67,808	2	67,808
		Total Treasurer	14	445,769	14	465,849
		Disbursements				
Fin Svcs	Disburse	Administrator - Disbursements	1	58,759	1	58,759
Fin Svcs	Disburse	Payroll Technician	2	54,600	2	54,600
Fin Svcs	Disburse	Accounting Technician	5	132,552	5	132,552
		Total Disbursements	8	245,911	8	245,911
		Accounting				
Fin Svcs	Accounting	Administrator - Accounting	1	72,409	1	72,409
Fin Svcs	Accounting	Accounting Analyst	2	104,268	2	104,268
Fin Svcs	Accounting	Accountant	8	330,489	8	330,489
Fin Svcs	Accounting	Accounting Technician	1	31,845	1	31,845
		Total Accounting	12	539,011	12	539,011

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Procurement				
Fin Svcs	Procurement	Administrator - Purchasing	1	48,519	1	48,519
Fin Svcs	Procurement	Lead/Senior Buyer	1	38,590	1	38,590
Fin Svcs	Procurement	Buyer I	3	103,408	3	103,408
Fin Svcs	Procurement	Procurement Clerk	2	56,399	2	56,399
Fin Svcs	Procurement	Contract Analyst	1	42,468	1	42,468
		Total Procurement	8	289,384	8	289,384
		Customer Service				
Fin Svcs	Cust Svc	Supervisor I - Customer Service	1	44,673	1	44,673
Fin Svcs	Cust Svc	Customer Service Clerk I	5	117,383	5	117,383
Fin Svcs	Cust Svc	Customer Service Clerk II	1	28,685	1	28,685
Fin Svcs	Cust Svc	Customer Services Billing Technician	2	62,768	2	62,768
Fin Svcs	Cust Svc	Collection Representative	2	65,062	2	65,062
		Total Customer Service	11	318,571	11	318,571
		Office of Management & Budget				
Fin Svcs	OMB	Administrator - Budget	1	63,223	1	63,223
Fin Svcs	OMB	Management & Budget Analyst	4	177,438	4	177,438
Fin Svcs	OMB	Grant Writer	2	80,521	2	80,521
		Total Office of Mgmt & Budget	7	321,182	7	321,182
		Total Financial Services Division	62	2,289,204	62	2,309,284

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Information Tech Svcs Division				
		Information Tech Svcs Admin				
Info Tech Svcs	Admin	Information Tech. Services Director	1	89,960	1	89,960
Info Tech Svcs	Admin	Administrative Specialist IV	1	31,512	1	31,512
		Total Info Tech Svcs Admin	2	121,472	2	121,472
		Mgt Information Systems				
Info Tech Svcs	MIS	System Program Analyst	1	62,127	1	62,127
Info Tech Svcs	MIS	Database Administrator	1	42,889	1	42,889
Info Tech Svcs	MIS	Computer Systems Manager	1	59,900	1	59,900
Info Tech Svcs	MIS	Programmer/Analyst	2	116,774	2	116,774
Info Tech Svcs	MIS	Programmer	1	44,824	1	44,824
Info Tech Svcs	MIS	Lead Computer Operator	1	40,664	1	40,664
Info Tech Svcs	MIS	Computer Operator	1	30,744	1	30,744
Info Tech Svcs	MIS	MIS Assistant	1	33,367	1	33,367
Info Tech Svcs	MIS	Web Developer	1	48,189	1	60,189
Info Tech Svcs	MIS	User Support Specialist	1	39,270	1	39,270
		Total MIS	11	518,748	11	530,748
		Network				
Info Tech Svcs	Network	Administrator - Computer Systems	1	76,463	1	76,463
Info Tech Svcs	Network	Network Administrator	1	41,175	1	41,175
Info Tech Svcs	Network	Lead Computer Specialist	1	36,364	1	36,364
Info Tech Svcs	Network	Security Officer	0	0	* 1	79,800
Info Tech Svcs	Network	Computer Specialist	3	106,026	3	106,026
Info Tech Svcs	Network	Network System Administrator	1	61,799	1	61,799
		Total Communications	7	321,827	8	401,627
		Telecommunications				
Info Tech Svcs	Tele Comm	Supervisor II - Telecommunications	1	44,606	1	44,606
Info Tech Svcs	Tele Comm	Telecommunications Specialist	1	40,206	1	40,206
Info Tech Svcs	Tele Comm	Communications Technician II	2	73,019	2	73,019
Info Tech Svcs	Tele Comm	Administrative Specialist I	1	26,018	1	26,018
Info Tech Svcs	Tele Comm	Radio Shop Supervisor	1	43,758	1	43,758
		Total Telecommunications	6	227,607	6	227,607
		GIS Operations				
Info Tech Svcs	GIS Oper	GIS Technician	5	166,016	5	166,016
Info Tech Svcs	GIS Oper	GIS Coordinator	1	48,318	1	48,318
		Total GIS Operations	6	214,334	6	214,334
		Total Information Technology Services Division	32	1,403,988	33	1,495,788

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Facilities Division				
		Director's Office				
Facilities	Director	Facilities Director	1	92,213	1	92,213
Facilities	Director	Administrative Specialist V	1	38,906	1	38,906
		Total Director	2	131,119	2	131,119
		Project Management				
Facilities	Proj Mgt	Project Administrator	1	49,464	1	49,464
Facilities	Proj Mgt	City Architect	1	61,788	1	61,788
Facilities	Proj Mgt	Administrative Specialist IV	1	24,086	1	24,086
Facilities	Proj Mgt	Project Coordinator	3	163,284	3	163,284
Facilities	Proj Mgt	Landscape Architect	1	44,100	1	44,100
Facilities	Proj Mgt	Computer Aided Drafter	2	52,743	2	52,743
		Total Project Management	9	395,465	9	395,465
		Fleet Operations				
Facilities	Fleet	Fleet Manager	1	60,075	1	60,075
Facilities	Fleet	Manager - Internal Services	1	55,946	1	55,946
Facilities	Fleet	Maintenance Controller	2	60,924	2	60,924
Facilities	Fleet	Fleet Operations Foreman	2	95,783	2	113,885
Facilities	Fleet	Fleet Maintenance Mechanic	11	441,417	11	441,417
Facilities	Fleet	Fleet Service Attendant	1	28,941	1	28,941
Facilities	Fleet	Warranty Clerk	1	26,450	1	26,450
Facilities	Fleet	Supply Clerk Leader	1	37,613	1	37,613
Facilities	Fleet	Supply Clerk	3	99,527	3	99,527
Facilities	Fleet	Mechanic Apprentice	0	0	* 1	27,747
		Total Fleet Operations	23	906,676	24	952,525

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*
*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Building Services				
Facilities	Building Svcs	Building Services Manager	1	63,985	1	63,985
Facilities	Building Svcs	Building Manager Coordinator	1	36,216	1	36,216
Facilities	Building Svcs	Maintenance Controller	1	27,906	1	27,906
Facilities	Building Svcs	Maintenance Controller Apprentice	1	26,150	1	26,150
Facilities	Building Svcs	Supervisor 1 HP & E	1	45,330	1	45,330
Facilities	Building Svcs	Electrician	5	196,525	5	196,525
Facilities	Building Svcs	Building Maintenance Foreman	1	36,466	1	36,466
Facilities	Building Svcs	Building Maintenance Worker	4	143,770	4	143,770
Facilities	Building Svcs	Bldg Maint Worker Apprentice	1	42,780	1	42,780
Facilities	Building Svcs	Journeyman Plumber	2	73,586	2	73,586
Facilities	Building Svcs	HVAC Mechanic	1	30,002	1	30,002
Facilities	Building Svcs	HVAC Mechanic Apprentice	1	32,079	1	32,079
Facilities	Building Svcs	Welder Leader	1	42,548	1	42,548
Facilities	Building Svcs	Welder	1	34,680	1	34,680
Facilities	Building Svcs	Custodian Foreman	1	31,928	1	31,928
Facilities	Building Svcs	Custodian	15	358,781	15	358,781
		Total Building Services	38	1,222,732	38	1,222,732
		Airport Operations				
Facilities	Airport Op	Airport Operations Manager	1	61,961	1	61,961
Facilities	Airport Op	Administrative Specialist II	1	33,592	1	33,592
Facilities	Airport Op	Airport Equipment Operator	2	70,586	2	70,586
		Total Airport Operations	4	166,139	4	166,139
		Parks				
Facilities	Parks	Adminstrator - Parks	1	67,598	1	67,598
Facilities	Parks	Administrative Specialist IV	1	33,613	1	33,613
Facilities	Parks	Administrative Specialist I	1	24,779	1	24,779
Facilities	Parks	Horticulturist	1	45,656	1	45,656
Facilities	Parks	Supervisor 1 - Parks District	4	150,241	* 5	188,830
Facilities	Parks	Warehouse Leader	1	34,134	1	34,134
Facilities	Parks	Parks Construction Worker I	4	140,463	4	140,463
Facilities	Parks	Heavy Equipment Operator	3	114,203	3	114,203
Facilities	Parks	Parks Irrigation Leader	1	39,397	1	39,397
Facilities	Parks	Parks Irrigation Worker	6	183,706	6	183,706
Facilities	Parks	Parks Equipment Operator	3	92,430	3	92,430
Facilities	Parks	Parks Maintenance Crew Leader	1	37,602	1	37,602
Facilities	Parks	Ballfield Crew Leader	1	37,602	1	37,602
Facilities	Parks	Ballfield Maintenance Worker	3	75,661	3	75,661
Facilities	Parks	Pesticide Applicator	3	81,247	3	81,247
Facilities	Parks	Parks Maintenance Worker II	3	91,299	3	91,299
Facilities	Parks	Parks Maintenance Worker I	17	438,058	17	438,060
Facilities	Parks	Small Equipment Repairer	1	30,340	1	30,340
		Total Parks	55	1,718,029	56	1,756,620
		Total Facilities Division	131	4,540,160	133	4,624,600

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Dept	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Community Development Division					
		Director's Office					
Comm Dev	Director	Community Development Director	1	84,999		1	84,999
Comm Dev	Director	Project Planner	1	57,786		1	57,786
Comm Dev	Director	Administrative Specialist 5	1	29,286		1	29,286
		Total Director	3	172,071		3	172,071
		Permitting and Inspections					
Comm Dev	Permit & Insp	Administrator - Permit & Inspections	1	63,107		1	63,107
Comm Dev	Permit & Insp	Inspector	11	400,936		11	400,936
Comm Dev	Permit & Insp	Supervisor I - Permits & Inspections	1	34,174		1	34,174
Comm Dev	Permit & Insp	Plan Examiner	1	52,027		1	52,027
Comm Dev	Permit & Insp	Development Technician II	1	30,119		1	30,119
Comm Dev	Permit & Insp	Development Technician	5	144,023		5	144,023
Comm Dev	Permit & Insp	Administrative Specialist 2	1	21,550		1	21,550
		Total Permitting & Inspections	21	745,936		21	745,936
		Neighborhood Development ND&P Administration					
Comm Dev	Neighbor Dev	Administrator - ND	1	64,605		1	64,605
Comm Dev	Neighbor Dev	Pgm Coordinator 2 - Youth Liaison	1	32,718		1	32,718
Comm Dev	Neighbor Dev	Administrative Specialist 2	1	31,470		1	31,470
		Total ND&P Adminstration	3	128,793		3	128,793
		Juvenile Citation Program					
Comm Dev	Neighbor Dev	Intake Specialist (Grant)	3	74,880		3	74,880
Comm Dev	Neighbor Dev	Tracking Specialist (Grant)	1	24,315		1	24,315
		Total Juvenile Citation Program	4	99,195		4	99,195
		CDBG & HOME					
Comm Dev	Neighbor Dev	Program Specialist (CDBG)	1	38,626		1	38,626
Comm Dev	Neighbor Dev	Environmental Comply Spec (CDBG)	1	23,046	*	2	46,092
Comm Dev	Neighbor Dev	Neighborhood Pgms Coordinator	1	39,645		1	39,645
Comm Dev	Neighbor Dev	Home Rehab Coordinator	2	93,829		2	93,829
Comm Dev	Neighbor Dev	Prog Coor 3 Affordable Housing	1	35,800		1	35,800
Comm Dev	Neighbor Dev	Public Services Specialist - CDBG	1	40,520		1	40,520
		Total CDBG & HOME	7	271,466		8	294,512
		Total Neighborhood Dev	14	499,454		15	522,500

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*

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City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Dept	Section	Position/Title	** Adjusted FY 06/07		Adopted FY 07/08	
			Empl	Salary	Empl	Salary
		Development Services Administration				
Comm Dev	Dev Svcs	Development Svcs Administrator	1	66,581	1	66,581
Comm Dev	Dev Svcs	Senior Planner	2	89,936	2	89,936
Comm Dev	Dev Svcs	Planner	4	164,374	4	164,374
Comm Dev	Dev Svcs	Associate Planner	2	78,282	2	78,282
Comm Dev	Dev Svcs	Development Technician II	1	35,285	1	35,285
Comm Dev	Dev Svcs	Adminstrative Specialist 2	1	21,549	1	21,549
		Total Development Svcs Admin	11	456,007	11	456,007
		MPO				
Comm Dev	Dev Svcs	Senior Planner	1	45,344	1	45,344
Comm Dev	Dev Svcs	Development Technician	1	33,613	1	33,613
Comm Dev	Dev Svcs	Associate Planner	3	107,784	3	107,784
		Total MPO	5	186,741	5	186,741
		Total Development Svcs Admin	16	642,748	16	642,748
		Economic Dev & Revitalization				
Comm Dev	Econ Dev	con Dev & Revitalization Administrator	1	61,801	1	61,801
Comm Dev	Econ Dev	Downtown Revitalization Coordinator	1	43,000	1	43,000
Comm Dev	Econ Dev	Pgm Coord 2 - Farmers Market	1	36,150	1	36,150
		Total Economic Dev & Revitalization	3	140,951	3	140,951
		Total Community Development Division	57	2,201,160	58	2,224,206

