

**CITY OF RIO RANCHO
GENERAL FUND SUMMARY**

	FY 2009 Actual	Adjustment	FY2010 Budget
Beginning Fund Balance	9,518,293	(5,907,705)	3,610,588
Revenues			
Property Tax	10,042,694	724,715	10,767,409
Gross Receipts Tax	23,529,711	2,471,613	26,001,324
Franchise Fees	2,975,551	272,824	3,248,375
Licenses and Permits	309,310	16,930	326,240
Grants	1,516,028	(819,508)	696,520
State Shared Taxes	315,295	(24,295)	291,000
General Government	1,509,471	107,794	1,617,265
Public Safety	1,912,199	157,801	2,070,000
Culture and Recreation	1,015,040	(39,032)	976,008
Fines and Forfeitures	1,132,316	151,427	1,283,743
Other Miscellaneous Revenue	2,285,423	372,875	2,658,298
Total Revenues	<u>46,543,038</u>	<u>3,393,144</u>	<u>49,936,182</u>
Other Financing Sources			
Transfer In	1,560,211	(132,041)	1,428,170
Total	<u>57,621,542</u>	<u>(2,646,602)</u>	<u>54,974,940</u>
Expenditures			
Personal Services	41,310,666	(2,268,910)	39,041,756
Materials and Services	11,167,588	108,818	11,276,406
Capital Outlay	192,136	(105,636)	86,500
Total Expenditures	<u>52,670,390</u>	<u>(2,265,728)</u>	<u>50,404,662</u>
Other Financing Sources			
Transfer Out	1,340,564	(970,675)	369,889
Ending Fund Balance			
Unreserved	-	0	0
Reserved	3,610,588	589,801	4,200,389
Total Ending Fund Balance	<u>3,610,588</u>	<u>589,801</u>	<u>4,200,389</u>
Total	<u>57,621,542</u>	<u>(2,646,602)</u>	<u>54,974,940</u>

GENERAL FUND

Revenue Detail

	FY 07	FY 08	FY 09	FY 10	Variance	% Change
	Actual	Actual	Actual	Adopted	FY10 - FY09	FY10/FY09
					Increase	Increase
					(Decrease)	(Decrease)
Balances and Reserves						
Beginning Balances	\$ 12,364,810	\$ 12,913,295	\$ 8,390,351	\$ 3,610,588	(4,779,763)	-57%
Taxes						
Property Tax	7,402,161	8,920,605	10,042,694	10,812,125	769,431	8%
Gross Receipts	32,997,897	28,087,910	23,529,711	26,001,324	2,471,613	11%
Franchise Fees	2,638,958	2,737,694	2,975,551	3,248,375	272,824	9%
Total Taxes	43,039,016	39,746,209	36,547,956	40,061,824	3,513,868	10%
Licenses and Permits	375,558	362,924	309,309	326,240	16,931	5%
Intergovernmental						
Federal Grants	1,085,652	1,245,179	1,470,118	695,520	(774,598)	-53%
State Grants	306,710	72,331	45,911	-	(45,911)	-100%
County Grants	-	120,778	-	1,000	1,000	0%
State Shared Taxes	277,941	330,293	315,295	291,000	(24,295)	-8%
Total Intergovernmental	1,670,303	1,768,581	1,831,324	987,520	(843,804)	-46%
Charge for Services						
General Government	2,917,472	2,274,132	1,509,472	1,617,265	107,793	7%
Public Safety	1,621,581	2,016,317	1,912,199	2,070,000	157,801	8%
Cultural/Recreation	723,387	815,113	1,015,040	976,008	(39,032)	-4%
Total Charge for Services	5,262,440	5,105,562	4,436,711	4,663,273	226,562	5%
Fines and Forfeitures	1,068,407	1,087,997	1,132,317	1,283,743	151,426	13%
Miscellaneous						
Interest Income	706,532	656,900	55,470	60,000	4,530	8%
Rents and Royalties	15,758	39,928	11,905	16,000	4,095	34%
Contributions/Donations	-	-	6,600	-	(6,600)	0%
Reimbursements	1,205,170	1,697,171	1,951,353	2,447,782	496,429	25%
Other Miscellaneous	98,901	112,018	260,096	89,800	(170,296)	-65%
Total Miscellaneous Revenue	2,026,361	2,506,017	2,285,424	2,613,582	328,158	14%
Other Sources						
Interfund Operating Transfer	362,794	152,651	1,560,211	1,428,170	(132,041)	-8%
Total General Fund	\$ 66,169,689	\$ 63,643,236	\$ 56,493,603	\$ 54,974,940	(1,518,663)	-3%

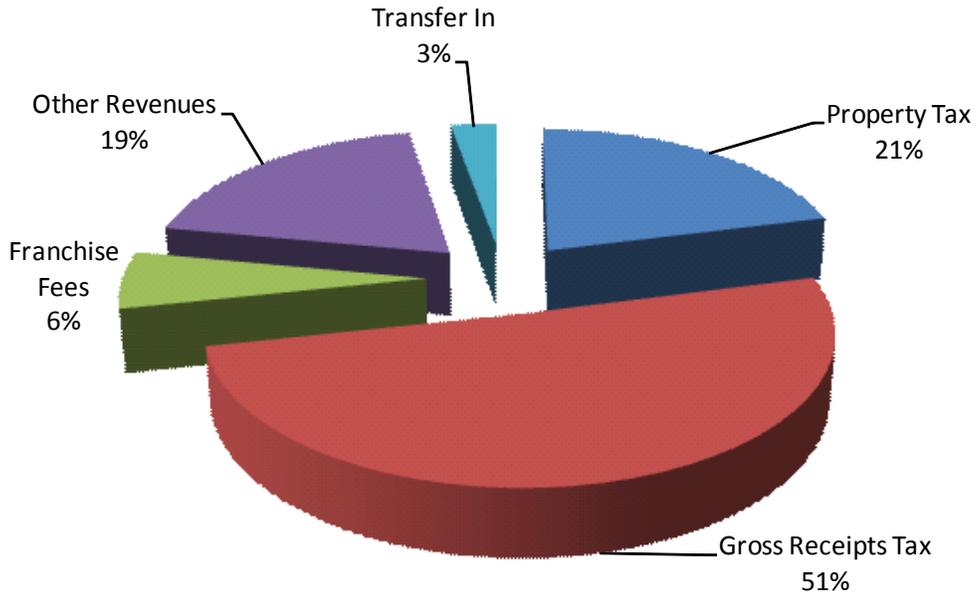
GENERAL FUND
Expenditures by Object

	FY 07	FY 08	FY 09	FY 10	Variance	% Change
	Actual	Actual	Actual	Adopted	FY09 - FY10	FY10/FY09
					Increase	Increase
					(Decrease)	(Decrease)
Operating Expenditures						
<i>Personal Services</i>						
Wages & Salaries	\$ 22,394,982	\$ 26,260,654	\$ 29,711,419	\$ 27,202,249	\$ (2,509,170)	-8%
Fringe Benefits	8,404,042	11,175,611	11,598,068	11,839,507	241,439	2%
Total Personal Services	30,799,024	37,436,265	41,309,487	39,041,756	(2,267,731)	-5%
<i>Materials & Services</i>						
Professional Services	631,616	990,680	1,021,349	830,616	(190,733)	-19%
Contracts and Other Services	2,091,808	2,648,048	2,435,378	2,442,905	7,527	0%
Programs	53,006	29,789	10,767	18,254	7,487	70%
Advertising	92,572	74,942	58,726	67,444	8,718	15%
Membership/Subscriptions	122,285	139,315	180,593	178,440	(2,153)	-1%
Conference, Travel & Training	281,043	310,206	145,856	149,340	3,484	2%
Postage	63,444	63,155	81,250	77,691	(3,559)	-4%
Repair & Maintenance	813,999	867,414	825,192	1,013,880	188,688	23%
Fleet Maintenance	567,421	695,423	690,437	748,750	58,313	8%
Gas & Oil	714,898	1,009,789	856,046	748,148	(107,898)	-13%
Utilities (1)	1,323,968	1,711,572	2,050,524	2,310,172	259,648	13%
Communications (2)	179,859	211,986	211,394	235,741	24,347	12%
Supplies	1,139,575	1,241,796	1,207,720	1,356,632	148,912	12%
Minor Furniture & Equipment	691,251	905,729	272,816	138,775	(134,041)	-49%
Other Costs	501,616	808,845	583,644	959,618	375,974	64%
Total Material & Services	9,268,361	11,708,689	10,631,692	11,276,406	644,714	6%
Total Operating Expenditures	40,067,385	49,144,954	51,941,179	50,318,162	(1,623,017)	-3%
Capital Outlay						
Capital Projects-Infrastructure	285,574	415,990	21,244	50,000	28,756	135%
Vehicles & Heavy Equipment	302,878	26,315	120,000	-	(120,000)	0%
Major Furniture & Equipment	141,389	190,512	50,892	36,500	(14,392)	-28%
Total Capital Outlay	729,841	632,817	192,136	86,500	(105,636)	-55%
Other Uses						
Transfers	12,648,354	5,969,231	1,340,564	369,889	(970,675)	-72%
Balances & Reserves	6,833,811	6,681,827	4,711,178	4,200,389	(510,789)	-11%
Total Other Uses	19,482,165	12,651,058	6,051,742	4,570,278	(1,481,464)	-24%
Total Expenditures	\$ 60,279,391	\$ 62,428,829	\$ 58,185,057	\$ 54,974,940	\$ (3,210,117)	-6%

