CITY OF RIO RANCHO
NEW MEXICO

Comprehensive Annual Financial Report

For the Year Ended June 30, 2015

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Rio Rancho

City of Vision

CITY OF RIO RANCHO, NEW MEXICO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2015

MAYOR AND CITY COUNCIL

Greggory D. Hull ..... Mayor

Chuck Wilkins ..... Councilor – District 1
Dawnn Robinson ..... Councilor – District 2
Cheryl Everett ..... Councilor – District 3
Mark Scott ..... Councilor – District 4
Shelby Smith ..... Councilor – District 5
Lonnie Clayton ..... Councilor – District 6

CITY ADMINISTRATION

Keith J. Riesberg ..... City Manager
Stephen Ruger ..... City Clerk

ACKNOWLEDGMENTS

This report is prepared by the Department of Financial Services:
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Michele Finley, Accounting Division Manager
Susan Adams
Michelle Ortiz
Kathy Fox
Don Martinez

We express our appreciation to all of the departmental staff throughout the City whose extra time and effort made this report possible.

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City of Vision

CITY OF RIO RANCHO, NEW MEXICO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended June 30, 2015

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Rio Rancho
City of Vision

Department of Financial Services

November 21, 2015

To the Honorable Mayor, Members of the City Council,
and Citizens of Rio Rancho:

In accordance with New Mexico statutes, we are pleased to present the Comprehensive Annual Financial Report of the City of Rio Rancho (the City) for the fiscal year ended June 30, 2015. Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City's management.

We believe the enclosed information accurately presents the City's financial position and results of operations, in all material respects, in accordance with generally accepted accounting principles. We also believe we have included all disclosures necessary to enable the reader to gain an understanding of the City's financial activities. These assertions are made on the basis of the City's system of internal control over assets and liabilities recorded in the accounting system. These controls have been designed to provide reasonable, but not absolute, assurance of safeguarding assets against loss from unauthorized use or disposition, and to ensure the reliability of financial records for preparing financial statements. The concept of reasonable assurance recognizes that the cost of a control should not exceed the expected benefits, and that the evaluation of costs and benefits requires estimates and judgments by management.

The Report. The Comprehensive Annual Financial Report includes all funds of the City, and includes all departments, agencies, and other organizational units under the control of the Governing Body. The report is presented in four sections: Introductory, Financial, Statistical, and Single Audit. The Introductory Section contains a list of principal officials, this transmittal letter, and the City's organization chart. The Financial Section contains the independent auditors' report, Management's Discussion and Analysis (MD&A), the Basic Financial Statements, Required Supplementary Information, and Supplementary Information. The Statistical Section provides a history of selected financial, economic, and demographic information. The Single Audit Section includes the City's schedule of expenditures of federal awards along with the auditors' reports on internal controls and compliance with applicable laws and regulations.

Independent Auditors. Heinfeld, Meech & Co., P.C., a certified public accounting firm, has audited the City's financial statements. The firm conducted the audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. The firm has issued an unmodified ("clean") opinion on the City's financial statements, as explained in the independent auditors' report at the front of the Financial Section beginning on page 13.

Federal and state regulations also require the City to undergo an annual "single audit" in conformance with the Federal Single Audit Act of 1984, as amended, and the U.S. Office of Management and Budget Circular A–133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to the Single Audit, including the schedule of expenditures of federal awards, audit findings and recommendations, summary of prior audit findings, and the auditors' report, is included in the Single Audit Section that starts on page 183.

Management's Discussion and Analysis (MD&A). The discussion and analysis beginning on page 15 provides an overview and analysis of the City's recent financial performance. This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it.

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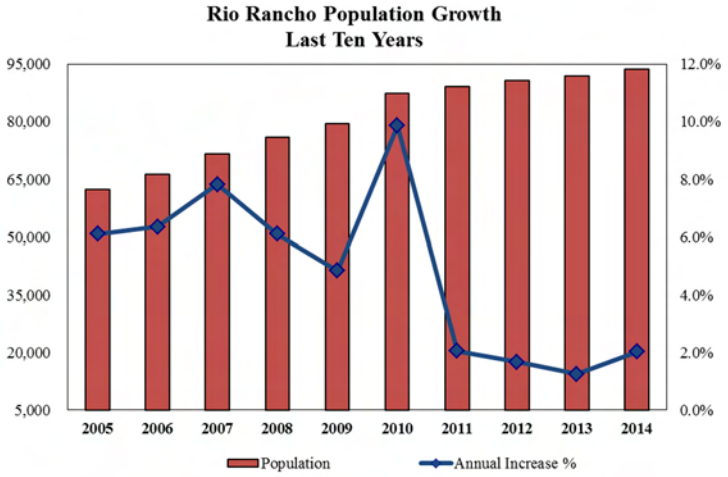
PROFILE OF THE CITY

Geography and Demographics. The City of Rio Rancho is located in Sandoval County in central New Mexico, northwest and adjacent to Albuquerque, New Mexico's largest city. The metropolitan area is serviced by east-west Interstate I-40 and north-south Interstate I-25. The Santa Fe railroad has a major rail line through Albuquerque. The Rail Runner rail provides commuter service between the nearby communities of Bernalillo, Albuquerque, Los Lunas, and Santa Fe. There are two general aviation facilities, including the Albuquerque International Airport, that provide service to the metropolitan area.