*Indicates a new recommended fulltime position for fiscal year 2007/2008.
** *As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Public Services Division				
		Director's Office				
Public Svcs	Director	Public Services Director	1	80,000	1	80,000
Public Svcs	Director	Executive Secretary	1	39,237	1	39,237
		Total Director	2	119,237	2	119,237
		Library				
Public Svcs	Library	Library Administrator	1	61,000	1	61,000
Public Svcs	Library	Program Coord 2 - Computer Sys	1	36,442	1	36,442
Public Svcs	Library	Library Manager	1	39,992	1	39,992
Public Svcs	Library	Senior Librarian	2	80,418	2	80,418
Public Svcs	Library	Librarian 1	6	214,466	6	214,466
Public Svcs	Library	Accounting Clerk	1	30,486	1	30,486
Public Svcs	Library	Administrative Specialist 4	1	29,640	1	29,640
Public Svcs	Library	Computer Lab Technician	1	27,592	1	27,592
Public Svcs	Library	Media Technician	1	27,269	1	27,269
Public Svcs	Library	Library Specialist - Bookmobile	3	76,107	3	76,107
Public Svcs	Library	Library Specialist 3	4	110,000	4	110,000
Public Svcs	Library	Library Specialist 2	11	275,679	* 12	297,309
Public Svcs	Library	Library Specialist 1	1	22,485	1	22,485
Public Svcs	Library	Maintenance Leader	1	27,548	1	27,548
		Total Library	35	1,059,124	36	1,080,754
		Senior Programs				
Public Svcs	Sr Programs	Senior Programs Administrator	1	61,460	1	61,460
Public Svcs	Sr Programs	Client Services Clerk	1	20,904	1	20,904
Public Svcs	Sr Programs	Nutrition Manager	1	39,105	1	39,105
Public Svcs	Sr Programs	Program Coordinator I - Recreation	1	37,235	1	37,235
Public Svcs	Sr Programs	RSVP Program Director	1	42,674	1	42,674
Public Svcs	Sr Programs	In-Home Services Specialist	5	169,395	5	169,395
Public Svcs	Sr Programs	Community Services Specialist	1	38,927	1	38,927
Public Svcs	Sr Programs	Food Services Supervisor	1	38,590	1	38,590
Public Svcs	Sr Programs	Administrative Specialist IV	1	33,612	1	33,612
Public Svcs	Sr Programs	Administrative Specialist II	2	52,732	2	52,732
Public Svcs	Sr Programs	Program Specialist II	1	30,030	1	30,030
Public Svcs	Sr Programs	Administrative Specialist I	2	49,005	* 3	69,535
Public Svcs	Sr Programs	Homebound Meal Supervisor I	1	32,190	1	32,190
Public Svcs	Sr Programs	Cook	1	26,150	1	26,150

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*

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City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Senior Programs Cont'd				
Public Svcs	Sr Programs	Home Care Aide	4	97,162	4	97,162
Public Svcs	Sr Programs	Admin Specialist I	1	20,523	1	20,523
Public Svcs	Sr Programs	Admin Specialist I	1	23,088	1	23,088
Public Svcs	Sr Programs	Building Attendant	1	22,896	1	22,896
Public Svcs	Sr Programs	Recreation Aide	3	77,953	3	77,953
Public Svcs	Sr Programs	Lead Driver	0	0	* 1	21,237
		Total Senior Citizens	30	913,631	32	955,398
		Museum System				
		Administration				
Public Svcs	Mus Admin	Administrator - Museums	1	61,922	1	61,922
Public Svcs	Mus Admin	Pgm Specialist 3 - Collections Curator	1	34,056	1	34,056
Public Svcs	Mus Admin	ogram Spec 3 - Volunteer Coordinator	1	32,962	1	32,962
Public Svcs	Mus Admin	Pgm Spec 3 - Exhibition Tech	1	27,498	1	27,498
Public Svcs	Mus Admin	Administrative Specialist IV	1	33,625	1	33,625
Public Svcs	Mus Admin	Senior Curator of Exhibits	0	0	* 1	34,341
		Total Museums Administration	5	190,063	6	224,404
		Branigan Cultural Center				
Public Svcs	BCC	Museum Manager	1	45,830	1	45,830
	BCC	Museum Asst Mgr	1	36,000	1	36,000
Public Svcs	BCC	Program Specialist 3 - Educ Curator	1	33,000	1	33,000
		Total Branigan Cultural Center	3	114,830	3	114,830
		LC Museum of Natural History				
Public Svcs	LCMNH	Museum Manager	1	43,000	1	43,000
Public Svcs	LCMNH	Program Specialist 3 - Educ Curator	1	33,500	1	33,500
Public Svcs	BCC	Program Specialist 3 - Naturalist	1	31,650	1	31,650
Public Svcs	LCMNH	Administrative Specialist 1	1	24,232	1	24,232
		Total LC Museum of Natural History	4	132,382	4	132,382

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*
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City of Las Cruces
Employee Position Summary by Division/Department
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Department	Section	Position/Title	** Adjusted FY 06/07		Adopted FY 07/08	
			Empl	Salary	Empl	Salary
		Museum of Art				
Public Svcs	FAM	Museum Manager	1	45,057	1	45,057
Public Svcs	FAM	Program Specialist 3 - Educ Curator	1	35,649	1	35,649
Public Svcs	FAM	Pgm Spec 3 - Exhibition Curator	1	34,757	1	34,757
		Museum of Art	3	115,463	3	115,463
		Total Museum System	15	552,738	16	587,079
		Recreation				
Public Svcs	Recreation	Recreation Manager	1	64,459	1	64,459
Public Svcs	Recreation	Program Coordinator 2 (Rec Ctr)	4	138,491	4	138,491
Public Svcs	Recreation	Program Coordinator 2 (Athletics)	1	33,263	1	33,263
Public Svcs	Recreation	Program Coordinator 2 (After School)	1	40,519	1	40,519
Public Svcs	Recreation	Program Specialist 2 (Wellness)	1	40,601	1	40,601
Public Svcs	Recreation	Program Coordinator 2 (Aquatics Mgr)	1	32,718	1	32,718
Public Svcs	Recreation	Rec Specialist 3 (WDA Grant)	1	23,760	1	23,760
Public Svcs	Recreation	Recreation Specialist 3	9	265,590	9	265,590
Public Svcs	Recreation	Recreation Specialist 3 (Therapeutics)	3	77,002	3	77,002
Public Svcs	Recreation	Administrative Specialist 4	1	33,405	1	33,405
Public Svcs	Recreation	Administrative Specialist 2	1	30,487	1	30,487
Public Svcs	Recreation	Administrative Specialist 1	2	49,733	2	49,733
		Total Recreation	26	830,028	26	830,028

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*

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City of Las Cruces
Employee Position Summary by Division/Department
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Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Transit				
Public Svcs	Transit	Administrator - Transit	1	61,433	1	61,433
Public Svcs	Transit	Supervisor 2 - Transit	1	47,590	1	47,590
Public Svcs	Transit	Supervisor 1 - Transit	2	78,165	2	78,165
Public Svcs	Transit	Supervisor 1 -DAR Operations	1	36,369	1	36,369
Public Svcs	Transit	Administrative Specialist 4	1	28,642	1	28,642
Public Svcs	Transit	Customer Service 1	1	24,406	1	24,406
Public Svcs	Transit	Bus Operator	22	659,165	22	659,165
Public Svcs	Transit	Customer Service 1 - Sched/Dispatch	2	57,968	2	57,968
Public Svcs	Transit	Paratransit Operator	12	315,200	12	315,200
Public Svcs	Transit	Supervisor 2 - Mechanic	1	48,318	1	48,318
Public Svcs	Transit	Diesel Mechanic	3	128,701	3	128,701
Public Svcs	Transit	Bus Service Attendant	1	26,150	1	26,150
		Total Transit	48	1,512,107	48	1,512,107
		Convention & Visitor's Bureau				
Public Svcs	CVB	Administrator - CVB	1	76,009	1	76,009
Public Svcs	CVB	Administrative Specialist 5	1	42,162	1	42,162
Public Svcs	CVB	Program Spec 3 - Convention Sales	1	32,711	1	32,711
Public Svcs	CVB	Program Spec 3 - Tourism Sales	1	32,000	1	32,000
Public Svcs	CVB	Sports Sales Manager	1	31,866	1	31,866
Public Svcs	CVB	Program Spec 3 - Media	1	36,370	1	36,370
Public Svcs	CVB	Distribution Specialist	1	21,549	1	21,549
Public Svcs	CVB	Administrative Specialist 2	1	26,562	1	26,562
Public Svcs	CVB	Services Manager	0	0	* 1	31,158
		Total Convention & Visitor's Bureau	8	299,229	9	330,387
		Total Public Services Division	164	5,418,476	169	5,547,372

**Indicates a new recommended fulltime position for fiscal year 2007/2008.*

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City of Las Cruces
Employee Position Summary by Division/Department
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Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Public Works Division					
		Director's Office					
Public Works	Director	Public Works Director	1	98,530		1	98,530
Public Works	Director	Administrative Specialist V	1	28,434		1	28,434
		Total Director's Office	2	126,964		2	126,964
		Street Operations					
Public Works	Streets Ops	Administrator - Street System	1	71,843		1	71,843
Public Works	Streets Ops	Administrative Specialist IV	1	24,482		1	24,482
Public Works	Streets Ops	Supervisor II - Roadway Maintenance	1	42,370		1	42,370
Public Works	Streets Ops	Supervisor II - Roadway Construction	1	38,106		1	38,106
Public Works	Streets Ops	Supervisor II - Patch Crew	0	0	*	1	49,707
Public Works	Streets Ops	Heavy Equipment Operator	3	104,391		3	104,391
Public Works	Streets Ops	Engineering Technician	1	35,000		1	35,000
Public Works	Streets Ops	Light Equipment Operator	14	444,046	*	16	531,774
Public Works	Streets Ops	Concrete Crew Leader	1	28,941		1	28,941
Public Works	Streets Ops	Concrete Finisher	1	23,976		1	23,976
Public Works	Streets Ops	Equipment Maintenance Crewman	1	31,730		1	31,730
Public Works	Streets Ops	Street Sweeper Operator	6	161,779		6	161,779
Public Works	Streets Ops	Street Crewman	2	51,373	*	3	92,085
Public Works	Streets Ops	Concrete Crewman	3	75,355		3	75,355
		Total Streets Operations	36	1,133,392		40	1,311,539
		Traffic Engineering					
Public Works	Traffic Engr	Administrator - Traffic Engineering	1	74,173		1	74,173
Public Works	Traffic Engr	Traffic Signal/Street Light Foreman	1	55,661		1	55,661
Public Works	Traffic Engr	Administrative Specialist IV	1	33,613		1	33,613
Public Works	Traffic Engr	Electrician	2	71,701		2	71,701
Public Works	Traffic Engr	Electrician Apprentice	2	57,880		2	57,880
Public Works	Traffic Engr	Signal Technician II	1	31,857		1	31,857
Public Works	Traffic Engr	Sign Technician II	1	40,973		1	40,973
Public Works	Traffic Engr	Sign Technician I	2	64,857	*	3	107,043
Public Works	Traffic Engr	Signal Technician Apprentice	1	28,941		1	28,941
Public Works	Traffic Engr	Street Light Crew Leader	1	31,918		1	31,918
Public Works	Traffic Engr	Signal Crew Leader	1	52,997		1	52,997
Public Works	Traffic Engr	Sign Crew Leader	1	42,782		1	42,782
Public Works	Traffic Engr	Line Locator	1	37,602		1	37,602
Public Works	Traffic Engr	Engineering Technician	1	38,590		1	38,590
		Total Traffic Operations	17	663,545		18	705,731

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

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City of Las Cruces
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Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Engineering					
Public Works	Engineering	Administrator - Engineering Services	1	74,110		1	74,110
Public Works	Engineering	Administrator - Project Development	1	76,398		1	76,398
Public Works	Engineering	Administrator - Contracts Admin	1	75,899		1	75,899
Public Works	Engineering	Administrative Specialist IV	2	61,404		2	61,404
Public Works	Engineering	Administrative Specialist II	1	26,166		1	26,166
Public Works	Engineering	Plan Review Engineer	1	55,987	*	2	81,149
Public Works	Engineering	Design Engineer	6	377,280		6	377,280
Public Works	Engineering	Surveyor	1	55,827		1	55,827
Public Works	Engineering	Engineer Intern II	6	269,006		6	269,006
Public Works	Engineering	Project Inspectors	13	548,768		13	548,768
Public Works	Engineering	Engineer Intern I	2	81,013		2	81,013
Public Works	Engineering	Engineering Technician	3	111,690		3	111,690
Public Works	Engineering	Computer Aided Drafter I	4	104,433		4	104,433
Public Works	Engineering	Survey Technician II	2	70,046		2	70,046
Public Works	Engineering	Survey Technician	3	84,082		3	84,082
Public Works	Engineering	Land Manager	1	51,501		1	51,501
Public Works	Engineering	Right-of-Way Coordinator	1	36,213		1	36,213
Public Works	Engineering	Administrative Specialist I	1	24,779		1	24,779
Public Works	Engineering	Right-of -Way Agent	2	73,549		2	93,549
		Total Engineering	52	2,258,151		53	2,303,313
		Total Public Works Division	107	4,182,052		113	4,447,547

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

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Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Police Division					
		Police Administration					
		Administration & General					
Police	Admin	Police Chief	1	102,668		1	102,668
Police	Admin	Deputy Police Chief	2	164,800		2	164,800
Police	Admin	Sergeant	1	59,134		1	59,134
Police	Admin	Manager 1 - LCPD Admin Svcs	1	45,926		1	45,926
Police	Admin	Crime Analyst	1	42,185		1	42,185
Police	Admin	Police Public Information Officer	1	37,000		1	37,000
Police	Admin	Management Analyst	1	40,152		1	40,152
Police	Admin	Administrative Specialist 5	1	32,282		1	32,282
Police	Admin	Administrative Specialist 1	1	28,330		1	28,330
		Total Administration & General	10	552,477		10	552,477
		Secretarial Center					
Police	Admin	Secretarial Leader	1	29,370		1	29,370
Police	Admin	Administrative Specialist 1	15	357,836		15	357,836
		Total Secretarial Center	16	387,206		16	387,206
		Records					
Police	Admin	Records Leader	1	32,004		1	32,004
Police	Admin	Administrative Specialist 1	9	208,752		9	208,752
		Total Records	10	240,756		10	240,756
		Identification/Evidence					
Police	Admin	Identification Clerk	3	113,423		3	113,423
Police	Admin	Evidence/Supply Technician	3	109,782		3	109,782
		Total Identification/Evidence	6	223,205		6	223,205
		Fleet Office					
Police	Admin	Security Officer	1	32,011		1	32,011
		Total Fleet Office	1	32,011		1	32,011
		Total Police Administration	43	1,435,655		43	1,435,655
		Uniform Services					
Police	Uniform	Lieutenant	7	522,725		7	522,725
Police	Uniform	Sergeant	16	921,856	*	17	975,250
Police	Uniform	Detective	4	195,237		4	195,237
Police	Uniform	Police Officer	115	4,797,247	*	119	4,917,887
Police	Uniform	Security/Transport Officer	4	103,753		4	103,753
Police	Uniform	Admin Spec I (Academy)	1	20,521		1	20,521
		Total Uniform Services	147	6,561,339		152	6,735,373