(1) Includes: Telephone services, Water, Wastewater, Gas & Electric services

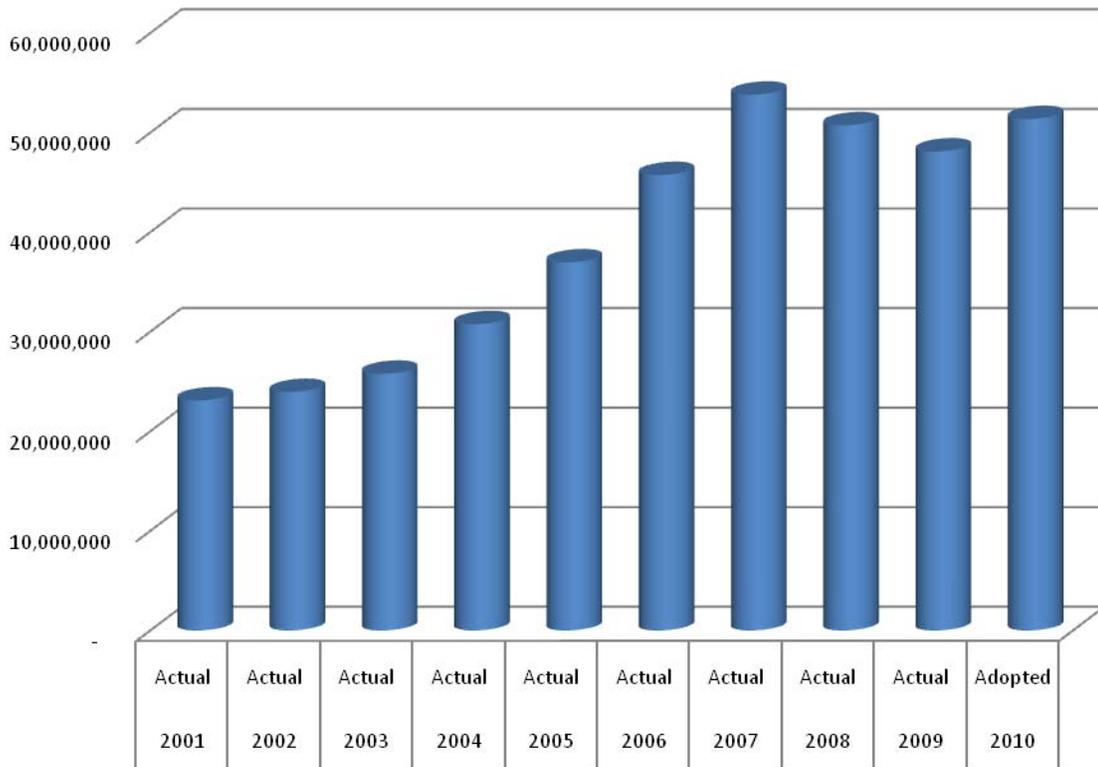
(2) Includes: Long Distance Telephone, Cellular Phone services & Pagers

**FISCAL YEAR 2010
GENERAL FUND
Revenue Budget by Category**

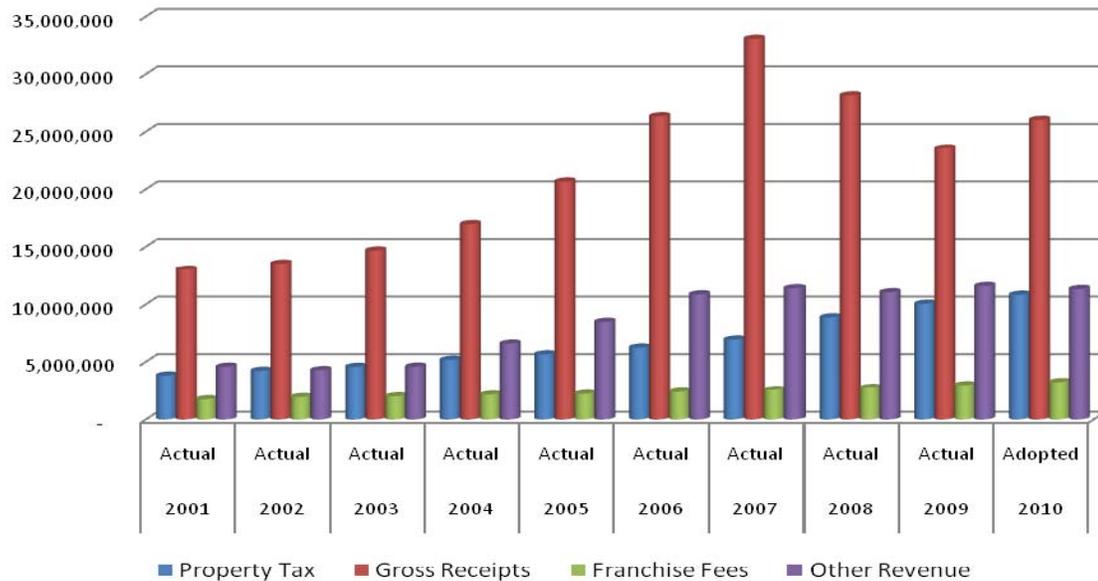


Property Tax	10,812,125
Gross Receipts Tax	26,001,324
Franchise Fees	3,248,375
Other Revenues	9,874,358
Transfer In	1,428,170
Total Revenue	<u>\$ 51,364,352</u>