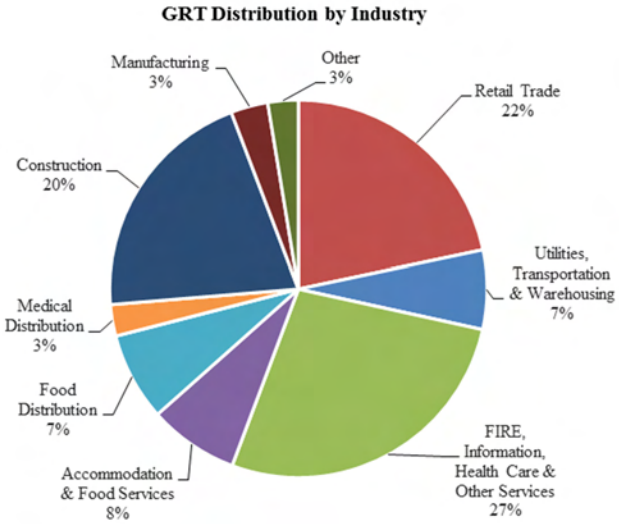
Rio Rancho is the third largest city in New Mexico and is the fastest growing city in the state. Between 2000 and 2010, the City's population increased from 51,765 to 87,521 (69%). As of 2014, the City's population was 93,820, according to the most recent estimates by the U.S. Census Bureau.

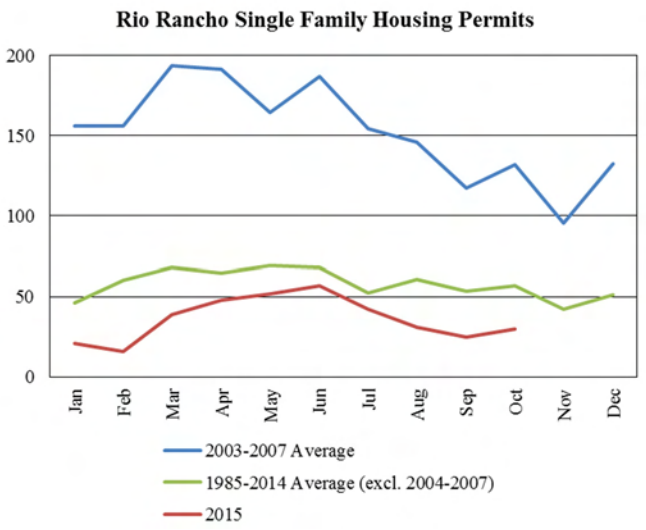
Government Structure. The City was incorporated in 1981 and adopted a municipal charter as a "home rule" city in 1991. The City has a hybrid Council/Manager form of government in which the Mayor is a member of the Governing Body. The City Manager is the Chief Administrative Officer, appointed by the Mayor subject to approval of the Governing Body.

The City provides to its citizens those services that have proven to be necessary and meaningful and has done so with less City employees per capita than similarly sized New Mexico cities. Major services provided include police and fire protection, emergency ambulance service, roads, water and wastewater services, parks and recreational activities, libraries, senior services, and general administrative services.

ECONOMIC CONDITION AND OUTLOOK

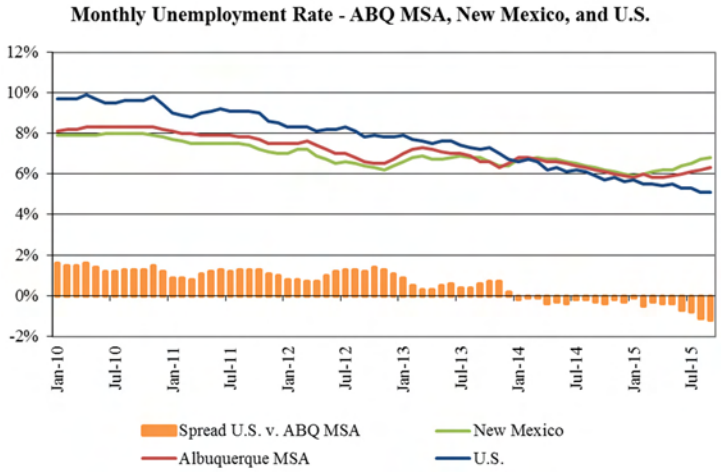
Local Economy. Rapid population growth coupled with the increased availability of credit during the housing boom led to a surge in the number of single-family housing permits issued beginning in 2003 and ending in 2007. During this time, annual permits issued rose steadily, peaking at an all-time high of 3,084 permits in 2005. As economic growth slowed in 2008 and the economy entered a recession, Rio Rancho housing market activity declined sharply. Since the peak in 2005, the number of housing permits issued fell 90 percent to 301 in 2011. This weakness in housing construction translated into a significant drop in the City's gross receipts tax revenues and slowed the growth rate of City property tax revenues. Since 2012, tax revenues have stabilized, boosted by the construction of two hospitals and several new retail establishments. In fiscal year 2015, gross receipts and property tax revenues combined grew 9.8%, with most of the increase coming from robust activity in the construction sector. The City's elected officials and management continue to seek opportunities to diversify the City's economic base. Having a diverse mix of construction, retail, and service industries will help buffer the City's budget against future downturns in any one sector.