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Police Special Services				
Police	Spc Svcs	Police Officer	3	142,052	3	142,052
Police	Spc Svcs	Weed & Seed Coordinator	1	33,696	1	33,696
Police	Spc Svcs	Neighborhood Rev Specialist	1	25,813	1	25,813
Police	Spc Svcs	Administrative Specialist I	1	22,755	1	22,755
Police	Spc Svcs	Administrative Specialist III	1	22,630	1	22,630
Police	Spc Svcs	Administrative Specialist I (W & S)	1	24,779	1	24,779
Police	Spc Svcs	Volunteer Coordinator	1	25,001	1	25,001
Police	Spc Svcs	Youth Program Specialist	1	28,685	1	28,685
Police	Spc Svcs	Victim Assistance Coordinator	1	40,205	1	40,205
Police	Spc Svcs	Victim Assistance Advocate	1	33,425	1	33,425
		Total Special Services	12	399,041	12	399,041
		Criminal Investigations				
Police	CI	Police Officer	1	46,045	1	46,045
Police	CI	Sergeant	2	118,270	2	118,270
Police	CI	Detective	17	817,750	17	817,750
Police	CI	NCIC Coordinator	1	42,536	1	42,536
Police	CI	CIS Case Coordinator	1	33,530	1	33,530
Police	CI	Administrative Specialist 1	4	101,015	4	101,015
		Total Criminal Investigations	26	1,159,146	26	1,159,146
		Metro Narcotics				
Police	Metro	Lieutenant	1	77,168	1	77,168
Police	Metro	Detective	4	188,755	4	188,755
Police	Metro	Administrative Specialist 2	1	30,746	1	30,746
Police	Metro	ministrative Specialist 3 (HIDTA Grant)	1	26,311	1	26,311
		Total Metro Narcotics	7	322,980	7	322,980
		Codes Enforcement				
Police	Codes	Codes Enforcement Administrator	1	57,785	1	57,785
Police	Codes	Field Supervisor	1	44,803	1	44,803
Police	Codes	Codes Officer	11	388,450	11	388,450
Police	Codes	Program Coordinator 2 - Graffiti	1	32,710	1	32,710
Police	Codes	Animal Control Supervisor	1	42,037	1	42,037
Police	Codes	Animal Control Officer	8	256,767	8	256,767
Police	Codes	Administrative Specialist 2	2	51,307	2	51,307
		Total Codes Enforcement	25	873,859	25	873,859
		Total Police Division	260	10,752,020	265	10,926,054

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Fire & Emergency Services					
		Fire Administration					
Fire	Admin	Fire Chief	1	92,212		1	92,212
Fire	Admin	Deputy Chief	2	152,770		2	152,770
Fire	Admin	Battalion Chief	3	214,479		3	214,479
Fire	Admin	Training Officer (Lieutenant)	1	64,521		1	64,521
Fire	Admin	Training Officer (Lieutenant)	1	63,336		1	63,336
Fire	Admin	Medical Coordinator	1	42,890		1	42,890
Fire	Admin	Administrative Specialist V	1	35,006		1	35,006
Fire	Admin	Administrative Specialist II	1	30,746		1	30,746
Fire	Admin	Administrative Specialist I	1	29,031		1	29,031
		Total Fire Administration	12	724,991		12	724,991
		Emergency Services					
Fire	Emerg Svcs	Lieutenant	24	1,313,185		24	1,313,185
Fire	Emerg Svcs	Driver/Operator	24	1,139,932		24	1,139,932
Fire	Emerg Svcs	Firefighter	57	2,205,060	*	62	2,502,950
		Total Emergency Services	105	4,658,177		110	4,956,067
		Fire Prevention					
Fire	Prevention	Fire Inspector	4	212,907		4	212,907
Fire	Prevention	Public Educator	1	49,740		1	49,740
Fire	Prevention	Fire Protection Engineer	0	0	*	1	89,666
		Total Fire Prevention	5	262,647		6	352,313
		Total Fire Division	122	5,645,815		128	6,033,371

**Indicates a new recommended fulltime position for fiscal year 2006/2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Joint Utilities Division				
		Director's Office				
		Administration				
Utilities	Director	Utilities Director	1	95,680	1	95,680
Utilities	Director	Project & Water Rights Manager	1	63,710	1	63,710
Utilities	Director	Gas Analyst	1	65,770	1	65,770
Utilities	Director	Adminstrative Specialist 5	1	34,278	1	34,278
Utilities	Director	Administrative Specialist 2	1	24,211	1	24,211
Utilities	Director	Administrative Specialist 1	1	20,530	1	20,530
		Total Administration	6	304,179	6	304,179
		Technical Support				
Utilities	Director	SCADA System Manager	1	50,746	1	50,746
Utilities	Director	Operations Engineer	2	117,000	2	117,000
Utilities	Director	System Support Analyst	1	48,714	1	48,714
Utilities	Director	Util Proj Engineering Intern	1	42,545	1	42,545
Utilities	Director	Engineering Technician	3	107,536	3	107,536
		Total Technical Support	8	366,541	8	366,541
		Total Director's Office	14	670,720	14	670,720
		Regulatory & Environmental Svcs				
Utilities	RES	Administrator - Reg & Env Svcs	1	76,960	1	76,960
Utilities	RES	Engineer	1	60,675	1	60,675
Utilities	RES	Environmental Specialist 2	1	49,251	1	49,251
Utilities	RES	Administrative Specialist 3	1	22,630	1	22,630
		Total RES Administration	4	209,516	4	209,516
		Laboratory				
Utilities	Water Res	Manager 1 - Water/Wastewater Lab	1	52,062	1	52,062
Utilities	Water Res	Lab Technician Leader	1	27,498	1	27,498
Utilities	Water Res	Lab Technician	3	74,814	3	74,814
		Total Laboratory	5	154,374	5	154,374
		Pollution Control				
Utilities	Water Res	Pollution Control Coordinator	1	54,600	1	54,600
Utilities	Water Res	Pollution Control Inspector	2	72,821	* 3	106,251
		Total Pollution Control	3	127,421	4	160,851
		Total RES Department	12	491,311	13	524,741

*Indicates a new recommended fulltime position for fiscal year 2007/2008.

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Administrative Svcs Administration					
Utilities	Admin. Svc	Administrator - Admin Services	1	77,355		1	77,355
Utilities	Admin. Svc	Administrative Specialist 4	1	33,592		1	33,592
		Total Admin Svcs Administration	2	110,947		2	110,947
		Rate Analysis					
Utilities	Admin. Svc	Rate & Econ Manager	1	70,012		1	70,012
Utilities	Admin. Svc	Senior Rate Analyst	1	44,670		1	44,670
Utilities	Admin. Svc	Accountant/Analyst	2	85,091		2	85,091
Utilities	Admin. Svc	Accounting Technician	1	40,373		1	40,373
		Total Rate Analysis	5	240,146		5	240,146
		New Connections					
Utilities	Admin. Svc	Prog Coor 3 New Connections	1	40,602		1	40,602
Utilities	Admin. Svc	Service Developer II	1	33,613		1	33,613
Utilities	Admin. Svc	Service Developer I	2	67,057		2	67,057
Utilities	Admin. Svc	Administrative Specialist 1	1	24,128		1	24,128
		Total New Connections	5	165,400		5	165,400
		Meter Shop					
Utilities	Admin. Svc	Senior Journeyman Mechanic	1	41,129		1	41,129
Utilities	Admin. Svc	Journeyman Meter Mechanic	8	266,307	*	9	298,510
Utilities	Admin. Svc	Administrative Specialist 3	1	26,018		1	26,018
		Total Meter Shop	10	333,454		11	365,657
		Meter Reading					
Utilities	Admin. Svc	Supervisor 1 - Meter Reading	1	40,602		1	40,602
Utilities	Admin. Svc	Serviceman Reader II	1	31,267		1	31,267
Utilities	Admin. Svc	Serviceman Reader I	11	290,156		11	290,156
Utilities	Admin. Svc	Custodian	1	27,080		1	27,080
		Total Meter Reading	14	389,105		14	389,105
		Telemetry/SCADA					
Utilities	Admin. Svc	Telemetry Operator	5	166,276		5	166,276
		Total Telemetry/SCADA	5	166,276		5	166,276
		Field Services					
Utilities	Admin. Svc	Pgm Coord Field Services.	1	32,718		1	32,718
Utilities	Admin. Svc	Field Servicemen	8	236,865		8	236,865
		Total Field Services	9	269,583		9	269,583
		Warehouse					
Utilities	Admin. Svc	Inventory Control Supervisor	1	41,454		1	41,454
Utilities	Admin. Svc	Warehouse Worker I	2	56,490	*	3	81,490
Utilities	Admin. Svc	Administrative Specialist I	1	24,779		1	24,779
		Total Warehouse	4	122,723		5	147,723
		Total Administrative Svcs Department	54	1,797,634		56	1,854,837

*Indicates a new recommended fulltime position for fiscal year 2007/2008.

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Gas Administration				
Utilities	Gas	Administrator - Gas	1	82,971	1	82,971
Utilities	Gas	Gas Trainer	1	57,747	1	57,747
Utilities	Gas	Gas Inspector	1	47,299	1	47,299
Utilities	Gas	Gas Oper & Compliance Coordinator	1	45,926	1	45,926
Utilities	Gas	Administrative Specialist 4	1	33,051	1	33,051
Utilities	Gas	Administrative Specialist 2	1	28,350	1	28,350
Utilities	Gas	Administrative Specialist 2	1	20,530	1	20,530
		Total Gas Administration	7	315,874	7	315,874
		Gas Construction and Maintenance				
Utilities	Gas	Supervisor 2 - Constr and Maint	1	51,667	1	51,667
Utilities	Gas	Crew Leader (HP systems)	1	35,850	1	35,850
Utilities	Gas	Crew Leader (Steel)	2	75,504	2	75,504
Utilities	Gas	Crew Leader (Plastic)	2	73,936	2	73,936
Utilities	Gas	Light Equipment Operator	6	187,487	6	187,487
Utilities	Gas	Gas Crewman	5	141,924	5	141,924
		Total Construction & Maintenance	17	566,368	17	566,368
		Pressure & Service				
Utilities	Gas	Supervisor 2 - Pressure & Service	1	44,762	1	44,762
Utilities	Gas	Pressure Technician	2	82,884	2	82,884
Utilities	Gas	Gas Leak Survey Technician	2	75,317	2	75,317
Utilities	Gas	Serviceman	7	228,811	* 8	258,316
		Total Pressure & Service	12	431,774	13	461,279
		Corrosion				
Utilities	Gas	Supervisor III Corrosion	1	48,318	1	48,318
Utilities	Gas	Senior Corrosion Tech	1	34,466	1	34,466
Utilities	Gas	Corrosion Crew Leader	1	42,548	1	42,548
Utilities	Gas	Corrosion Technician	3	93,674	3	93,674
Utilities	Gas	Light Equipment Operator	1	33,127	1	33,127
Utilities	Gas	Corrosion Crewman	1	27,548	1	27,548
		Total Corrosion	8	279,681	8	279,681
		Locating & Mapping				
Utilities	Gas	Supervisor 2 - Locating & Mapping	1	46,675	1	46,675
Utilities	Gas	Gas Mapping Technician	1	27,498	1	27,498
Utilities	Gas	Gas Line Locator	4	164,570	4	164,570
Utilities	Gas	Gas Crewman	1	25,335	* 2	52,016
Utilities	Gas	Light Equipment Operator	1	28,941	* 2	56,971
Utilities	Gas	Excavation Damage Prevent Dispatch	1	29,055	1	29,055
		Total Locating & Mapping	9	322,074	11	376,785
		Total Gas Department	53	1,915,771	56	1,999,987

*Indicates a new recommended fulltime position for fiscal year 2007/2008.

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Water Resources Administration				
Utilities	Water Res	Water Resources Administrator	1	78,374	1	78,374
Utilities	Water Res	Pgm Coord 2 - Water Conservation	1	46,592	1	46,592
Utilities	Water Res	Administrative Specialis 4	1	32,635	1	32,635
Utilities	Water Res	Administrative Specialist 1	2	53,904	2	53,904
		Total Water Res Administration	5	211,505	5	211,505
		Line Maintenance				
Utilities	Water Res	Supervisor II - Water	2	114,713	2	114,713
Utilities	Water Res	Supervisor II - Wastewater	1	48,329	1	48,329
Utilities	Water Res	WW Collection System Operator	1	33,250	1	33,250
Utilities	Water Res	Lift Station Operator	1	46,908	1	46,908
Utilities	Water Res	TV Inspection Technician	1	46,384	1	46,384
Utilities	Water Res	Heavy Equipment Operator	3	109,595	3	109,595
Utilities	Water Res	Water Crew Leader	3	135,084	3	135,084
Utilities	Water Res	Water/Sewer Line Locator	1	60,861	1	60,861
Utilities	Water Res	Lead Light Equipment Operator	1	36,182	1	36,182
Utilities	Water Res	Light Equipment Operator	3	91,011	3	91,011
Utilities	Water Res	Water Serviceman	4	128,439	4	128,439
Utilities	Water Res	W/W Maintenance Mechanic	1	36,038	1	36,038
Utilities	Water Res	Distribution Crewman	8	210,653	8	210,653
Utilities	Water Res	Wastewater Crewman	6	177,630	6	177,630
		Total Line Maintenance	36	1,275,077	36	1,275,077
		Water Production				
Utilities	Water Res	Supervisor II - Water Production	1	44,491	1	44,491
Utilities	Water Res	Electrician	2	103,696	2	103,696
Utilities	Water Res	Water Production Operator	7	274,555	7	274,555
Utilities	Water Res	Watrer Laborer	1	38,784	1	38,784
		Total Water Production	11	461,526	11	461,526
		Wastewater Treatment Plant				
Utilities	Water Res	Manager 2 - WW Treatment Plant	1	57,346	1	57,346
Utilities	Water Res	Program Coordinator 2 - WW Projects	1	48,329	1	48,329
Utilities	Water Res	Supervisor 1 - WWTP Shift Foreman	3	126,772	3	126,772
Utilities	Water Res	Wastewater Plant Operator	6	200,866	6	200,866
Utilities	Water Res	Heavy Equipment Operator	2	85,806	2	85,806
Utilities	Water Res	Maintenance Mechanic	1	39,245	1	39,245
Utilities	Water Res	Maintenance Assistant	1	24,826	1	24,826
Utilities	Water Res	Wastewater Crewman	2	55,785	2	55,785
Utilities	Water Res	WW Plant Operator Crewman	1	28,220	1	28,220
Utilities	Water Res	Administrative Specialist 2	0	0	* 1	21,549
		Total Wastewater Treatment Plant	18	667,195	19	688,744
		Total Water Resources Department	70	2,615,303	71	2,636,852

*Indicates a new recommended fulltime position for fiscal year 2007/2008.