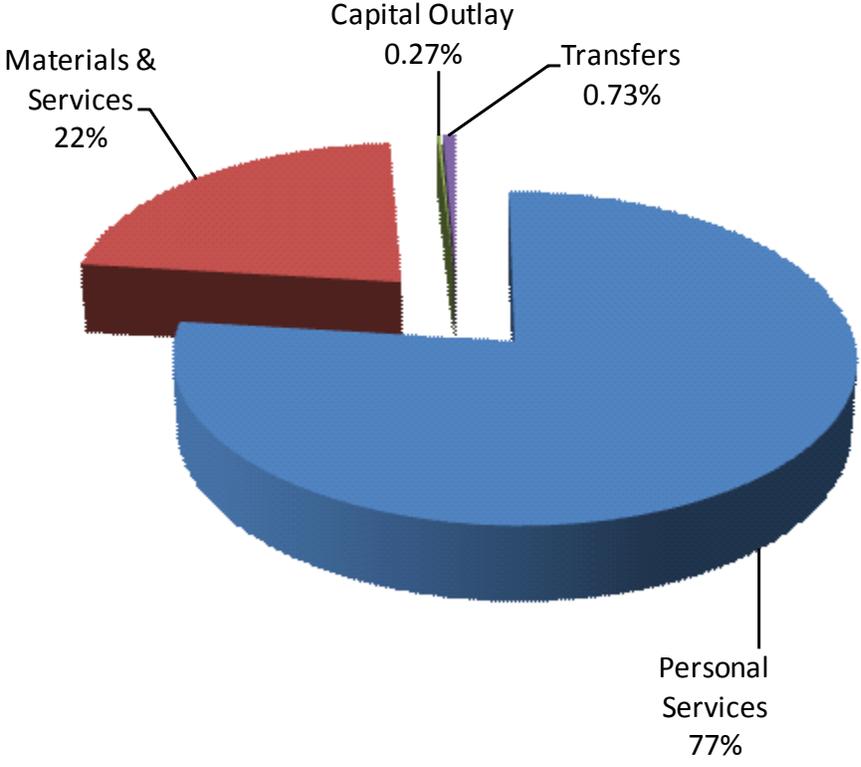
General Fund Total Revenues



Revenues by Category

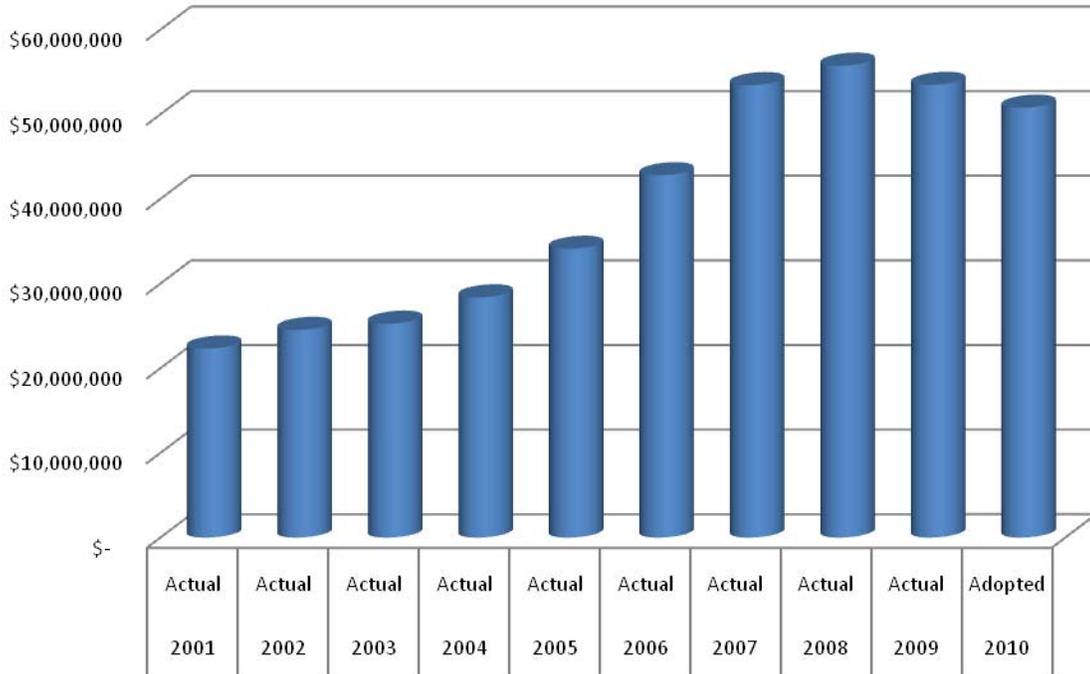


**FISCAL YEAR 2010
GENERAL FUND
Expenditure Budget by Category**

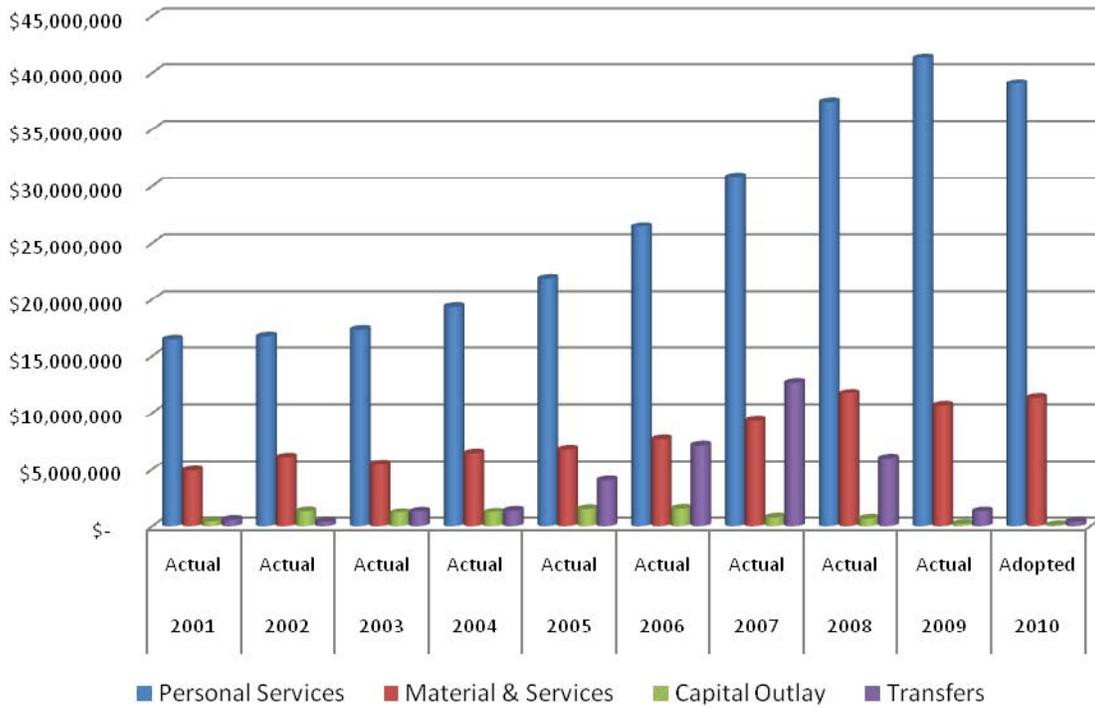


Personal Services	\$ 39,041,756
Materials & Services	\$ 11,276,406
Capital Outlay	\$ 86,500
Transfers	\$ 369,889
Total Expenditures	<u>\$ 50,774,551</u>

General Fund Total Expenditures



Expenditures by Category



GENERAL FUND REVENUES

The General Fund provides the principal funding for local government operations. Most of the General Fund revenues come from three principle sources: gross receipts taxes (GRT), property taxes, and franchise fees. The balance comes from a variety of other sources such as licenses and permits, grants, state shared taxes, general government, public safety revenues, and transfers from previous year fund balances.

Gross Receipts Tax

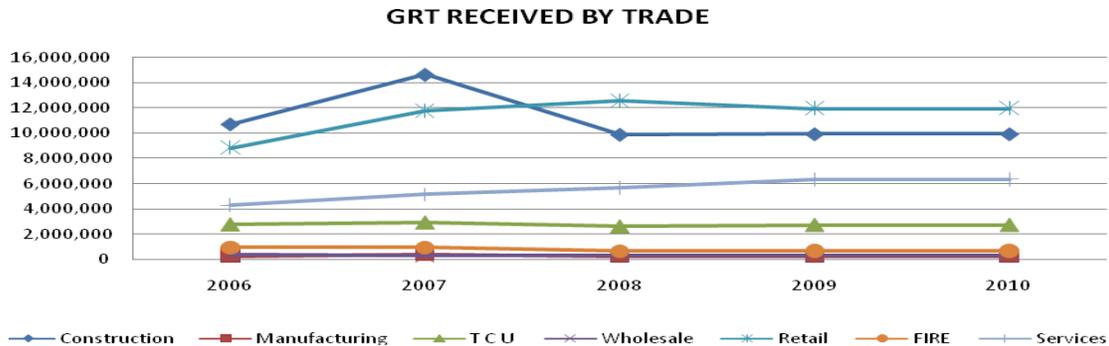
Gross receipts tax (GRT) revenue is very sensitive to the performance of the local economy, which can create revenue problems. During the early 1990's, the annual growth of GRT revenues was over 20% per year. However; in the late 1990's this growth slowed to about 5% per year due to the loss of retail trade to Albuquerque. Construction GRT revenues were extremely strong in FY 2006 and FY 2007 primarily related to increased construction activity.