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary		Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Solid Waste Administration					
Utilities	Solid Waste	Administrator - Solid Waste	1	70,491		1	70,491
Utilities	Solid Waste	Administrative Specialist 4	1	31,574		1	31,574
Utilities	Solid Waste	Administrative Specialist 1	1	21,237		1	21,237
		Total Solid Waste Administration	3	123,302		3	123,302
		Residential Solid Waste					
Utilities	Solid Waste	Supervisor 1 - SW Residendial	1	43,098		1	43,098
Utilities	Solid Waste	Fleet Maintenance Mechanic	1	35,850	*	2	73,370
Utilities	Solid Waste	Heavy Equipment Operator	12	429,866		12	429,866
Utilities	Solid Waste	Solid Waste Laborer	1	23,526	*	2	46,366
		Total Residential Solid Waste	15	532,340		17	592,700
		Commercial Solid Waste					
Utilities	Solid Waste	Supervisor 1 - SW Commercial	1	38,085		1	38,085
Utilities	Solid Waste	Heavy Equipment Operator	10	362,899		10	362,899
Utilities	Solid Waste	Welder	1	30,464		1	30,464
Utilities	Solid Waste	Equipment Maintenance Worker	1	33,127		1	33,127
Utilities	Solid Waste	Fleet Maintenance Assistant	1	26,150		1	26,150
Utilities	Solid Waste	Solid Waste Laborer	1	23,526	*	2	46,366
		Total Commercial Solid Waste	15	514,251		16	537,091
		Disposal					
Utilities	Solid Waste	Heavy Equipment Operator	1	69,600	*	2	108,278
Utilities	Solid Waste	Landfill Assistant	1	31,857		1	31,857
		Total Disposal	2	101,457		3	140,135
		Recycling					
Utilities	Solid Waste	Program Coodinator 1 - Recycling	1	45,614		1	45,614
Utilities	Solid Waste	Heavy Equipment Operator	2	71,254		2	71,254
Utilities	Solid Waste	Recycling Processor II	1	30,340		1	30,340
Utilities	Solid Waste	Recycling Processor I	7	182,592	*	8	207,919
Utilities	Solid Waste	Recycle Assistant	1	19,925		0	0
		Total Recycling	12	349,725		12	355,127
		Total Solid Waste Department	47	1,621,075		51	1,748,355
		Total Joint Utilities Division	250	9,111,814		261	9,435,492
		City Total	**1,262**	**48,815,858**		**1,302**	**50,424,970**

*Indicates a new recommended fulltime position for fiscal year 2007/2008.
*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		MVRDA				
MVRDA	Dispatch	MVRDA Director	1	68,250	1	68,250
MVRDA	Dispatch	Shift Supervisor	4	154,129	4	154,129
MVRDA	Dispatch	Training Supervisor	1	39,924	1	39,924
MVRDA	Dispatch	Network Systems Administrator	1	45,622	1	45,622
MVRDA	Dispatch	GIS Analyst	1	38,582	1	38,582
MVRDA	Dispatch	Q A Specialist	1	36,689	1	36,689
MVRDA	Dispatch	Executive Assistant	1	28,685	1	28,685
MVRDA	Dispatch	Pgm Spec 2 - NCIC	1	33,197	1	33,197
MVRDA	Dispatch	NCIC Assistant	1	28,719	1	28,719
MVRDA	Dispatch	Telecommunicator	31.0	857,699	31.0	857,699
MVRDA	Dispatch	Call Taker	3.0	63,648	3.0	63,648
		Total MVRDA	46.0	1,395,144	46.0	1,395,144

Proposed FY 07/08 total for MVRDA is board-approved and is not included as part of the City's FY 07/08 budget.

*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

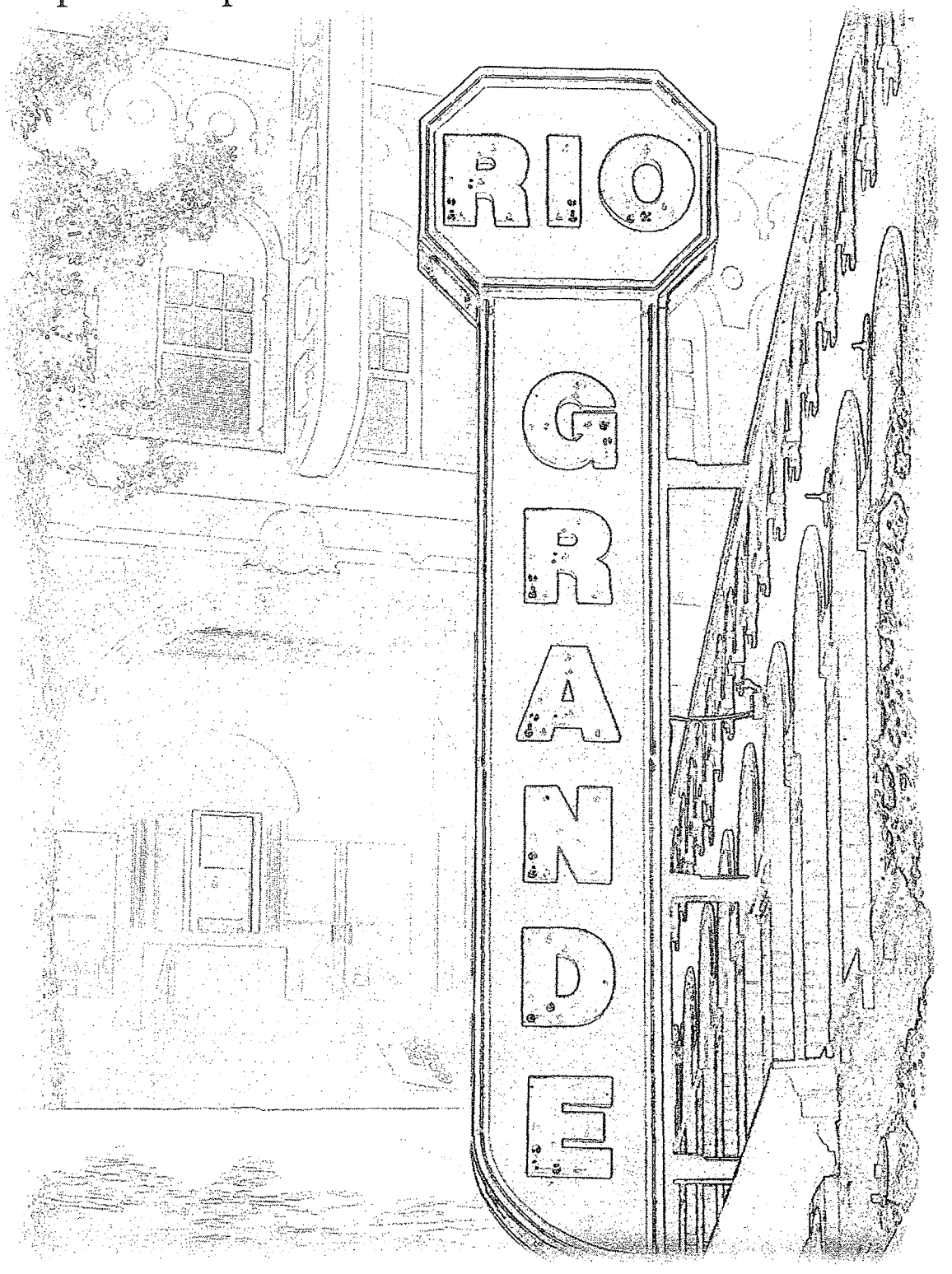
Department	Section	Position/Title	** Adjusted FY 06/07		Adopted FY 07/08	
			Empl	Salary	Empl	Salary
		Regional Landfill Authority				
SCSWA	Landfill	Regional Landfill Director	1	75,000	1	75,000
SCSWA	Landfill	Administrative Specialist 5	1	30,630	1	30,630
SCSWA	Landfill	Landfill Foreman	2	90,866	2	90,866
SCSWA	Landfill	Fleet Mechanic	1	34,278	1	34,278
SCSWA	Landfill	Heavy Equipment Operator	10	337,736	10	337,736
SCSWA	Landfill	Landfill Attendant	1	14,560	1	14,560
SCSWA	Landfill	Customer Service 1	3	82,229	3	82,229
		Total Regional Landfill Authority	19	665,299	19	665,299

No SCSWA board-approved budget for fiscal year 06/07 at time of publication.
*** As of payroll #10, pay period ending date May 12, 2007.*

City of Las Cruces
Employee Position Summary by Division/Department
Fiscal Year 2007/2008

Department	Section	Position/Title	** Adjusted FY 06/07 Empl	** Adjusted FY 06/07 Salary	Adopted FY 07/08 Empl	Adopted FY 07/08 Salary
		Rio Grande Natural Gas Assoc				
RGNGA	Admin	RGNGA Director	1	71,690	1	71,690
		Total Rio Grande Nat Gas Assoc	1	71,690	1	71,690
No RGNGA board-approved budget for fiscal year 07/08 at time of publication.						
		Fiscal Agent Totals	66.0	2,132,133	66.0	2,132,133
		GRAND TOTAL	1,328	50,947,991	1,368	52,557,103

Capital Improvements



City of Las Cruces®
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The Capital Improvement Program

This section of the FY 2007/08 budget presents the Capital Improvement Program, or CIP. Council recognizes capital projects in this section as being desirable. This does not mean that each project has funding appropriated in the FY 2007/08 budget for the entire amount of the project. Council appropriates funds for one fiscal year at a time. The CIP is recognition of priorities for funding. Project needs will always exceed funds available.

The Capital Improvement Process

In order to ensure that limited capital funds are allotted to the most worthy projects, City Council undertakes a thorough identification, discussion, and prioritization process for possible projects. This process is carried out in conjunction with our annual Budget process and the State of New Mexico Infrastructure Capital Improvement Program (ICIP). The annual ICIP process can be summarized as follows:

October through January – Staff and the Infrastructure Ad Hoc Strategic Planning Committee identify candidate projects. Staff prepares rough estimates for project costs.

February and March – Staff projects revenues available to fund capital projects. A funding scheme for ongoing (multi-year) projects is developed, and a lump sum available to fund new projects in each capital fund is identified. Staff submits a summary of proposed projects to the Office of Management and Budget.

March – Staff presents ongoing and proposed new projects considered by the Infrastructure Ad Hoc Strategic Planning Committee to Council at work session. The Council gives direction on which projects to present to the public and consider for approval.

April – A public hearing is held to present ongoing and proposed new capital projects and to solicit public input.

May – Council determines which projects to fund, the method of funding, and the priority of projects for the upcoming fiscal year. The City budget is approved by Council, including the Capital Improvements Program. Staff submits ICIP detail sheets for each project to the Office of Management and Budget in preparation for submittal to the State.

June through September – Council determines long-range priorities for capital projects. Staff uses these priorities to develop candidate projects. The State Infrastructure Capital Improvements Program forms for approved projects and amounts are assembled in a City ICIP book and sent to the State Department of Finance and Administration for inclusion in a state-wide ICIP listing.

Prioritization of Capital Projects

In order to ensure that the most worthy capital projects are funded first, projects are prioritized by staff and the prioritization is fine-tuned by the Council. Projects are prioritized based on the following criteria:

Public Health and Safety – those projects required to alleviate an existing public health and safety hazard receive the highest priority.

Regulatory Compliance – those projects required by law (such as the Clean Water Act, the Americans with Disabilities Act, various EPA regulations or court mandates) receive the next highest priority.

Quality-of-Life – those projects considered by Council and/or the public to have great potential to enhance the quality of life in our community receive the next highest priority.

Protection of Capital Investments – those projects required to save the structural integrity of existing facilities or to repair significant structural deterioration receive the next highest priority.

Operating Budget Impact – those projects that have the potential to reduce operating costs receive the next highest priority.

Other Projects – those projects that do not meet the criteria above will receive the lowest priority for funding.

It is important to note that these prioritization criteria are not hard and fast rules. It is possible that Council may decide to fund a Quality-of-Life project over a Regulatory Compliance project. These criteria are simply guidelines that must be tempered with judgment and knowledge of the community. Those projects with the highest priority have received funding in the FY 2007/08 budget, as depicted in the Funding Matrix in the Capital Funds section of the budget.

Description of CIP Summaries

Capital Project Summary

This summary is for fiscal year 2007/08 and is arranged by Street Projects, Flood Control Projects, or Other Projects. Each individual project is then listed within the appropriate section and its corresponding funding source or sources, as well as a total for each project.

Project Summary

This summary is arranged by department and program or project classification, with totals of all projects within the department. This summary includes projects for fiscal years 2007/08 through 2012/13. Fiscal years 2008/09 through 2012/13 are for planning purposes only.

City of Las Cruces
Capital Project Summary
FY 2007/08 Fund & Project Funding Matrix

Line Num	Project Description	CDBG 2000	Park Dev 4106	Street Imp 4212	Airport Imp 4300	Street Maint 4202	Flood Cntr 4400	Fac Cap Imp 40XX	GRT Bonds 4XXX	FY 2007/08 Totals
	Streets Projects									
	17th Street Design	0	0	0	0	0	0	0	1,000,000	1,000,000
	Las Cruces Main Street Downtown	0	0	1,177,727	0	0	0	0	0	1,177,727
	Court Avenue Sidewalk Improvements	0	0	50,000	0	0	0	0	82,000	132,000
	Jack Rabbit Scoping Design	0	0	500,000	0	0	0	0	0	500,000
	Tashiro Road Traffic Signal	0	0	0	0	120,000	0	0	0	120,000
	Melendres/Mesilla/Bowman/May	0	0	0	0	400,000	0	0		400,000
	Don Roser Extension	0	0	0	0	350,000	0	0	350,000	700,000
	Jefferson/Davis Street Improvements	714,550	0	150,000	0	0	0	0	0	864,550
	Sidewalks/ADA/Repairs	0	0	0	0	220,000	0	0	90,429	310,429
	North Valley Drive-Final Design	0	0	159,787	0	0	0	0	0	159,787
	Lohman Rehab Phase II	0	0	0	0	962,000	0	0	500,000	1,462,000
	Traffic Signal Improvements	0	0	0	0	130,000	0	0	0	130,000
	Fredway	0	0	100,000	0	120,000	0	0	0	220,000
	Traffic Systems/ITS System	0	0	0	0	0	0	0	100,000	100,000
	Sonoma Ranch/Rinconada	0	0	0	0	0	0	0	8,270,005	8,270,005
	New Street Lighting	0	0	523,128	0	0	0	0	75,000	598,128
	Stull/Sombrano Rehab	0	0	0	0	0	0	0	750,000	750,000
	Amador Resurfacing	0	0	0	0	1,000,000	0	0	0	1,000,000
	Walnut/Spruce/Kilmer Realignment	0	0	0	0	246,000	0	0	0	246,000
	Union Avenue Pedestrian Path	0	0	0	0	15,000	0	0	0	15,000
	Sealing Projects/Overlay Projects	0	0	0	0	2,230,000	0	0	0	2,230,000
	Telshor/Lohman I-section Improvements	0	0	0	0	600,000	0	0	0	600,000
	New Sidewalks/ADA	0	0	0	0	0	0	0	50,000	50,000
	El Molino Phase V	0	0	0	0	0	0	0	250,000	250,000
	Bruin Lane Rehab.	0	0	0	0	0	0	0	25,000	25,000
	Street Light Bond Project	0	0	0	0	0	0	0	850,000	850,000
	Other Street Projects	0	0	1,350,090	0	315,000	0	0	144,518	1,809,608
	Total Streets Projects :	***714,550***	***0***	**4,010,732**	**0**	**6,708,000**	**0**	**0**	**12,536,952**	**23,970,234**
	Flood Control Projects									
	El Molino Phase V	0	0	0	0	0	450,000	0	0	450,000
	17th Street	0	0	0	0	0	400,000	0	0	400,000
	Bruins Lane Rehab.	0	0	0	0	0	300,000	0	0	300,000
	Mesilla, Melendrez, Bowmn, and May	0	0	0	0	0	420,000	0	0	420,000
	Las Cruces Dam Improvements	0	0	0	0	0	200,000	0	0	200,000
	DrainageChannel North of Veterans Park	0	0	0	0	0	200,000	0	0	200,000
	View Court Pond	0	0	0	0	0	300,000	0	0	300,000
	Posse Creek Drainage	0	0	0	0	0	90,000	0	0	90,000
	Major Arroyo Crossing	0	0	0	0	0	0	0	1,394,068	1,394,068
	Othe Flood Control Projects	0	0	0	0	0	572,000	0	0	572,000
	Total Flood Control Projects:	**0**	**0**	**0**	**0**	**0**	**2,932,000**	**0**	**1,394,068**	**4,326,068**

City of Las Cruces
Capital Project Summary
FY 2007/08 Fund & Project Funding Matrix

Line Num	Project Description	CDBG 2000	Park Dev 4106	Street Imp 4212	Airport Imp 4300	Street Maint 4202	Flood Cntr 4400	Fac Cap Imp 40XX	GRT Bonds 4XXX	FY 2007/08 Totals
	Other Projects									
	West End Infrastructure	0	0	0	150,000	0	0	0	0	150,000
	Air Traffic Control Tower Phase I	0	0	0	1,100,000	0	0	0	0	1,100,000
	Civil Air Patrol Hangar	0	0	0	150,000	0	0	0	0	150,000
	Animal Shelter	0	0	0	0	0	0	45,000	0	45,000
	Munson Sr Ctr Parking Lot	0	0	0	0	0	0	100,000	0	100,000
	Burn Lake/Esslinger Park	0	190,000	0	0	0	0	150,000	250,000	590,000
	Community of Hope - Land Purchase	0	0	0	0	0	0	242,550	0	242,550
	Downtown Parking Garage	0	0	0	0	0	0	300,000	0	300,000
	Mesilla Park Recreation & Communinty Ctr.	0	83000	0	0	0	0	264,562	0	347,562
	Fire Stations 1 - 5 Expansion/Renovations	0	0	0	0	0	0	335,000	0	335,000
	La Casa Domestic Violence Shelter	0	0	0	0	0	0	793,100	0	793,100
	Branigan Memorial Library	0	0	0	0	0	0	519,000	0	519,000
	Bus Shelters Installation	0	0	0	0	0	0	25,000	0	25,000
	Frenger Pool Renovation	0	0	0	0	0	0	0	80,000	80,000
	Chandler Tank Park - Amenities	0	270000	0	0	0	0	0		270,000
	Downtown Revitalization	0	0	0	0	0	0	1,027,876	0	1,027,876
	Mesquite Neighborhood	0	0	0	0	0	0	1,030,000	0	1,030,000
	City Hall (New)	0	0	0	0	0	0	0	23,000,000	23,000,000
	Munson Sr Ctr Renovations	0	0	0	0	0	0	380,000	0	380,000
	Fire Stations Expansion/Renovation	0	0	0	0	0	0	0	949,234	949,234
	Operations Center - Design	0	0	0	0	0	0	0	50,000	50,000
	Police/Fire Training Facility	0	0	0	0	0	0	100,000	500,000	600,000
	East Mesa Multigenerational Center	0	0	0	0	0	0	150,000	0	150,000
	Las Colinas - Playground	0	74,000	0	0	0	0	0	0	74,000
	Aquatic Center Construction	0	0	0	0	0	0	12,735,555	0	12,735,555
	North Las Cruces Park	0	178,000	0	0	0	0	0	0	178,000
	Apodaca Pool Design/Construction	0	0	0	0	0	0	0	1,102,702	1,102,702
	East Mesa Swimming Fac, Design/Const.	0	0	0	0	0	0	0	1,803,198	1,803,198
	Laabs Pool Replacement Design/Constr.	0	0	0	0	0	0	0	760,574	760,574
	Mission Trails Park - Phase I	0	574,000	0	0	0	0	0	0	574,000
	Other Airport, Parks & Facilities Projects	0	0	0	1,645,779	0	0	0	1,027,041	2,672,820
	Other Park Projects	0	1,024,282	0	0	0	0	260,000	0	1,284,282
	Other Legislative Projects	0	0	0	0	0	0	9,229,783	0	9,229,783
	Total Other Projects :	0	2,393,282	0	3,045,779	0	0	27,687,426	29,522,749	62,649,236
	Total All Projects :	**714,550**	**2,393,282**	**4,010,732**	**3,045,779**	**6,708,000**	**2,932,000**	**27,687,426**	**43,453,769**	**90,945,538**

City of Las Cruces
FY 07/08, ICIP - Project Summary

	Funding Projections by Year						
Project Title	2008	2009	2010	2011	2012	2013	TOTAL
Airport	3,045,779	8,165,000	3,550,000	880,000	6,800,000	2,010,000	24,450,779
Flood Control	4,699,761	6,575,000	6,999,000	4,550,000	2,250,000	1,500,000	26,573,761
Streets	23,466,541	19,587,000	10,955,000	9,973,500	9,175,000	8,100,000	81,257,041
Facilities	34,943,870	28,428,542	10,973,170	5,164,380	33,515,520	1,807,400	114,832,882
Parks	21,430,763	2,756,000	2,485,400	1,362,800	12,671,800	1,267,800	41,974,563
Utilities							
Gas Projects	3,448,313	3,383,250	3,253,126	3,123,001	3,057,938	3,057,938	19,323,566
Wastewater Projects	31,915,137	5,417,742	4,523,736	4,368,935	3,778,372	8,008,185	58,012,107
Water Projects	21,310,005	11,228,822	13,473,834	8,292,428	6,734,140	7,880,092	68,919,321
Total Projects	144,260,169	85,541,356	56,213,266	37,715,044	77,982,770	33,631,415	435,344,020

City of Las Cruces
Airport, ICIP - Project Summary

Priority Ranking		Funding Projections by Year						Funding Source
	Project Title	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	
	Air Traffic Control Tower - Phase I--EA & De	1,043,148						FAA/State/Local
	Airport Lights and Signs	243,250						FAA/State/Local
	Airport Master Plan	42,500						FAA/State/Local
	Rehab Runway 4-22	1,091,706						FAA/State/Local
	ARFF Vehicle	625,175						FAA/State/Local
	West End Taxilane - Design							FAA/State/Local
	West End Taxilane - Construction		500,000					FAA/State/Local
	West End Taxilane - Extension					500,000		FAA/State/Local
	Air Traffic Control Tower - Phase II--Construction		2,300,000					FAA/State/Local
	CAP Hangar							SAP/Local
	Runway 12-30 - Pavement Rehabilitation		5,215,000					FAA/State/Local
	Runway 12-30 - Extension - Phase I - EA			150,000				FAA/State/Local
	Runway 12-30 - Extension - Phase II - Design				350,000			FAA/State/Local
	Runway 12-30 - Extension - Phase III - Const.					6,000,000		FAA/State/Local
	ARFF Facility - Phase I--Design		150,000					FAA/State/Local
	ARFF Facility - Phase II -Construction			1,400,000				FAA/State/Local
	Terminal Apron - Rehabilitation			2,000,000				FAA/State/Local
	Airport Maintenance Equipment Facility				280,000			FAA/State/Local
	Runway 26/30 Holding Pad - Enlargement				250,000			FAA/State/Local
	Perimeter Fencing - Rehabilitation					300,000		FAA/State/Local
	Taxiways B & C - Pavement Rehabilitation						1,750,000	FAA/State/Local
	Runway 12 - Install ODALS/VGSI						260,000	FAA/State/Local
	Total By Years	**3,045,779**	**8,165,000**	**3,550,000**	**880,000**	**6,800,000**	**2,010,000**	**24,450,779**

City of Las Cruces
Flood Control, ICIP - Project Summary

Priority Ranking		Funding Projections byYear						Funding Source
	Project Title	2008	2009	2010	2011	2012	2013	
	Mesilla,Melendrez, Bowman and May	425,480	0	0	0	0	0	Flood Control
	Don Roser Extension	150,000	0	0	0	0	0	Flood Control
	Walnut/Spruce/Kilmer Alignment	15,000	0	0	0	0	0	Flood Control
	Major Arroyo Crossings	1,394,068	0	2,000,000	0	0	0	06 Bonds
	Amador Rehab Phase 1	10,000	0	0	0	0	0	Flood Control
	View Court Pond	300,000	0	0	0	0	0	Flood Control
	North Valley Drainage	60,000	0	0	0	0	0	Fl Control; NMDOT;SalesTax
	Bruins Lane Drainage	400,000	0	0	0	0	0	Flood Control
	Las Cruces Dam Improvements	111,395	965,000	975,000	500,000	0	0	Legislative Grant; Flood Contr.
	Drainage Channel North of Veterans Park	200,000	0	0	0	0	0	Flood Control
	Calico/Central Drainage Channel	300,000	500,000	500,000	500,000	0	0	Flood Control
	Posse Creek Drainage	90,000	150,000	200,000	0	0	0	Flood Control
	17th Street Rehab	400,000	0	0	0	0	0	Flood Control; Sales Tax
	El Molino Phase V	648,818	400,000	0	0	0	0	Legislative Grant; Flood Contr.
	Rigsby Road Drainage (Design)	75,000	300,000	0	0	0	0	Flood Control
	East Mesa Dams Phase I of Feasibility Stud	50,000	0	0	500,000	0	0	Legislative Grant
	Esslinger Park/Burn Lake (Match)	70,000	0	0	0	0	0	Flood Control
	State Land Office 140 Acre Pond		2,000,000	500,000	0	0	0	Flood Control
	Carlyle Drainage Channel	0	150,000	0	0	0	0	Flood Control
	Oro Vista Soil Stabilization Phase II	0	250,000	0	0	0	0	Legislative Grant
	Capital Implementation Projects	0	150,000	300,000	750,000	750,000	0	Flood Control
	El Molino Phase VI	0	200,000	800,000	0	0	0	Flood Control
	Amador Rehab Phase 2 & 3	0	10,000	24,000	0	0	0	Flood Control
	Drainage Improvements East Mesa	0	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	Legislative Grant
	El Molino Phase VII	0	0	200,000	800,000	0	0	Flood Control
	Total By Years	**4,699,761**	**6,575,000**	**6,999,000**	**4,550,000**	**2,250,000**	**1,500,000**	**26,573,761**

City of Las Cruces
Streets, ICIP - Project Summary

Priority Ranking		Funding Projections by Year						Funding Source
	Project Title	2008	2009	2010	2011	2012	2013	
08-01	Melendres/ Mesilla/Bowman/May	400,000	0	0	0	0	0	Sales Tax
08-02	Lohman Rehab Phase II	1,462,000	0	0	0	0	0	Sales Tax
08-03	Sonoma Ranch/Rinconada	8,270,005	0	0	0	0	0	06 Revenue Bonds
08-04	Union Avenue Pedestrian Path	150,000	0	0	0	0	0	Sales Tax; NMDOT
08-05	Walnut / Spruce / Kilmer Realignment	246,000	0	0	0	0	0	Sales Tax
08-06	Street Light Conversion	850,000	0	0	0	0	0	Street Light Bonds 402100
08-07	Amador Rehab - Phase 1	1,000,000	0	0	0	0	0	Sales Tax
08-08	Fredway	220,000	0	0	0	0	0	Sales Tax; Legislative Approp.
08-09	Don Roser Extension	700,000	0	0	0	0	0	Land Sale; Sales Tax; GF
08-10	Jefferson/Davis Roadway Imp - Ph 2	864,550	0	0	0	0	0	CDBG; Legislative Approp.
08-11	El Molino - Phase V	301,182	700,000	0	0	0	0	Sales Tax; Legislative Approp.
08-12	Court Avenue Sidewalk Improvements	132,000	0	0	0	0	0	Sales Tax; Legislative Approp.
08-13	Las Cruces Main St Downtown	1,177,727	1,500,000	0	0	0	0	Legislative Approp.
08-14	Stull/Sombrano Rehab	750,000	750,000	0	0	0	0	Sales Tax, Flood Control
08-15	17th Street Rehab (Construction)	1,000,000	1,500,000	0	0	0	0	Sales Tax
08-16	North Valley Drive - Final Design	159,787	0	0	0	0	0	NMDOT; Sales Tax
08-17	Jack Rabbit Interchange Scoping Design	500,000	0	0	0	0	0	Legislative Approp.
08-18	Solano Drive ADA	90,000	0	0	0	0	0	Sales Tax; NMDOT
08-19	Elks Drive Resurfacing Phase III	207,034	0	0	0	0	0	Sales Tax; NMDOT
08-20	Bruins Lane Rehab.	250,000	0	0	0	0	0	Sales Tax, Flood Control
08-21	Sealing	860,000	700,000	1,000,000	1,300,000	1,600,000	2,000,000	Sales Tax
08-22	General Overlay	1,370,000	900,000	1,200,000	1,500,000	1,800,000	2,200,000	Sales Tax
08-23	New Sidewalks/ADA	140,429	150,000	50,000	50,000	50,000	50,000	06 Bonds; 09 Bonds
08-24	Sidewalks/ADA/Repairs	220,000	245,000	265,000	300,000	325,000	350,000	Sales Tax
08-25	Traffic Systems/ITS System	101,038	100,000	100,000	100,000	100,000	0	06 Bonds; 09 Bonds
08-26	Traffic Signal Improvements	250,000	0	0	0	0	0	Sales Tax
08-27	New Street Lighting	523,128	75,000	75,000	75,000	75,000	0	Legislative ,06 & 09 Bonds
08-28	Telshor at Lohman - Intersection	600,000	5,700,000	0	0	0	0	Sales Tax; GRIP 2
08-29	East Mesa Street Projects	505,592						
08-30	Triviz Multi-Use Path	166,069						
09-01	Amador Resurfacing - Phase 2	0	1,195,000	0	0	0	0	Sales Tax, NMDOT
09-02	Jefferson/Davis Roadway Imp - Ph 3	0	1,090,000	0	0	0	0	CDBG; Legislative Approp.
09-03	El Molino - Phase VI	0	750,000	0	0	0	0	Sales Tax; Legislative Approp.
09-04	Telshor Paving	0	1,000,000	0	0	0	0	Sales Tax
09-05	El Paseo/Idaho Intersection Improvements	0	50,000	750,000	0	0	0	Sales Tax
09-06	Holiday Ave. Rehab.	0	90,000	0	0	0	0	Sales Tax
09-07	Jody Lane Sewer Connection	0	105,000	0	0	0	0	Sales Tax
09-08	Melendres Street - Phase 2	0	80,000	900,000	700,000	0	0	Sales Tax
09-09	Maese Lane Design	0	31,000	0	0	0	0	Sales Tax