CITY OF RIO RANCHO, NM						
GROSS RECEIPT TAXES RECEIVED BY TYPE OF TRADE						
Last Five Fiscal Years						
	Actual				Projected	10/09
	2006	2007	2008	2009	2010	Change
Construction	\$ 10,712,732	\$ 14,649,571	\$ 9,884,916	\$ 9,926,403	\$ 9,926,403	0.00%
	40.90%	44.40%	35.19%	34.74%	34.74%	
Manufacturing	274,193	417,349	299,400	287,492	287,492	0.00%
	1.05%	1.26%	1.07%	1.01%	1.01%	
T C U	2,781,520	2,931,265	2,622,902	2,738,200	2,738,200	0.00%
	10.62%	8.88%	9.34%	9.58%	9.58%	
Wholesale	372,193	317,612	319,455	307,787	307,787	0.00%
	1.42%	0.96%	1.14%	1.08%	1.08%	
Retail	8,832,693	11,757,514	12,552,014	11,939,796	11,939,796	0.00%
	33.72%	35.63%	44.69%	41.78%	41.78%	
FIRE	935,728	940,101	655,892	681,269	681,269	0.00%
	3.57%	2.85%	2.34%	2.38%	2.38%	
Services	4,283,611	5,120,893	5,678,187	6,321,783	6,321,783	0.00%
	16.35%	15.52%	20.22%	22.12%	22.12%	
Others/Adjust.	(2,000,486)	(3,136,407)	(3,924,856)	(3,627,296)	(3,627,296)	0.00%
	-7.64%	-9.50%	-13.97%	-12.69%	-12.69%	
Total	26,192,184	32,997,898	28,087,910	28,575,434	28,575,434	0.00%
	100.00%	100.00%	100.00%	100.00%	100.00%	

FIRE: Financial institutions and real estate; T C U: Transportation, Communication and Utility.

Source: State of New Mexico, Department of Taxation and Revenue; Prepared by: City of Rio Rancho Department of Finance Services

The following table is a breakdown of Gross Receipts Taxes received by type of trade.

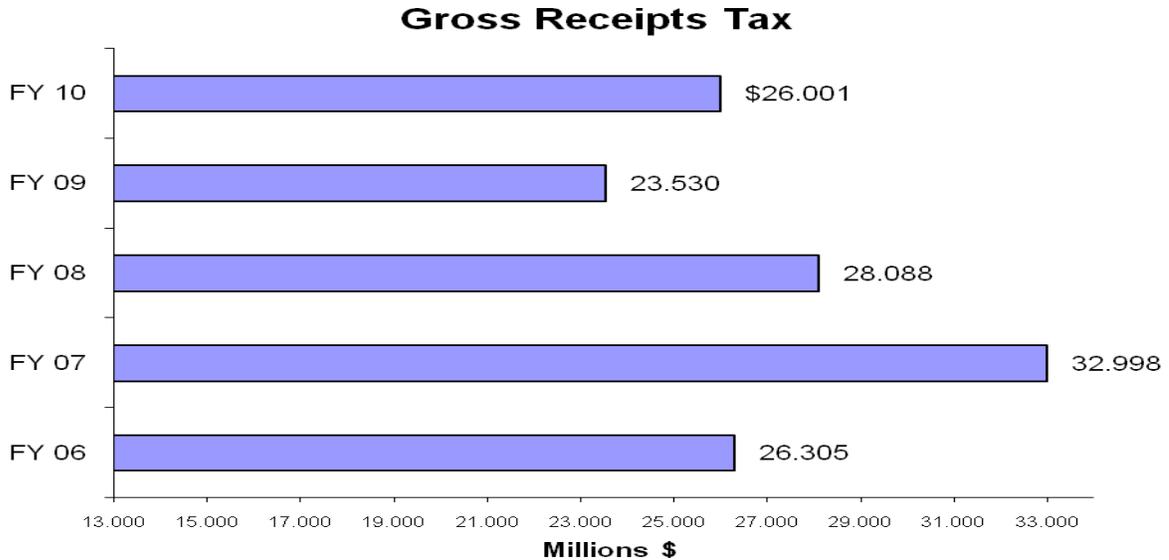


The following table shows the total taxable reported and taxable retail gross receipts reported in Rio Rancho, Albuquerque, and New Mexico. In 2005 the State of New Mexico enacted law that removed gross receipts tax from food and medical services. In doing so, the State of New Mexico held cities harmless against gross receipts revenue loss as a result of the new legislation. The taxable retail gross receipts reported in this table include food and medical services.

TOTAL GRT TAXABLE AND TAXABLE RETAIL (000s) PERCENTAGE RETAIL OVER TOTAL GRT TAXABLE									
FY	Rio Rancho			Albuquerque			New Mexico		
	Total	Retail		Total	Retail		Total	Retail	
2003	597,391	224,339	38%	N/A	N/A		35,935,807	13,131,067	37%
2004	674,797	216,072	32%	N/A	N/A		38,401,816	12,118,079	32%
2005	844,433	232,786	28%	12,692,867	4,112,286	32%	42,033,856	12,570,490	30%
2006	1,222,214	275,093	23%	13,234,465	3,999,286	30%	46,727,076	11,842,129	25%
2007	1,140,667	290,236	25%	13,983,767	4,298,358	31%	49,440,668	12,837,973	26%
2008	1,093,684	285,607	26%	13,949,723	4,438,891	32%	50,010,224	13,109,663	26%

Source: State of New Mexico, Taxation & Revenue Department; Prepared by: City of Rio Rancho Department of Finance Services

The City's **Gross Receipts Tax (GRT)** revenues are derived from local options imposed by ordinance and state-shared distributions. The GRT is the most important revenue source for the City comprising of 45 percent of total General Fund revenues. As the chart indicates, construction activity and revenue was extremely strong in FY07.



NEW MEXICO GROSS RECEIPTS TAX RATE							
		N.M.G.R.T.		Total	MUNICIPAL G.R.T.		Total G.R. Tax
		To Rio Rancho	To State		Sandoval County	Rio Rancho	
7/1/1982	(1)	1.35%	2.15%	3.50%		0.50%	4.00%
7/1/1983	(2)	1.35%	2.40%	3.75%		0.75%	4.50%
7/1/1984		1.35%	2.40%	3.75%	0.125%	0.75%	4.625%
7/1/1985	(3)	1.35%	2.40%	3.75%	0.125%	1.00%	4.875%
7/1/1985	(3)	1.35%	2.40%	3.75%	0.125%	1.50%	5.375%
7/1/1990	(4)	1.35%	3.15%	4.50%	0.125%	1.50%	6.125%
1/1/1991	(5)	1.35%	3.15%	4.50%	0.250%	1.50%	6.25%
7/1/1991	(3)	1.35%	3.15%	4.50%	0.250%	1.25%	6.00%
1/1/1992	(6)	1.35%	3.15%	4.50%	0.250%	1.4375%	6.1875%
8/1/1992	(7)	1.225%	3.275%	4.50%	0.250%	1.4375%	6.1875%
1/1/2005	(8)	1.225%	3.775%	5.00%	0.250%	1.4375%	6.6875%
7/1/2008	(9)	1.225%	3.775%	5.00%	0.250%	1.6875%	6.9375%
7/1/2009	(10)	1.225%	3.900%	5.13 %	0.250%	1.6875%	7.0625%

Note: Rio Rancho incorporated as a City on September 6, 1980, but it was not "officially" incorporated for tax distribution purposes until March, 1981. On 1/81 the State of New Mexico lowered the state-wide gross receipts tax rate from 3.75% to 3.50%. This allowed municipalities to add 3/4% of 1% additional 1/4% increments. This 3/4% of 1% additional is known as the "Municipal Gross Receipts Tax."

- (1) City of Rio Rancho enacted two 1/4% increments (i.e. 1/2 of 1%) on July 1, 1982.
- (2) Effective July 1, 1982, the N.M. Gross Receipts Tax was increased 3.75% from 3.5%. The City imposed an increment of 1/4% on July 1, 1983. Receipts of additional 1/4% commenced approximately September 10, 1983.
- (3) Allowable municipal rate increased to 1 1/4%, and a Special Municipal Gross Receipts Tax was authorized. The Special Municipal Gross Receipts Tax now deemed to be an imposition of a Municipal Gross Receipts Tax by Section 7-19A-3 (G) NMSA 1978. The authority to impose the Special Municipal Gross Receipts Tax of 1/4% expired on 6-30-91, except for municipalities who have issued bonds secured by such tax, which Rio Rancho had not done.
- (4) The State rate was increased to 4.5% to fund salary increases for teachers and to fund environment issues.
- (5) The County increased its rate by .125% for the Indigent Fund.
- (6) The City of Rio Rancho increased its rate by 3/16%: 1/16% for environmental, and 2/16% for infrastructure.
- (7) The State reduced the amount to cities from the N.M. Gross Receipts Tax by 1/8% effective August 1, 1992.
- (8) The State removed the tax on certain food items and medical services, and removed the .50% credit to municipalities.
- (9) The City of Rio Rancho increased its rate by 1/4% for acquisition, construction, renovation or improvement of facilities of higher public education.
- (10) Sandoval County joined with voters from Bernalillo and Valencia counties in approving a 1/8 of a cent GRT increase to help fund the Rail Runner Express and bus transit services in the area.