City of Las Cruces
Streets, ICIP - Project Summary

Priority Ranking		Funding Projections by Year						Funding Source
	Project Title	2008	2009	2010	2011	2012	2013	
09-10	Solano Drive - ADA (Hadley to Spruce)	0	136,000	0	0	0	0	Sales Tax; Legislative Approp.
09-11	Aerial Photography Update	0	100,000	0	0	0	0	Sales Tax
09-12	Rigsby Road Improvements	0	200,000	0	0	0	0	Sales Tax
09-13	Pittsburg Street	0	40,000	400,000	0	0	0	Sales Tax
09-14	Roundtree Place	0	30,000	300,000	0	0	0	400800
09-15	Paseo De Onate Sidewalks (LD Arroyo)	0	30,000	0	0	0	0	Sales Tax
09-16	McSwain	0	25,000	200,000	0	0	0	Sales Tax
09-17	Moose Court	0	50,000	300,000	0	0	0	Sales Tax; Legislative Approp.
09-18	6th Street Reconstruction	0	250,000	250,000	0	0	0	Sales Tax
09-19	Organ Ave. Reconstruction	0	10,000	100,000	0	0	0	Sales Tax
09-20	Midway (East Mesa)	0	5,000	250,000	250,000	0	0	Sales Tax, Flood Control
09-21	North Valley Drive - Construction	0	2,000,000	0	0	0	0	NMDOT
10-01	Amador Resurfacing - Phase 3	0		2,130,000	0	0	0	Sales Tax
10-02	Del Rey Widening	0	0	1,000,000	1,000,000	0	0	Sales Tax; Leg. App., NMDOT
10-03	Triviz Paving	0	0	500,000	500,000	0	0	Sales Tax
10-04	Maese Lane Construction	0	0	500,000	500,000	0	0	Sales Tax; Legislative Approp.
10-05	Cortez Drive Reconstruction (south)	0	0	200,000	670,000	0	0	Sales Tax, CDBG
10-06	Tashiro Road	0	0	75,000	650,000	0	0	State Grant; Legi Approp.
10-07	Hayner Paving	0	0	50,000	250,000	0	0	Sales Tax
10-08	Telshor Bike Path	0	0	35,000	250,000	0	0	State Grant
10-09	University Ave. / Triviz Drive	0	0	35,000	316,000	2,000,000	1,500,000	Sales Tax; NMDOT
10-10	Richard, Terry, Karen, Jody Improvements	0	0	250,000	750,000	0	0	Sales Tax; Leg. App., NMDOT
10-11	Hoffman Drive	0	0	15,000	115,000	0	0	Sales Tax
10-12	Roberts Drive Improvements	0		25,000	250,000			Sales Tax
11-01	Answer Paving	0	0	0	25,000	250,000	0	Sales Tax, CDBG
11-02	Melody Paving	0	0	0	22,500	225,000	0	Sales Tax, CDBG
11-03	West Hadley Storm Drain	0	0	0	150,000	2,000,000	2,000,000	Sales Tax; Flood Control
11-04	McGuffey Improvements				250,000	750,000		
	Total By Years	**23,466,541**	**19,587,000**	**10,955,000**	**9,973,500**	**9,175,000**	**8,100,000**	**81,257,041**

City of Las Cruces
Facilities, ICIP - Project Summary

Priority Ranking		Funding Projections by Year						Funding Source
	Project Title	2008	2009	2010	2011	2012	2013	
	Amador Hotel Museum - Renovation	$62,900						SAP - Proposed
	Animal Shelter - Remodel	$88,000						SAP
	Animal Shelter - Painting			$16,800				CIR
	Automated Bus Wash System - Install	$164,747						FED
	Branigan Cultural Center - Vigas	$50,000						CIR
	Branigan Cultural Center - Roof, HVAC		$20,000				$97,400	CIR
	Branigan Library Children's Wing -	$519,620	$5,700,000	$5,500,000	$1,300,000	$600,000	$600,000	SAP, Bond Cycling
	Branigan Library Expansion - Design/Const.	$550,000						SAP - Proposed
	Branigan Library - Branch Expansion		$2,900,000			$5,000,000		SAP, Bond Cycling
	Bus Shelters - Install	$25,000				$980,000		SAP - Proposed, Bond Cycling
	Club Fusion - Remodel	$25,000						SAP, CIR
	Community of Hope - Land Purchase	$242,550						SAP
	Community of Hope -	$200,000						SAP - Proposed
	Community of Hope - Remodel, Expansion		$400,000					SAP, HUD-EDI, CLC-CDBG
	Community of Hope - Daycare - Roof						$100,000	CIR
	Downtown Parking Garage	$300,000						SAP, Bond Cycling
	Downtown Revitalization - Art Panel	$4,285						SAP - Proposed
	Downtown Revitalization -	$830,000						SAP - Proposed
	East Mesa Multigenerational Center -	$100,000						SAP
	East Mesa Multigenerational Center -	$50,000	$2,000,000			$1,000,000		SAP - Proposed
	Fire Stations 1-5 - Expansion	$700,000						Bond Cycling
	Fire Station 4 - Bay Door Replacement	$15,000						CIR
	Fire Station 4 - Roof					$66,400		Bond Cycling, CIR
	Fire Station 8 - Interior Design	$150,000						CIR
	Fire Station 8 - Interior Construction		$3,000,000			$520,000		Bond Cycling
	La Casa Shelter Expansion - Construction	$492,000						SAP - Proposed
	La Casa Shelter Expansion -	$559,850						SAP
	La Pinon Sexual Assault Center	$41,900						SAP - Proposed
	Las Cruces Center - Design/Construction	$100,000						SAP - Proposed
	Mesilla Valley Hospice -	$766,185						SAP - Proposed
	Municipal Operations Center - Design	$100,000						Bond
	Municipal Operations Center - Ph 1 - Fleet		$2,825,000					Bond Cycling
	Municipal Operations Center - Ph 2 - Ops					$2,500,000		Bond Cycling
	Munson Center - Parking Lot	$148,500				$129,800		SAP
	Munson Center - Renovations & Additions	$175,000	$750,000					SAP
	Munson Center - Addition	$205,000						SAP - Proposed
	Museum of Fine Art - Roof	$100,000						CIR
	Museum of Natural History - Security	$30,000						SAP - Proposed
	Museum Paleozoic Track way Exhibit	$100,000						SAP - Proposed
	La Casa Domestic Violence Shelter	$0						SAP
	La Casa Domestic Violence Shelter	$223,250						SAP

City of Las Cruces
Facilities, ICIP - Project Summary

Priority Ranking		Funding Projections by Year						Funding Source
	Project Title	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	
	New City Hall - Design/Construction	$23,000,000						Bond Cycling
	New City Hall - Furniture, Fixtures, Equip.		$2,500,000					Bond Cycling
	New City Hall - Parking Deck					$4,000,000		Bond Cycling
	PAL Boxing - Equipment	$30,000						SAP - Proposed
	Parking Lots - Rehabilitation	$75,000						CIR
	Police/Fire Training Facility - Mstr	$500,000	$1,000,000			$6,000,000		Bond Cycling, SAP
	Police/Fire Training Facility - Ph 1 -	$100,000						SAP - Proposed
	Police/Fire Training Facility - Ph 2 -		$2,000,000			$4,000,000		Bond Cycling
	Police Equipment	$230,000						SAP - Proposed
	Safety, Health, Environmental -	$250,000						CIR
	Senior Center Meals Equipment	$33,270						SAP - Proposed
	Transit Intermodal Center - Design/Const.	$2,335,063						FED - Proposed
	Transit Maintenance Facility - Upgrade	$54,750						FED
	Transit Services Building - Maint/Upgrade	$7,000						FED
	Veterans & Military Tech Museum -	$1,210,000						SAP - Proposed
	Airport Hanger - Roof		$18,000					CIR
	Benavidez Community Center - Roof,		$79,150					CIR
	Benavidez Community Center - Expansion					$1,440,000		SAP. Bond Cycling
	Castaneda Service Center - Parking, HVAC, Roof		$95,000	$50,000		$202,960		CIR, Bond Cycling
	LCCVB - HVAC, Roof		$20,000	$100,000				CIR
	Meerscheidt Rec. Center - Renovations		$600,000	$50,000	$200,600	$10,000		Bond Cycling, CIR
	Meerscheidt Rec. Center - Expansion					$600,000		Bond Cycling
	Transit Office - Renovations		$13,392	$5,000				FED
	Transit Shop - Renovations		$8,000	$50,000				FED
	Las Cruces Railroad Depot - Roof			$101,370				CIR
	Police Department - Carpet			$50,000	$50,000			CIR
	Service Center - HVAC, Roof			$50,000		$202,960		CIR
	Codes Enforcement - Roof				$18,880			CIR
	East Mesa Recreation Center - Design				$1,000,000			Bond Cycling
	Fire Station 6 - Roof				$94,900			Bond Cycling
	East Mesa Fire Station - Design/Const.					$2,000,000		Bond Cycling
	East Mesa Police Station - Design					$1,200,000		Bond Cycling
	Fire Station 5 - Roof					$63,400		Bond Cycling, CIR
	A Mountain Communications - Roof						$10,000	CIR
	Main Street Conversion Phase III		$3,500,000					SAP
	Conversion of Chruch/Water 2 way streets			$3,000,000				SAP
	Streetscape on Las Cruces and Griggs			$1,000,000				SAP
	Callecitas Improvements				$1,500,000			SAP
	Water and Chruch Street Extensions					$2,000,000		SAP
	New Mexico Housing Efforts		$1,000,000	$1,000,000	$1,000,000	$1,000,000	$1,000,000	SAP
	Total By Years	**34,943,870**	**28,428,542**	**10,973,170**	**5,164,380**	**33,515,520**	**1,807,400**	**114,832,882**

City of Las Cruces
Parks, ICIP - Project Summary

Priority Ranking		Funding Projections by Year						Funding Source
	Project Title	2008	2009	2010	2011	2012	2013	
	Alternative Recreation - Dog Park	$150,000				175,000		SAP - Proposed, Bond Cycling
	Apodaca Pool - Design/Construction	$1,102,702						Bond Cycling
	BMX Track - Improvements	$25,000	$150,000					CIR
	Burn Lake/Esslinger Park - Design/Const - P	$375,000						SAP, Bond Cycling
	Burn Lake/Esslinger Park - Design/Const -	$190,000						PIF 6
	Burn Lake/Esslinger Park - Design/Const - P	$75,000						SAP - Proposed
	Burn Lake/Esslinger Park - Design - Ph 4					$3,200,000		Bond Cycling
	Burn Lake/Esslinger Park - Water 2025	$160,000						FED, GF
	Chandler Tank Park - Amenities, trails	$270,000						PIF 1
	Community Garden - Downtown Area	$20,000						SAP - Proposed
	East Mesa Open Space Park	$250,000						SAP - Proposed
	East Mesa Pool - Design/Construct	$1,803,198						Bond Cycling
	Frenger Pool - Renovation	$75,000						Bond Cycling
	Gateway Entry Points - Signage	$50,000						CIR
	High Noon Soccer Fields - Improvements	$135,000						SAP - Proposed
	Laabs Pool - Demolition	$50,000						Bond Cycling
	Laabs Replacement - Design/Construction	$760,574						Bond Cycling
	Las Colinas - Playground	$74,000						PIF 1
	Legends West	$100,000	$100,000					PIF 6, PIF A
	Lohman Open Space Park - Design	$16,744						SAP
	Lohman Open Space Park - Cap repair, trail		$155,000					PIF 3
	Lohman Open Space Park - Construction		$100,000	$1,000,000		$850,000		PIF 3, SAP, Bond Cycling
	Lohman Median Landscaping -	$100,000	$50,000					SAP
	Mesilla Park Recreation Center - Improveme	$43,900						SAP - Proposed
	Mesilla Park Recreation Center - Kitchen	$150,000						SAP - Proposed
	Mesilla Park Recreation Center - Park Imprc	$66,426						SAP
	Mesilla Park Recreation Center - Park Imprc	$83,000						PIF 4
	Mesquite Historic District - Plan, Design, Co	$660,000						SAP
	Mesquite Historic District - Plan, Design, Co	$370,000						SAP - Proposed
	Mission Trails Park - Phase I	$574,000						PIF 2
	North Las Cruces Park - Design	$45,500						SAP
	North Las Cruces Park - Construction	$178,000	$100,000			$650,000		PIF 7, PIF B, Bond Cycling
	North Triviz - Phase III	$0						SAP
	Regional Rec & Aquatic Center - Design	$126,164						SAP, Bond Cycling
	Regional Rec & Aquatic Center -	$12,735,555				$6,000,000		SAP, Bond Cycling
	Valley View Park - Heske Trust	$260,000						Trust
	Veteran's Memorial Wall - Phase II	$156,000						SAP - Proposed
	Young Park - Restroom Replacement	$150,000						CIR
	Young Park - Performance Stage	$50,000						CIR