Property Tax

Property taxes are a large source of General Fund revenue and generated over \$9.9 million in FY 2009. Residential and non-residential properties in Rio Rancho are valued at over \$2,228 million. The City's General Fund only receives a portion of the total property tax revenues based on the residential and the non-residential mill levy reserved for local government operations. The remaining property tax revenues are apportioned to the county, the school district, and debt service funds. The City has the option to increase property taxes through the creation of a General Obligation (G.O.) bonding cycle to fund high priority capital improvements projects. Residential property tax valuations are continuing to increase while non-residential property taxes decrease due to personal property depreciation.

Tax Base

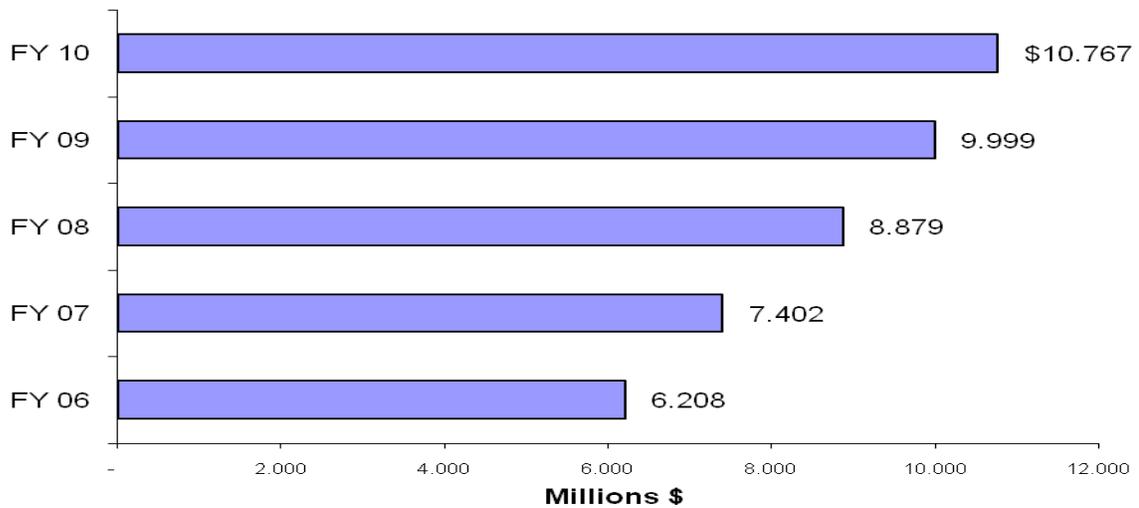
Assessed Valuation of property within the City is calculated as follows: Of the total estimated actual valuation of all taxable property in the City, 33 1/3% is legally subject to ad valorem taxes. After deduction of certain personal exemptions, the 2008 Assessed Valuation is \$2,094,127,810. The actual value of personal property within the City (see "Assessments" below) is determined by the County Assessor. The actual value of certain corporate property within the City (see "Centrally Assessed" below) is determined by the State of New Mexico, Taxation and Revenue Department, Property Tax Division. The analysis of Assessed Valuation follows:

RESIDENTIAL AND NON-RESIDENTIAL VALUATIONS				
	Tax Year 2005	Tax Year 2006	Tax Year 2007	Tax Year 2008
Rio Rancho/Sandoval				
Residential	\$ 834,598,623	\$ 1,021,116,289	\$ 1,314,202,433	\$ 1,503,000,052
Non-Residential	203,812,017	228,582,245	526,077,885	591,127,758
Total Sandoval	\$ 1,038,410,640	\$ 1,249,698,534	\$ 1,840,280,318	\$ 2,094,127,810
Rio Rancho/Bernalillo				
Residential	-	-	-	-
Non-Residential	\$ 6,853,038	\$ 6,902,342	\$ 8,318,585	\$ 8,561,309
Total Bernalillo	\$ 6,853,038	\$ 6,902,342	\$ 8,318,585	\$ 8,561,309
Total Valuation	\$ 1,045,263,678	\$ 1,256,600,876	\$ 1,848,598,903	\$ 2,102,689,119

Source: County Treasure Office (Sandoval and Bernalillo); Prepared by: City of Rio Rancho Department of Finance Services

As depicted below, this revenue source continues to increase as the valuation of real property in the City increases.

Property Tax Revenues



Tax Rates

The following table summarizes the tax levy on residential property for 2000-2008.

PROPERTY TAX RATES DIRECT AND OVERLAPPING GOVERNMENTS (Residential)								
Tax Year	City of Rio Rancho			Overlapping Rates				Total
	General Fund	Debt Service Fund	Total	State	County	School District	Central NM Comm. College	
2000	5.816	1.140	6.956	1.529	5.516	10.735	2.989	27.725
2001	5.917	1.140	7.057	1.765	5.620	10.762	3.008	28.212
2002	5.983	2.000	7.983	1.123	5.713	10.750	3.008	28.577
2003	6.227	2.074	8.301	1.520	5.759	10.758	3.011	29.349
2004	6.300	2.067	8.367	1.028	6.940	10.760	3.019	30.114
2005	6.286	2.067	8.353	1.234	6.384	10.756	3.038	29.765
2006	6.138	1.826	7.964	1.291	6.271	10.704	3.027	29.257
2007	5.914	2.060	7.974	1.221	5.800	10.624	2.992	28.611
2008	5.847	2.060	7.907	1.250	5.368	10.899	2.990	28.414

Rate per \$1,000 of assessed value

Source: State of New Mexico Department of Finance and Administration; Prepared by: City of Rio Rancho Department of Financial Services

History of Assessed Valuation

The following is a seven-year history of assessed valuation for the City of Rio Rancho and Sandoval County.

Tax Year	City of Rio Rancho	Percentage Change	Sandoval County	Percentage Change
2008	\$ 2,094,127,810	13.79%	\$ 3,244,344,944	13.05%
2007	1,840,280,318	47.26%	2,869,720,531	37.46%
2006	1,249,698,534	20.35%	2,087,630,700	16.23%
2005	1,038,410,640	12.93%	1,796,081,781	13.03%
2004	919,484,245	7.13%	1,589,098,941	5.46%
2003	858,249,709	5.76%	1,506,824,794	5.69%
2002	811,480,163		1,425,698,630	

Source: State of New Mexico, Taxation & Revenue Department

Prepared by: City of Rio Rancho Department of Financial Services

Major Taxpayers:

The seven largest taxpayers have a combined assessed valuation of \$201,511,211, which represents 10.95% of the 2007 Assessed Valuation. Property taxes are current for these taxpayers. This table is useful in assessing the concentration risk of the tax base.

PRINCIPAL PROPERTY TAX PAYERS			
Taxpayer	Business	2007 Taxable Assessed Value	% of Total
PNM Service Company of NM	Electric Utility	\$ 58,046,311	3.15%
Mid-America Pipeline Co.	Construction	46,423,688	2.52%
Arrowhead Ridge Apartments	Real Estate	23,294,282	1.27%
Mid-America Pipeline Co.	Construction	22,111,626	1.20%
Qwest	Communications	18,680,877	1.02%
Wal-Mart Stores	Retail	16,814,281	0.91%
LaFarge Southwest, Inc.	Construction	16,140,156	0.88%
Total		\$ 201,511,221	10.95%

Source: Sandoval County Assessor's and Treasurer's Office; Prepared by: City of Rio Rancho Department of Financial Services

Tax Collections

General (ad valorem) taxes for all units of government are collected by the County Treasurer and distributed monthly to the various political subdivisions to which they are due.

Property taxes are due in two installments. The first half installment is due on November 10 and becomes delinquent on December 10. The second half installment is due on April 10 and becomes delinquent on May 10. Collection statistics for all political subdivisions for which each county treasurer collects taxes are as follows:

PROPERTY TAX LEVIES AND COLLECTIONS CITY OF RIO RANCHO, NM Last Five Fiscal Years								
Fiscal Year	Collected within the Fiscal Year of the Levy			Delinquent Tax Collection (A)	Total Tax Collection	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Outstanding Delinquent Taxes to Total Tax Levy
	Taxes Levied for the Fiscal Year (A)	Amount (A)	Percentage					
2003	6,935,320	6,868,363	99%	46,857	6,915,220	100%	20,101	0%
2004	7,558,650	7,299,238	97%	191,081	7,490,320	99%	68,330	1%
2005	8,454,578	8,135,231	96%	231,028	8,366,259	99%	319,348	4%
2006	9,679,603	9,297,367	96%	-	9,297,367	96%	382,236	4%
2007	12,896,884	12,231,289	95%	-	12,231,289	95%	665,595	5%

Source: Sandoval County Treasurer's Office; Prepared by: City of Rio Rancho Department of Financial Services

(A) - Subject to change each day due to additions and deletions of levied and collected amounts.