City of Las Cruces
Parks, ICIP - Project Summary

Priority Ranking		Funding Projections by Year						Funding Source
	Project Title	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	
	Apodaca Park - Irrigation Replacement		$150,000					Bond Cycling
	Apodaca Park - Service Lane, Walking path		$75,000	$50,000				PIF 5
	Branigan Ball Field		$125,000					Bond Cycling
	Butterfield Shooting Range		$125,000					Bond Cycling
	East Mesa Area Park - Design		$191,000					PIF 8
	East Mesa Area Park - Construction		$100,000					PIF C
	Hadley Complex - Bleacher Replacement		$35,000	$125,000				Bond Cycling
	Hadley Complex - Parking Phase I		$250,000					Bond Cycling
	Hadley Complex - Streetscape		$30,000					Bond Cycling
	Harty Field - Restroom Additions		$100,000					Bond Cycling
	Nursery		$15,000					GF
	Valley Verde - ADA Pathway		$50,000	$50,000				Bond Cycling
	Veterans Park - Walls & Pathways		150,000					Bond Cycling
	Veterans Park - Playground						75,000	Bond Cycling
	West Mesa Park					600,000		Bond Cycling
	Park Area A - West Side		201,500		481,516		298,200	
	Legends West Area*							PIF A
	Park Area B - Central		101,000	421,479			298,200	
	Canyon Point Area*							PIF B
	Elks/Camino Real Area*							PIF B
	North Las Cruces Area*							PIF B
	Park Area C - East Central		402,500	575,413	763,257	732,268	596,400	
	Dos Suenos/Mesa Grande Area*							PIF C
	North Del Rey Area*							PIF C
	Oro Vista Area*							PIF C
	Sandhill Arroyo Area*							PIF C
	Sierra Norte Area*							PIF C
	Sonoma Ranch North Area*							PIF C
	Park Area D - East Mesa			263,508	118,027	464,532		
	East Mesa Area*							PIF D
	Mesa Grande Area*							PIF D
	Note:							
	Items marked with an * are examples only,							
	to be determined based on new development							
	Total By Years	**21,430,763**	**2,756,000**	**2,485,400**	**1,362,800**	**12,671,800**	**1,267,800**	**41,974,563**

City of Las Cruces
JU Gas, ICIP- Project Summary

Priority Ranking	Project Title	Funding Projections by Year						Funding Source
		2008	2009	2010	2011	2012	2013	
	Gas Rehabilitation Projects							
	Gas Rehabilitation Low Pressure	650,625	650,625	650,625	650,625	650,625	650,625	Rates
	Gas Rehabilitation High Pressure	390,375	390,375	390,375	260,250	260,250	260,250	Rates
	SCADA Rehabilitation	65,063						
	Street Utility Rehabilitation	910,875	910,875	910,875	910,875	910,875	910,875	Rates
	Total Gas Rehabilitation Projects	**2,016,938**	**1,951,875**	**1,951,875**	**1,821,750**	**1,821,750**	**1,821,750**	
	Gas Development Projects							
	Gas Development - Low Pressure	390,375	390,375	325,313	325,313	260,250	260,250	Rates
	Gas Development - High Pressure	520,500	520,500	455,438	455,438	455,438	455,438	Rates
	Line Extension	520,500	520,500	520,500	520,500	520,500	520,500	Rates
	Total Gas Development Projects	**1,431,375**	**1,431,375**	**1,301,251**	**1,301,251**	**1,236,188**	**1,236,188**	
	Total Gas Projects	**3,448,313**	**3,383,250**	**3,253,126**	**3,123,001**	**3,057,938**	**3,057,938**	**19,323,566**

City of Las Cruces
JU Wastewater, ICIP- Project Summary

Priority Ranking	Project Title	Funding Projections by Year						Funding Source
		2008	2009	2010	2011	2012	2013	
	Wastewater Rehabilitation Projects							
	Lift Station Renovations	650,625	1,041,000	910,875	260,250	260,250	260,250	Rates
	Forcemain Rehabilitation		130,125		260,250		260,250	Rates
	Line Rehabilitation - Extension	130,125	130,125	130,125	130,125	130,125	130,125	Rates/EGRT
	SCADA Rehabilitation	65,063						
	Line & Manhole Rehabilitation	520,500	520,500	390,375	390,375	390,375	390,375	Rates
	Street Utility Rehabilitation	1,301,250	1,301,250	1,301,250	1,301,250	1,301,250	1,301,250	Rates
	WWTP Rehabilitation	650,625	390,375	390,375	650,625	650,625	650,625	Rates
	Total Wastewater Rehab Projects	**3,318,188**	**3,513,375**	**3,123,000**	**2,992,875**	**2,732,625**	**2,992,875**	
	Wastewater Development Projects							
	Treatment Plant Expansion	14,797,616						Impact Fees
	New Interceptors	1,681,866	1,045,554	674,048	517,247	517,247	517,247	Impact Fees
	Lift Station Upgrade	528,500	594,563	198,188	330,313		594,563	Impact Fees
	SCADA installations	162,663						
	Subtotal CIP Projects	**17,170,645**	**1,640,117**	**872,236**	**847,560**	**517,247**	**1,111,810**	
	Septic Systems	264,250	264,250	528,500	528,500	528,500	528,500	EGRT/Grant
	WMIP System Improvements	1,557,000						COE/WMIP
	West Mesa Interceptor						3,375,000	Grant
	Water Reclamation Plant	9,605,054						EGRT/Grant
	Total Wastewater Development Projects	**28,596,949**	**1,904,367**	**1,400,736**	**1,376,060**	**1,045,747**	**5,015,310**	
	Total Wastewater Projects	**31,915,137**	**5,417,742**	**4,523,736**	**4,368,935**	**3,778,372**	**8,008,185**	**58,012,107**

City of Las Cruces
JU Water Rehab, ICIP- Project Summary

Priority Ranking	Project Title	Funding Projections by Year						Funding Source
		2008	2009	2010	2011	2012	2013	
	Water Rehabilitation Projects							
	Drill Replacement Wells	520,500	520,500	520,500	520,500	520,500	520,500	Rates
	Pump Station For Replacement Wells	559,538	559,538	559,538	559,538	559,538	559,538	Rates
	Rehab Pump/PRV	65,063	65,063	65,063	65,063	65,063	65,063	Rates
	Pump Station Rehabilitation		130,125		130,125		130,125	
	Reservoir Rehabilitation			390,375		390,375		Rates
	Line Rehabilitation - Extension	390,375	390,375	390,375	390,375	390,375	390,375	Rates
	SCADA Rehabilitation	52,050						
	Street Utility Rehabilitation	1,301,250	1,301,250	1,301,250	1,301,250	1,301,250	1,301,250	Rates
	Griggs Walnut Project	5,152,000						NMFA/EGRT
	Total Water Rehabilitation Projects	**8,040,776**	**2,966,851**	**3,227,101**	**2,966,851**	**3,227,101**	**2,966,851**	**23,395,531**

City of Las Cruces
JU Water Development, ICIP- Project Summary

Priority Ranking	Project Title	Funding Projections by Year						Funding Source
		2008	2009	2010	2011	2012	2013	
	Water Development Projects							
	East Mesa wellfield (Jornada)	1,030,500		1,030,500		1,030,500		Impact Fees
	East Mesa Wellfiled Pipeline	136,026	850,163		476,091		476,091	Impact Fees
	East Mesa Reservoir	1,932,188						Impact Fees
	Pump Station - East Mesa (Jornada)	644,063	1,288,125		1,288,125		1,288,125	Impact Fees
	Zone 1 Interconnect Phase B	1,236,188						Impact Fees
	West Mesa wellfield		1,041,000			1,041,000		Impact Fees
	Transmission Lines West Mesa	1,953,176	2,232,945	6,093,363	824,472		1,713,486	IF/Federal grant
	Pump Station (West Mesa)		650,625		1,301,350			Impact Fees
	Jornada South Reservoir	1,977,900						Impact Fees
	Jornada South transmission	3,057,938						Impact Fees
	Jornada South Pump Station	1,301,250						Impact Fees
	Telshor Reservoir		1,951,875					Impact Fees
	Transmission pipelines		247,238		1,305,414	1,305,414	1,305,414	Impact Fees
	North High Zone Transmission			1,040,870				Impact Fees
	North High Zone Reservoir			1,951,875				Impact Fees
	Pump Station Upgrade			130,125	130,125	130,125	130,125	Impact Fees
	Total Water Development Projects	**13,269,229**	**8,261,971**	**10,246,733**	**5,325,577**	**3,507,039**	**4,913,241**	
	Total Water Projects	**21,310,005**	**11,228,822**	**13,473,834**	**8,292,428**	**6,734,140**	**7,880,092**	**68,919,321**

Glossary

City of Las Cruces®
NEW MEXICO

Glossary of Budget Terms

Ad Valorem Tax	Tax based on the assessed valuation of property. (Also known as property tax)
Accrual	The City of Las Cruces utilizes a modified accrual system of accounting whereas obligations are classified as expenditures if the goods or services are expected to be received during the fiscal year whether or not a cash payment is expected to be made within that fiscal year.
Appropriation	Legal authorization granted by the City Council to make expenditures and incur obligations up to a specific dollar amount.
Assets	Economic resources of the City such as land, buildings, vehicles, cash etc. Under provincial accounting regulations, the Municipality writes off the cost of physical assets such as land holdings and buildings in the year of acquisition.
Attrition	A method of achieving a reduction in personnel by not refilling the positions vacated through resignation, reassignment, transfer, retirement, or means other than layoffs.
Audit	Prepared by an independent certified public accountant, or CPA, the primary objective of an audit is to determine if the City's Financial Statements fairly present the City's financial position.
Authorized Personnel (positions)	The total number of personnel (positions) authorized to be employed in a particular department/function at any given time during the fiscal year.
Balanced Budget	A budget in which estimated revenues equal estimated appropriations.
Beginning Balance	The beginning balance is comprised of residual funds brought forward from the previous fiscal year (ending balance).

Bond	Written promise to pay a specified sum of money, called the face or par value, at a specified date or dates in the future, called maturity date, together with periodic interest at a specified date.
Bond Rating	An evaluation of a bond issuer's credit quality and perceived ability to pay the principal and interest on time and in full. Two agencies regularly review city bonds and generate bond ratings - Moody's Investors Service and Standard and Poor's Ratings Group.
Budget	A financial plan for a specified period of time (fiscal year) that provides all planned revenues and expenditures for various municipal services.
Budget Calendar	The schedule of dates and events followed by City departments in the preparation, adoption, and administration of the budget.
Budget Hearing	A public meeting at which any citizen may appear and be heard regarding the increase, decrease or omission of any item in the proposed budget as presented in writing by the City Manager to the City Council.
Capital Funds	Resources derived from issuance of bonds for specific purposes, related federal project grants and participation from other agencies used to finance capital expenditures.
Capital Improvement Program (CIP)	All capital projects that are proposed to be undertaken during the next 5 fiscal years including estimated costs and funding sources.
Capital Outlay	A purchase which results in the addition to fixed assets (assets of a long-term nature which are intended to continue to be held or used beyond the current fiscal year and which may be eligible for depreciation), including real and tangible assets.
Capital Project	An improvement to City property.
City Manager's Budget	See Preliminary Budget

City Manager's Budget Message	The City Manager's memorandum to the Mayor and City Council summarizes the most important aspects of the budget, including changes from the current fiscal year, and the goals, themes and priorities that are encompassed within the City's budget.
Commodities	Consumable goods such as office supplies, repair and replacement parts, small tools and fuel, which are not of a capital nature.
Contingency	An appropriation of funds to cover unforeseen events that occur during the fiscal year, such as flood emergencies, federal mandates, shortfalls in revenue and similar eventualities.
Council-Manager Form of Government	An organizational structure in which the Mayor and City Council appoint an independent City Manager to be the chief operating officer of a local government. In practice, a City Council sets policies and the city manager is responsible for implementing those policies effectively and efficiently.
Debt	Total value of all outstanding debentures issued by the City. After deduction of the accumulated value of all sinking funds, represents the net debt of the City.
Debt Service	The City's obligation to pay the principal and interest of all bonds and other debt instruments according to a pre-determined payment schedule.
Department	A major administrative division of the City that indicates overall management responsibility for an operation or a group of related operations, or performance units, within a functional area.
Department Indicator	The unit of output or input which "drives" the amount of resources needed by the department. This unit determines the department's unit costs.
Depreciation	A decrease or loss of value of an item due to age, wear, or market conditions.
Developer Contribution	A funding source for certain capital improvement projects.

Discretionary Funds Funds for which there are no restrictions on the use of the fees or taxes collected.

Efficiency A relationship between the resource allocation (input) and the ultimate product or service delivered (output) for a particular activity. Usually expressed as "cost per service provided."

Encumbrance A reservation of funds to cover purchase orders, contracts or other funding commitments that are yet to be fulfilled. The budget basis of accounting considers an encumbrance to be the equivalent of an expenditure.

Enterprise Fund An Enterprise Fund is one or more self-supporting operating Centers established to provide goods or services to the public. These funds have operating budgets which are completely supported by the revenue generated from user fees and service charges. The rate schedules for these services are established to insure that revenues are adequate to meet all necessary expenditures. Enterprise funds in Las Cruces are established for services such as water and wastewater, sanitation/disposal, and other utilities.

Expenditures The outflow of funds paid or to be paid for an asset or services obtained regardless of when the expense is actually incurred.

Final Budget The Mayor and City Council-approved plan for the City's financial operations, which includes an estimate of expenditures and revenues for a given fiscal year.

Fiscal Agent The City's role pursuant to agreements with various agencies to handle their financial matters, such as preparing financial reports, paying their bills, preparing payroll checks for staff, etc. Each agency has its own respective board and pays the City an administrative fee.

Fiscal Year The time period designated by the City signifying the beginning and ending period for recording financial transactions. The City of Las Cruces has specified July 1 to June 30 as its fiscal year.

Fixed Assets	Assets of long-term character that are intended to continue to be held or used, such as land, building, machinery, furniture, and other equipment.
Full-Time Equivalent Position (FTE)	A position converted to the decimal equivalent of a full-time position based on 2,080 hours per year. For example, a part-time clerk working for 20 hours per week would be equivalent to one-half of a full-time position or 0.5 FTE.
Fund	A separate set of accounts that track revenues and expenditures and transfers of monies relating to the activities for which the fund has been isolated. Eight commonly used funds in public accounting are: capital project, debt service, enterprise, general, internal service, special assessment, special revenue, and trust and agency.
Fund Adjustment	Represents an adjustment made to appropriations for permanent full-time salaries and wages when a budgeted position is funded from more than one fund source, i.e., General and Federal Funds.
Fund Balance	Financial resources carried forward at the end of a fiscal year which have not been reserved or designated for a specific purpose such as working capital. These resources are considered "available" to finance future budgets.
General Fund	The largest fund of the City. The primary operating fund of most municipal governments, whereby operating expenses are supported by general governmental revenue sources such as property taxes, sales and other use taxes, licenses, and other financing sources. Typically, operating performance units included in the General Fund are not self-supporting, even though some of them generate revenue through user fees and service charges. Some basic operating services financed through the General Fund include: finance, libraries, parks, recreation, public safety and general administration.
General Obligation Bonds	Bonds which pledge the full faith and credit of the issuing government for payment and are voted on by the citizens.