Interest on Delinquent Taxes

Pursuant to Section 7-38-49, NMSA 1978, if property taxes are not paid for any reason within 30 days after the date they are due, interest on the unpaid taxes shall accrue from the 30th day after they are due until the date they are paid. Interest accrues at the rate of one percent per month or any fraction of a month.

Penalty for Delinquent Taxes.

Pursuant to Section 7-38-50, NMSA 1978, if property taxes become delinquent, a penalty of one percent of the delinquent tax for each month, or any portion of a month, they remain unpaid must be imposed, but the total penalty shall not exceed five percent of the delinquent taxes. The minimum penalty imposed is \$5.00. A county can suspend application of the minimum penalty

requirement for any tax year. If property taxes become delinquent because of intent to defraud by the property owner, 50 percent of the property tax due or \$50.00, whichever is greater, shall be added as a penalty.

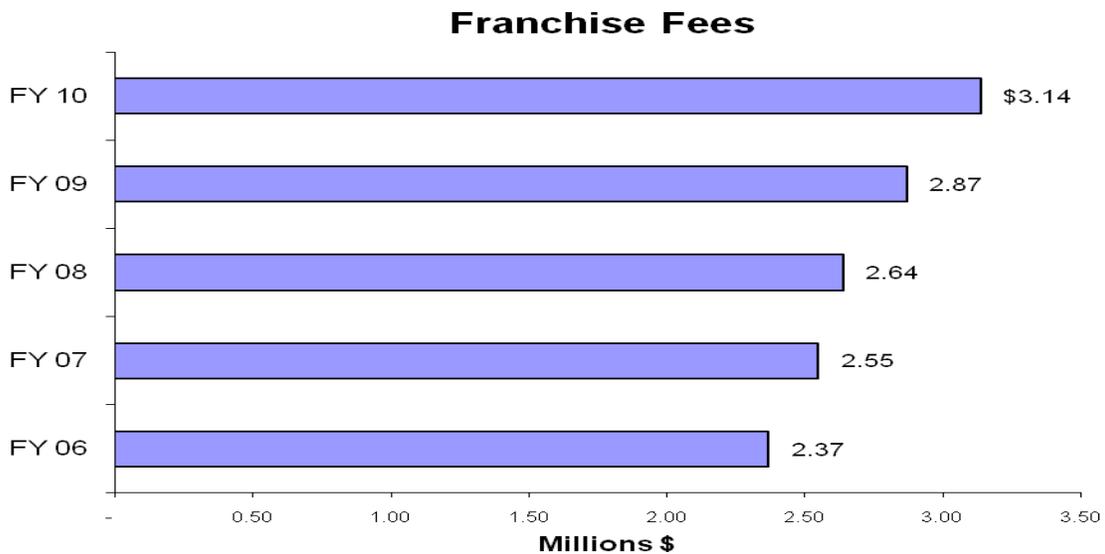
Remedies Available for Non-Payment of Taxes

Pursuant to Section 7-38-47, NMSA 1978, property taxes are the personal obligation of the person owning the property on the date in which the property was subject to valuation for property taxation purposes. A personal judgment may be rendered against the taxpayer for payment of taxes that are delinquent, together with any penalty and interest on the delinquent taxes.

Taxes on real property are a lien against the real property. Pursuant to Section 7-38-65, NMSA 1978, delinquent taxes on real property may be collected by selling the real property on which taxes are delinquent.

Franchise Fees

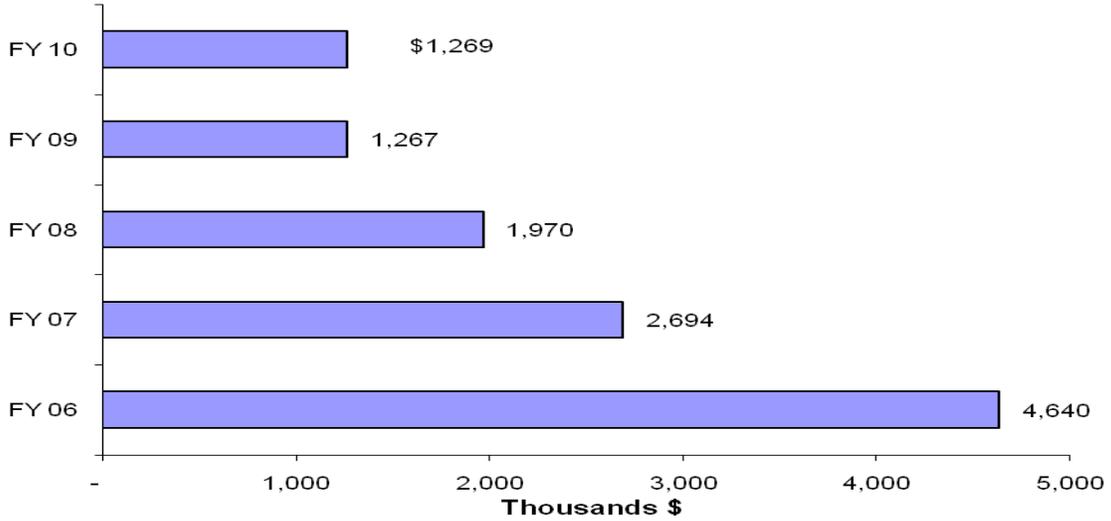
Franchise fees represent the third largest category of revenues in the General Fund, with over \$2.97 million in fees received in FY2009. These fees are assessed on providers of waste collection, cable TV, water and wastewater, electricity, natural gas, and telephone service, with PNM Electric accounting for 41.1% of total franchise revenues. Trends for electric, gas, and water Franchise Fees are affected by changes in weather. For FY10 are estimated to increase by 9.2 %.



City Development Revenue

This is an important component of General Fund revenues due to the City's housing growth. As depicted in the table, the high volume of construction activity dramatically increased revenues of FY06 and slowed beginning in FY07.

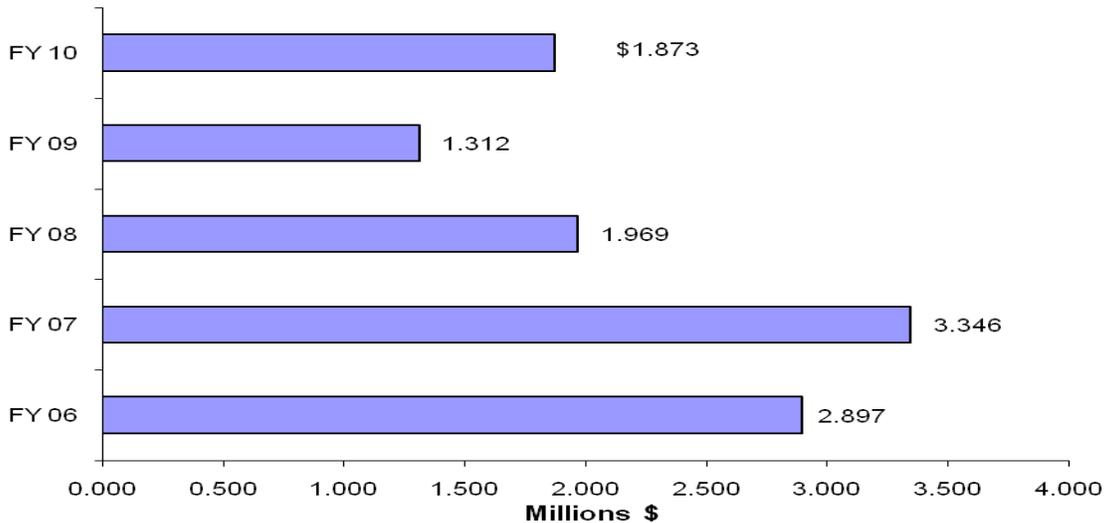
City Development Revenue



Impact Fees

Impact fees are classified as Special Funds and are an important source of funding for capital improvements. The City adopted an impact fee ordinance in 1995 in accordance with the state enabling legislation on impact fees. The legislation required that impact fees be assessed on new development for specified categories of infrastructure in order to pay the fair share of the costs of growth. The City assesses impact fees for both residential and nonresidential properties.

Impact Fees



**FY 2010 GENERAL FUND
SUMMARY BUDGET
By Department/Cost Center/Category**

Department/Division	FY 2007 Actual	FY 2008 Actual	FY 2008 Actual	FY 2010 Adopted
City Manager				
Personal Services	\$ 524,321	\$ 417,868	\$ 786,939	\$ 608,327
Material and Services	74,308	227,184	351,319	320,403
Total	\$ 598,629	\$ 645,052	\$ 1,138,258	\$ 928,730
Communications & Civic Outreach				
Personal Services	\$ -	\$ 98,694	\$ -	\$ -
Material and Services	-	76,663	4,271	-
Total	\$ -	\$ 175,357	\$ 4,271	\$ -
Mayor				
Personal Services	\$ 39,676	\$ 29,651	\$ 27,770	\$ 28,135
Material and Services	34,469	55,261	20,277	22,636
Total	\$ 74,145	\$ 84,912	\$ 48,047	\$ 50,771
Total Administration	\$ 672,774	\$ 905,321	\$ 1,190,576	\$ 979,501
Fiduciary				
Personal Services	\$ (231,704)	\$ 151,937	\$ 47,515	\$ (1,231,809)
Material and Services	728,986	815,295	845,630	1,170,656
Transfers to Other Funds	12,648,354	5,969,231	1,340,564	369,889
Total Fiduciary	\$13,145,636	\$ 6,936,463	\$ 2,233,709	\$ 308,736
City Council				
Personal Services	\$ 77,835	\$ 92,301	\$ 127,755	\$ 127,154
Material and Services	79,959	99,422	96,407	91,938
Total City Council	\$ 157,794	\$ 191,723	\$ 224,162	\$ 219,092
City Clerk				
Personal Services	\$ 204,224	\$ 231,607	\$ 231,627	\$ 229,507
Material and Services	85,684	168,211	68,680	208,995
Capital Outlay	15,820	-	-	-
Total City Clerk	\$ 305,728	\$ 399,818	\$ 300,307	\$ 438,502
Municipal Court				
Personal Services	\$ 613,666	\$ 640,431	\$ 717,923	\$ 639,310
Material and Services	205,605	275,213	285,186	291,371
Capital Outlay	-	-	7,288	-
Total Municipal Court	\$ 819,271	\$ 915,644	\$ 1,010,397	\$ 930,681
City Attorney				
Personal Services	\$ 457,547	\$ 555,333	\$ 607,894	\$ 519,770
Material and Services	37,174	45,297	92,487	121,837
Total City Attorney	\$ 494,721	\$ 600,630	\$ 700,381	\$ 641,607
Human Resources				
Personal Services	\$ 461,418	\$ 477,606	\$ 567,678	\$ 525,065
Material and Services	207,917	500,139	262,266	361,065
Total Human Resources	\$ 669,335	\$ 977,745	\$ 829,944	\$ 886,130

Department/Division	FY 2007 Actual	FY 2008 Actual	FY 2008 Actual	FY 2010 Adopted
Financial Services				
Administration				
Personal Services	\$ 309,236	\$ 332,916	\$ 406,747	\$ 408,365
Material and Services	62,196	54,712	59,348	59,928
Total	\$ 371,432	\$ 387,628	\$ 466,095	\$ 468,293
Accounting				
Personal Services	\$ 383,045	\$ 623,085	\$ 536,516	\$ 536,209
Material and Services	82,153	92,657	75,187	94,025
Total	\$ 465,198	\$ 715,742	\$ 611,703	\$ 630,234
Ambulance Billing				
Personal Services	\$ -	\$ -	\$ 97,257	\$ 93,675
Material and Services	-	-	19,069	17,684
Total	\$ -	\$ -	\$ 116,326	\$ 111,359
Purchasing				
Personal Services	\$ 167,502	\$ 190,310	\$ 191,759	\$ 205,759
Material and Services	10,895	14,154	8,730	10,175
Total	\$ 178,397	\$ 204,464	\$ 200,489	\$ 215,934
Motor Vehicle Division				
Personal Services	\$ 198,224	\$ 222,957	\$ 244,750	\$ 254,542
Material and Services	4,275	3,850	4,366	7,100
Total	\$ 202,499	\$ 226,807	\$ 249,116	\$ 261,642
Total Financial Services	\$ 1,217,526	\$ 1,534,641	\$ 1,643,729	\$ 1,687,462
Information Technologies				
Personal Services	\$ 315,119	\$ 395,036	\$ 509,493	\$ 497,131
Material and Services	460,514	689,324	552,114	567,147
Total Information Technologies	\$ 775,633	\$ 1,084,360	\$ 1,061,607	\$ 1,064,278
Parks, Recreation and Community Services				
Administration				
Personal Services	\$ 436,867	\$ 482,919	\$ 434,726	\$ 505,151
Material and Services	944,155	1,125,826	1,212,861	1,248,261
Total	\$ 1,381,022	\$ 1,608,745	\$ 1,647,587	\$ 1,753,412
Outdoor Aquatics				
Personal Services	\$ 226,517	\$ 314,472	\$ 360,156	\$ 370,174
Material and Services	35,357	47,191	46,924	68,852
Capital Outlay	5,352	15,354	-	-
Total	\$ 267,226	\$ 377,017	\$ 407,080	\$ 439,026

Department/Division	FY 2007 Actual	FY 2008 Actual	FY 2008 Actual	FY 2010 Adopted
Rio Rancho Aquatic Center				
Personal Services	\$ -	\$ 36,063	\$ 623,370	\$ 644,229
Material and Services	-	12,315	237,965	289,435
Total	\$ -	\$ 48,378	\$ 861,335	\$ 933,664
Programming				
Personal Services	\$ 850,603	\$ 907,327	\$ 942,788	\$ 901,280
Material and Services	292,389	295,854	204,651	259,146
Capital Outlay	20,425	6,975	-	-
Total	\$ 1,163,417	\$ 1,210,156	\$ 1,147,439	\$ 1,160,426
Parks & Facilities				
Personal Services	\$ 1,003,089	\$ 1,146,163	\$ 1,210,865	\$ 1,212,588
Material and Services	491,466	510,734	387,622	487,550
Capital Outlay	82,207	36,568	2,107	-
Total	\$ 1,576,762	\$ 1,693,465	\$ 1,600,594	\$ 1,700,138
Keep Rio Rancho Beautiful				
Personal Services	\$ 100,568	\$ 116,407	\$ 126,420	\$ 97,464
Material and Services	45,614	30,481	29,423	25,456
Total	\$ 146,182	\$ 146,888	\$ 155,843	\$ 122,920
Civic Outreach				
Material and Services	\$ 32,016	\$ 6,120	\$ -	\$ -
Total	\$ 32,016	\$ 6,120	\$ -	\$ -
Senior Services				
Personal Services	\$ 338,964	\$ 355,960	\$ 397,082	\$ 425,551
Material and Services	132,601	152,326	92,755	117,979
Capital Outlay	6,816	-	-	-
Total	\$ 478,381	\$ 508,286	\$ 489,837	\$ 543,530
Rio Transit Operations				
Personal Services	\$ 276,227	\$ 283,428	\$ 303,384	\$ 291,279
Material and Services	53,245	68,986	56,987	59,199
Total	\$ 329,472	\$ 352,414	\$ 360,371	\$ 350,478
Total Parks, Rec. and Comm. Serv.	\$ 5,374,478	\$ 5,951,469	\$ 6,670,086	\$ 7,003,594
Library & Information Services				
Personal Services	\$ 1,201,550	\$ 1,505,820	\$ 1,736,902	\$ 1,770,768
Material and Services	225,182	190,660	168,280	336,776
Total Library	\$ 1,426,732	\$ 1,696,480	\$ 1,905,182	\$ 2,107,544