Goal Statement	A short description of what the public can expect from the department in terms of its primary function and the reason this function is performed for the citizens. Goals are usually broad in scope and rarely change from year to year; however, objectives toward achieving goals may change annually.
Grant	A contribution by a government or other organization to support a particular function. Grants may be classified as either categorical or block depending upon the amount of discretion allowed by the grantee.
Indirect Costs	Costs that proprietary, enterprise, and internal service fund departments transfer to the General Fund for administrative services.
Infrastructure	Facilities that support the daily life and growth of the city, for example, roads, water lines, sewers, public buildings, parks and airports.
Interfund Transfers	Amounts transferred from one fund to another. These amounts are included in the budget of both funds. Therefore, the total budget for the City shows a higher figure than what is actually being spent by the City.
Internal Service Fund	A fund whose purpose is to isolate internal charges for services that are provided by some City departments to other departments during the course of daily operations.
Joint Utilities (JU)	The division of the City that provides utilities (water, wastewater, gas, and solid waste) to customers and maintains the existing systems.
Line Items	Line items refer to the specific accounts used to budget and record expenditures (i.e., personnel, supplies, capital, etc.).
Lodger's Tax	This fund is drawn from the fee charged to customers of local hotels and motels for the operations of the Convention and Visitor's Bureau. The fee is 5% of the room charge.

Measures	The tool, technique, or information needed to determine, demonstrate or substantiate that the department is meeting the desired outcomes and objectives.
Municipal Arterial Program (MAP)	State funded road construction program for municipalities administered by NMSHTD.
MUNIS	Financial management system. The new budgeting module that replaced the mainframe system for budgeting purposes.
Objective	Objectives are specific statements describing what is to be achieved toward accomplishment of a stated goal, including by how much, and within what time frame. Objectives should be results-oriented, rather than means or process oriented; they should be specific, rather than general; be measurable; include specific time limits; and relevant to the goals of the programs to which they relate.
Operating Budget	The portion of the budget that pertains to daily operations that provide basic governmental services. The operating budget contains appropriations for such expenditures as personnel, supplies, contractual services, and short term capital expenditures of a department. The City's operating budget is a compilation of all the departmental operating budgets.
Organization	A major division of our chart of accounts that denotes expenditures at a program level.
Outcomes	The performance standards by which the department will be evaluated. These are usually measured by the quality and quantity of performance expected for the proposed or existing activities.
Outputs	Quantifiable units that represent the products or services provided when performing an activity.
Overtime	Payments to employees eligible for additional compensation for services rendered after a regularly scheduled work period subject to the provisions of negotiated labor contracts and the Federal Fair Labor

	Standards Act.
Participants	Number of times people participated in the City's recreational facilities.
Performance Measures	Performance measures express the extent to which an activity or program meets an objective. More specifically, the performance measure documents the level or quality of a service output, in a context of a stated objective, by means of specified units of measure.
Personnel Services	Salaries and salary related costs of salaried and hourly employees.
Preliminary Budget	A balanced budget presented to the City Council by the city manager (sometimes referred to as the City Manager's Budget) based upon an earlier Trial Budget, City Council and community feedback and/or changing economic forecasts. Any City Council changes to the Preliminary Budget are incorporated into the final adopted budget.
Prior Year (PY)	Transactions that are posted in the current year for previous years. Contracts or commitments for service. Encumbrances from the previous year are carried into the next year's appropriation.
Program	A program is a group of interdependent, closely related services or activities that contribute to a common goal and common objectives. Ideally, a program should be clearly delineated, have a minimum amount of overlap with other programs, be end-product oriented, and lend itself to quantification.
Reappropriated Funds	Funds for contracts entered in a previous fiscal year but which have still in progress.
Reserves	An unappropriated source of funding that can be utilized to meet unexpected budgetary needs.
Resources	Sources of revenue by fund and sub-funds of the General Fund that represent the department's allocation for the current fiscal year.

Retired Senior Volunteer Program (RSVP)	As part of the Senior Citizens Department, this program places volunteers who are 55 years old and above in approximately 100 volunteer stations. It involves about 1,200 volunteers.
Revenue	The amount of projected income to be collected during the fiscal year. The amount of revenue appropriated is the amount approved by Council.
Revenue Bonds	Bonds whose principal and interest are payable exclusively from earnings of an Enterprise Fund.
Senate Memorial	A funding source for certain capital improvement projects using funds already appropriated.
Senior Companion Program (SCP)	A Senior Citizens Department program which uses the volunteer service 24 low-income, 60 year olds and above to provide companionship, light housekeeping, light cooking, etc., to frail elderly.
Special Revenue Fund	A fund used to account for receipts from revenue sources that have been earmarked for specific activities and related expenditures.
Strategic Plan	A tool used to improve performance in terms of direction and priorities of the City. The City of Las Cruces has designated seven areas as part of the Strategic Plan: Affordable Housing, Economic Development, Infrastructure, Natural Resources, Public Safety, Other Administrative Services, and Other Public Services.
Sub-Grantee	Outside agencies who are granted City funds to provide a particular service.
Subsidy	A grant by government to another government entity to assist in an enterprise deemed advantageous to the public.
Surplus	The amount of remaining funding from a budget appropriation after all liabilities have been paid.

Total Quality Management (TQM)	A management philosophy that uses teams comprised of all levels of employees to solve problems. It is a customer-oriented process which strives to continuously improve upon the existing organizational structure to better meet customer needs.
Transfers	Charges or credits used as follows: to credit a program for costs which are charged as overhead to special grants; to transfer proposed appropriations between funds in order to adjust the amounts derived from various sources for a multi-funded program rather than split each object and sub-object of expenditure; and to reimburse a program for services rendered where the reimbursement is calculated on a fee basis rather than for specific expenditures.
Volunteer Hours	Number of hours of service freely given by citizens to assist in the running of city projects to the benefit of the community.

Acronyms

ACOE	Army Corps of Engineers
ADA	Americans with Disabilities Act
AFIS	Automated Fingerprint Identification System
ARFF	Airport Rescue and Firefighting
ASCE	American Society of Civil Engineering
BCC	Branigan Cultural Center
BNSF	Burlington Northern and Santa Fe (railroad)
CAA	Community Action Agency
CAD	Computer Assisted Drafting
CAFR	Comprehensive Annual Financial Report
CAO	Chief Administrative Officer
CD	Community Development
CDBG	Community Development Block Grant
CHILE	Computers Helping in Library Expansion
CHDO	Community Housing Development Organization
CID	Criminal Investigation Division
CLC	City of Las Cruces
CO	Capital Outlay
COP	Community Oriented Policing
CNW	Citizens for Neighborhood Watch
CPI	Consumer Price Index

CPSC	Consumer Product Safety Commission
DAC	Doña Ana County
DARE	Drug Awareness Resistance Education
DEA	Drug Enforcement Agency
DFA	Department of Finance and Administration for the State of New Mexico
DWI	Driving While Intoxicated
EAP	Employee's Assistance Program
EEO	Equal Employment Opportunity
EGRT	Environmental Gross Receipts Tax
EID	Environmental Improvement Division
EMS	Emergency Medical Service
EPA	Environmental Protection Agency
ERT	Emergency Response Team
ETZ	Extra Territorial Zone
FAA	Federal Aviation Administration
FHWA	Federal Highway Administration
FMIS	Financial Management Information System
FTA	Federal Transit Administration
FY	Fiscal Year
GAAP	Generally Accepted Accounting Principles
GFAAG	General Fixed Asset Account Group
GF	General Fund
GFOA	Government Finance Officers Association

GIS	Grid Information System
GPCD	Gallons Consumed Per Capita Per Day
GRT	Gross Receipts Tax
HUD	Housing and Urban Development
HVAC	Heating Ventilation and Air Conditioning
ICIP	Infrastructure Capital Improvement Program
IMLS	Institute of Museum and Library Services
IPP	Industrial Pretreatment Plant
JHWWTP	Jake Hands Wastewater Treatment Plant
LAN	Local Area Network
LCMNH	Las Cruces Museum of Natural History
LTD	Long Term Disability
MIS	Management Information Systems
MMC	Memorial Medical Center
MPB	Municipal Planning Board
MPO	Metropolitan Planning Organization
MPRC	Mesilla Park Recreation Center
MRC	Meersheidt Recreation Center
MVEDA	Mesilla Valley Economic Development Agency
MVRDA	Mesilla Valley Regional Dispatch Authority
NADBank	North American Development Bank
NHM	Natural History Museum
NMFA	New Mexico Finance Authority

NMPRA	New Mexico Parks and Recreation Association
NMSHTD	New Mexico State Highway Transportation Department
NMSU	New Mexico State University
NPDES	National Pollutant Discharge Elimination System
O & M	Operating and Maintenance
OMB	Office of Management and Budget
PERA	Public Employee Retirement Association
PIO	Public Information Office
PO	Purchase Order
PQI	Pavement Quality Index
PR	Purchase Request
PT	Part-time
RFP	Request for Proposal
RGNGA	Rio Grande Natural Gas Association
ROW	Right of Way
SCADA	System Control and Data Acquisition
SCSWA	South Central Solid Waste Authority
SNMPC	Southern New Mexico Prevention Coalition Foundation
SOP	Standard Operating Procedures
STB	Severance Tax Bond
TBML	Thomas Branigan Memorial Library
THE	Transportation and Highway Enhancement

TPE	Transportation Program Enhancement
VAF	Vehicle Acquisition Fund
VITA	Volunteer Income Tax Assistance
WW	Wastewater
WWTP	Wastewater Treatment Plant

RESOLUTION NO. 07-359

A RESOLUTION ADOPTING THE MUNICIPAL BUDGET FOR FISCAL YEAR 2007/2008 FOR THE CITY OF LAS CRUCES, NEW MEXICO.

The City Council is informed that:

WHEREAS, The City of Las Cruces has prepared its Annual Budget for Fiscal Year 2007/2008, and

WHEREAS, the City Council has held a public hearing on the proposed Annual Budget as well as work sessions for discussion purposes.

NOW, THEREFORE, Be it resolved by the governing body of the City of Las Cruces:

(I)

THAT, the Annual Budget as set forth for the Fiscal Year 2007/2008 is hereby adopted and authorized to be the basis for submission of the "Municipal Budget and Report" to the Local Government Division of the Department of Finance and Administration for the State of New Mexico, as required by the Local Government Division Memorandum 63-43, and the New Mexico State Law, Section 6-6-2, NMSA 1978.

(II)

THAT, City staff and officials are authorized to make expenditures as outlined and provided in the 2007/2008 Annual Budget upon approval by the State of New Mexico.

(III)

THAT, the Fiscal Year 2007/2008 Annual Budget attached and marked Exhibit "A", is hereby directed to be in the custody of the City Clerk and available for public inspection.

DONE AND APPROVED this 21 day of May, 2007.

Mayor William Mattiace

ATTEST:

City Clerk
(SEAL)

Moved by: Archuleta

Seconded by: Frietze

VOTE:

Mayor Mattiace:	Aye
Councillor Frietze:	Aye
Councillor Connor:	Aye
Councillor Archuleta:	Aye
Councillor Trowbridge:	Aye
Councillor Jones:	Aye
Councillor Miyagishima:	Aye

APPROVED AS TO FORM:

City Attorney

City of Las Cruces®
PEOPLE HELPING PEOPLE

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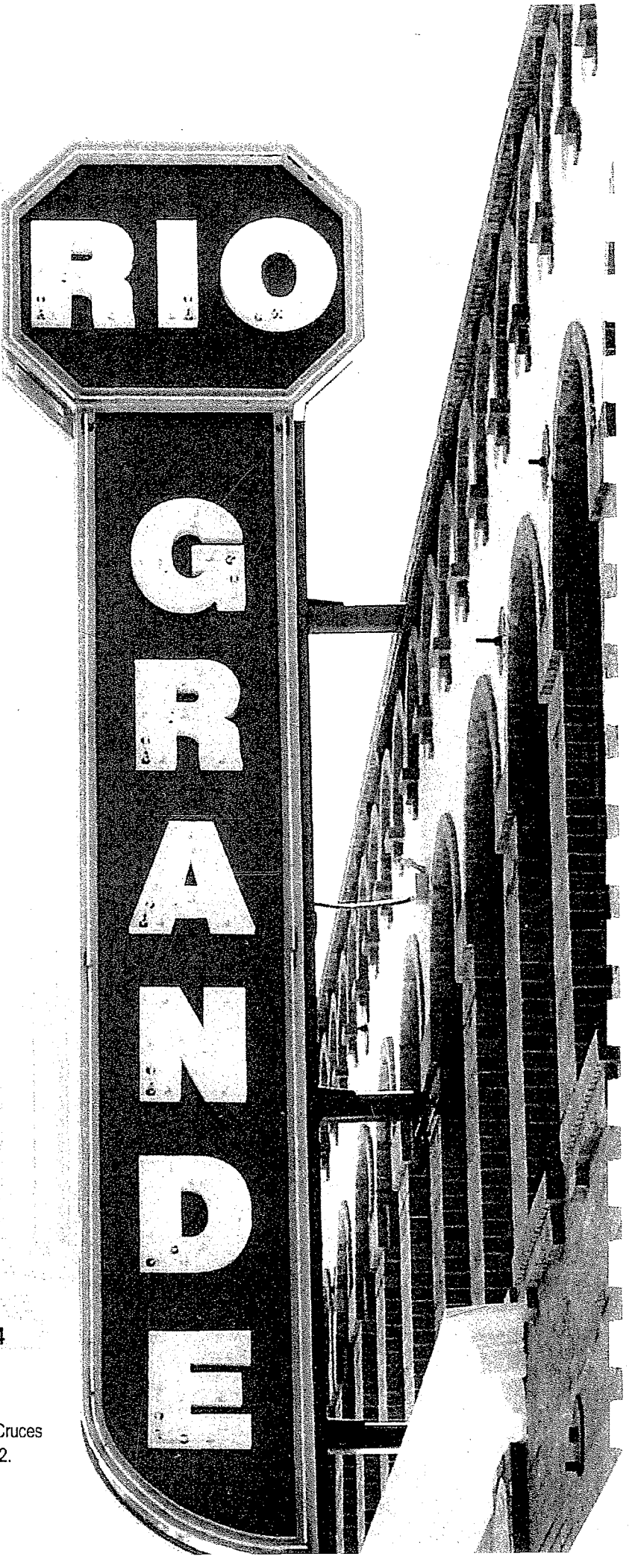

City of Las Cruces
Office of Management and Budget

P.O. Box 20000, Las Cruces, NM 88004
(505) 541-2300, www.las-cruces.org

This Fiscal Year 2007/2008 Budget Book can be made available in alternative formats by calling the City of Las Cruces Public Information Office at (505) 541-2200/TTY 541-2182.