Department/Division	FY 2007 Actual	FY 2008 Actual	FY 2008 Actual	FY 2010 Adopted
Development Services				
Administration				
Personal Services	\$ 287,021	\$ 230,345	\$ 284,690	\$ 295,271
Material and Services	182,546	397,649	457,762	248,517
Total	\$ 469,567	\$ 627,994	\$ 742,452	\$ 543,788
Zoning				
Personal Services	\$ 242,060	\$ 292,846	\$ 278,594	\$ 328,435
Material and Services	30,562	7,684	1,670	2,350
Total	\$ 272,622	\$ 300,530	\$ 280,264	\$ 330,785
Building Inspection				
Personal Services	\$ 760,248	\$ 1,059,224	\$ 1,133,285	\$ 935,317
Material and Services	65,204	63,280	38,336	43,431
Total	\$ 825,452	\$ 1,122,504	\$ 1,171,621	\$ 978,748
Planning				
Personal Services	\$ 319,411	\$ 302,572	\$ 264,176	\$ 345,452
Material and Services	82,445	42,164	197,704	97,750
Capital Outlay	-	30,250	-	-
Total	\$ 401,856	\$ 374,986	\$ 461,880	\$ 443,202
Real Property Division				
Personal Services	\$ 138,153	\$ 190,460	\$ 140,650	\$ 135,924
Material and Services	73,224	53,076	63,484	37,695
Total	\$ 211,377	\$ 243,536	\$ 204,134	\$ 173,619
Total Development Services	\$ 2,180,874	\$ 2,669,550	\$ 2,860,351	\$ 2,470,142
Public Works				
Administration				
Personal Services	\$ 134,528	\$ 206,274	\$ 147,983	\$ 134,324
Material and Services	7,666	17,350	18,923	17,565
Total	\$ 142,194	\$ 223,624	\$ 166,906	\$ 151,889
Building Maintenance				
Personal Services	\$ 387,944	\$ 320,135	\$ 320,418	\$ 311,673
Material and Services	238,812	420,680	500,721	611,514
Capital Outlay	4,092	79,702	21,244	50,000
Total	\$ 630,848	\$ 820,517	\$ 842,383	\$ 973,187
Custodial				
Personal Services	\$ 275,800	\$ 326,297	\$ 332,537	\$ 330,466
Material and Services	57,802	79,745	81,481	70,190
Total	\$ 333,602	\$ 406,042	\$ 414,018	\$ 400,656

Department/Division	FY 2007 Actual	FY 2008 Actual	FY 2008 Actual	FY 2010 Adopted
Fleet Maintenance				
Personal Services	\$ 335,246	\$ 359,018	\$ 391,179	\$ 383,166
Material and Services	39,662	30,273	45,152	31,940
Capital Outlay	19,074	-	7,053	6,000
Total	\$ 393,982	\$ 389,291	\$ 443,384	\$ 421,106
Streets and Rows				
Personal Services	\$ 1,768,064	\$ 1,913,288	\$ 2,126,558	\$ 2,198,975
Material and Services	1,034,727	1,291,104	1,169,394	1,184,394
Capital Outlay	36,412	-	-	-
Total	\$ 2,839,203	\$ 3,204,392	\$ 3,295,952	\$ 3,383,369
Engineering				
Personal Services	\$ 966,242	\$ 1,325,210	\$ 1,617,429	\$ 1,753,865
Material and Services	429,353	484,050	203,960	156,168
Capital Outlay	89,283	82,515	9,726	6,500
Total	\$ 1,484,878	\$ 1,891,775	\$ 1,831,115	\$ 1,916,533
Total Public Works	\$ 5,824,707	\$ 6,935,641	\$ 6,993,758	\$ 7,246,740
Police				
Administrative Services				
Personal Services	\$ 558,393	\$ 486,070	\$ 525,826	\$ 553,448
Material and Services	996,699	1,008,464	879,020	803,690
Capital Outlay	-	38,954	-	-
Total	\$ 1,555,092	\$ 1,533,488	\$ 1,404,846	\$ 1,357,138
Communications				
Personal Services	\$ 1,635,503	\$ 2,134,976	\$ 2,487,489	\$ 2,460,085
Material and Services	81,002	72,589	112,710	93,695
Total	\$ 1,716,505	\$ 2,207,565	\$ 2,600,199	\$ 2,553,780
Animal Control				
Personal Services	\$ 604,420	\$ 628,963	\$ 656,751	\$ 656,885
Material and Services	71,831	81,868	79,858	86,615
Capital Outlay	192,199	271,557	-	-
Total	\$ 868,450	\$ 982,388	\$ 736,609	\$ 743,500
Code Enforcement				
Personal Services	\$ 334,885	\$ 363,197	\$ 394,774	\$ 368,157
Material and Services	21,990	50,089	13,416	14,489
Total	\$ 356,875	\$ 413,286	\$ 408,190	\$ 382,646
Law Enforcement				
Personal Services	\$ 8,608,662	\$ 10,114,280	\$ 10,707,694	\$ 10,306,722
Material and Services	852,677	981,762	670,851	622,884
Capital Outlay	109,194	-	5,600	-
Total	\$ 9,570,533	\$ 11,096,042	\$ 11,384,145	\$ 10,929,606

Department/Division	FY 2007 Actual	FY 2008 Actual	FY 2008 Actual	FY 2010 Adopted
Training				
Personal Services	\$ 221,628	\$ 163,555	\$ 186,134	\$ 171,539
Material and Services	88,552	109,261	71,748	95,454
Total	\$ 310,180	\$ 272,816	\$ 257,882	\$ 266,993
Total Police	\$14,377,635	\$16,505,585	\$16,791,871	\$16,233,663
Department of Fire / Rescue				
Fire/Rescue Services				
Personal Services	\$ 5,146,666	\$ 7,285,029	\$ 7,942,713	\$ 7,581,930
Material and Services	577,098	949,580	835,799	810,842
Capital Outlay	148,967	70,942	139,118	24,000
Total	\$ 5,872,731	\$ 8,305,551	\$ 8,917,630	\$ 8,416,772
Emergency Management				
Personal Services	\$ 119,656	\$ 126,235	\$ 133,291	\$ 130,498
Material and Services	10,349	10,146	6,898	9,609
Total	\$ 130,005	\$ 136,381	\$ 140,189	\$ 140,107
Total Fire & Rescue	\$ 6,002,736	\$ 8,441,932	\$ 9,057,819	\$ 8,556,879
General Fund Totals				
Personal Services	\$ 30,799,024	\$ 37,436,265	\$ 41,309,487	\$ 39,041,756
Material and Services	\$ 9,268,361	\$ 11,708,689	\$ 10,631,692	\$ 11,276,406
Capital Outlay	\$ 729,841	\$ 632,817	\$ 192,136	\$ 86,500
Transfers to Other Funds	\$ 12,648,354	5,969,231	\$ 1,340,564	\$ 369,889
Summary Total	\$53,445,580	55,747,002	\$53,473,879	\$50,774,551

Program (Cost Center) / Departments Relationships											
Program (Cost Center)	Department										
	General Government	City Attorney	Human Resources	Financial Services	Information Technology	Parks, Rec. Community	Library	Development Services	Public Works	Police	Fire/Rescue
City Manager (0510)											
Major (0512)											
Fiduciary (0515)											
City Council (1005)											
City Clerk (1505)											
Municipal Court (1705)											
City Attorney (2005)											
Human Resources (2010)											
Administration (3001)											
Accounting (3005)											
Ambulance Billing (3006)											
Purchasing (3010)											
Motor Vehicle (3015)											
MPEC (601, 610)											
Information Technology (3020)											
Administration (3505)											
Aquatic programs (3510)											
Rio Rancho Aquatic Ctr. (3511)											
Programming (3515)											
Parks & Facilities (3526)											
KRRB (3530)											
Senior Services (4005)											
Rio Transit (4010)											
Library (4505)											
Administration (5005)											
Zoning (5010)											
Building Inspection (5015)											
Planning (5020)											
Real Property Division (5025)											
Administration (5501)											
Building Maintenance (5505)											
Custodial (5510)											
Fleet Maintenance (5512)											
Streets & ROW (5515)											
Engineering (5520)											
Utility Funds (501 - 574)											
Administration (6005)											
Communications (6010)											
Animal Control (6020)											
Code Enforcement (6022)											
Law Enforcement (6025)											
Training (6040)											
Fire/Rescue (6030)											
Emergency Management (6045)											

MPEC = Multi Purpose Event Center

KRRB = Keep Rio Rancho Beautiful

This matrix correlating the relationship between City's Departments and Cost Centers. The top of the chart shows areas shows the relationship. Departments and Cost Centers are shown along the side. The interception between columns and rows, the shadow