The City's current financial condition reflects a local economy that is steadily improving. Though slightly lower than last year, single-family building permits are on track to exceed 400 units in calendar year 2015; gross receipts taxes are expected to grow 3.4% in fiscal year 2016; and personal income growth is expected to range from 4.1% to 5.8% through 2018.

The unemployment rate in the metro area has remained steady for the past two years, hovering between 5.8% and 6.7% since 2013. The Bureau of Business and Economic Research expects employment growth to be positive but slow in the Albuquerque MSA over the next three years, growing at rates of 1.4% in 2015, 1.7% in both 2016 and 2017. Sectors leading the job growth include the healthcare and social assistance sector; construction, as the housing market continues to recover; and the transportation and warehousing sector, as the metro area expands its reach to take advantage of growth in other areas of the state.



Local Economic Growth Highlights. Residential development has picked up recently in Rio Rancho. Phase I of the new Solcito subdivision, located north of Northern Boulevard, will eventually consist of 51 lots and already has several new homes on site. The Neighborhood by La Vida Llena, a $50 million senior-living project in the Loma Colorado community, broke ground in September 2014 and is scheduled to open to its first group of residents in April 2016. A new master developer acquired an interest in the Mariposa East development in late 2014, and initial homebuyer traffic has been strong with early sales and new homes under construction.

Commercial projects completed or under construction along the Unser Gateway corridor include the following:

- Presbyterian Rust Medical Center's $86 million expansion
- Nusenda Credit Union
- Unser Pavilion Building No. 3 for multiple tenants
- Petroglyphs Medical Plaza
- Alon 7-11 convenience store

Phase II of the Plaza at Enchanted Hills opened in September 2015 with several brand-name retailers including TJ Maxx, Bed, Bath & Beyond, Michael's, Kirkland's, Famous Footwear, Petsmart, and Rue 21. Additional stores are slated for Phase III of the project in the near future.

Recent expansions in the customer contact center industry have boosted employment in Rio Rancho:

- Alliance Data has grown its workforce from 300 to over 600 in the past three years
- Bank of America announced plans in March 2015 to expand its call center by adding 300 workers to support its growing ATM Video Teller Assist initiative, bringing total employment to approximately 550 at the call center.

- S&P Data began operations in the HP Building in October 2014 and now has over 150 employees, with plans to reach up to 425 jobs over the next five years.
- Convergys Corporation announced plans to add 250 jobs by summer 2016, bringing its Rio Rancho workforce to approximately 600 employees.

Finally, the City continues to partner with Sandoval County to help fund the Sandoval Economic Alliance to help spur economic development in Rio Rancho and the surrounding areas.

Long-term Financial Planning and Policies. The General Fund ended fiscal year 2015 with an unassigned fund balance of $15.3 million, which equals 28% of the fund's annual expenditures under the modified-accrual basis of accounting. On a budgetary basis, the General Fund's reserves ended the year at 21.3% of expenditures, which exceeds the State of New Mexico requirement of 1/12th (8.3%) of expenditures and is well above the City's stated policy target of 15%.

The City continues to budget and spend within its means. The fiscal year 2016 budget for the General Fund includes a modest $1.8 million (3.3%) increase in expenditures and other uses, most of which is for increases to employee compensation and benefits. For all other governmental funds, 2016 budgeted operating expenditures are nearly unchanged, increasing only $594,000 (2.2%). The City's five-year infrastructure and capital improvement plan (ICIP) includes funding for critical transportation, utility, and equipment projects. The ICIP is a rolling five-year plan that identifies the City's most important capital needs and the funding sources that will be used to pay for the various projects. Finally, the budget includes sufficient resources to cover annual debt service requirements, and management believes the City is in compliance with all of its debt covenants and obligations.

CERTIFICATE OF ACHIEVEMENT

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a *Certificate of Achievement for Excellence in Financial Reporting* to the City of Rio Rancho for its 2014 comprehensive annual financial report. This was the 9th consecutive year the City has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report meets the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

CONCLUSION

We believe this report provides useful information in evaluating the financial condition of the City. The preparation of this report is a team effort by the Department of Financial Services and other departments. We extend our appreciation for their ongoing commitment to excellence in financial reporting and for their continuing effort in providing pleasant and efficient service to the citizens of Rio Rancho.

Respectfully submitted,

Keith J. Riesberg
City Manager

Dan Olsen, CPA
Director of Financial Services

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Rio Rancho

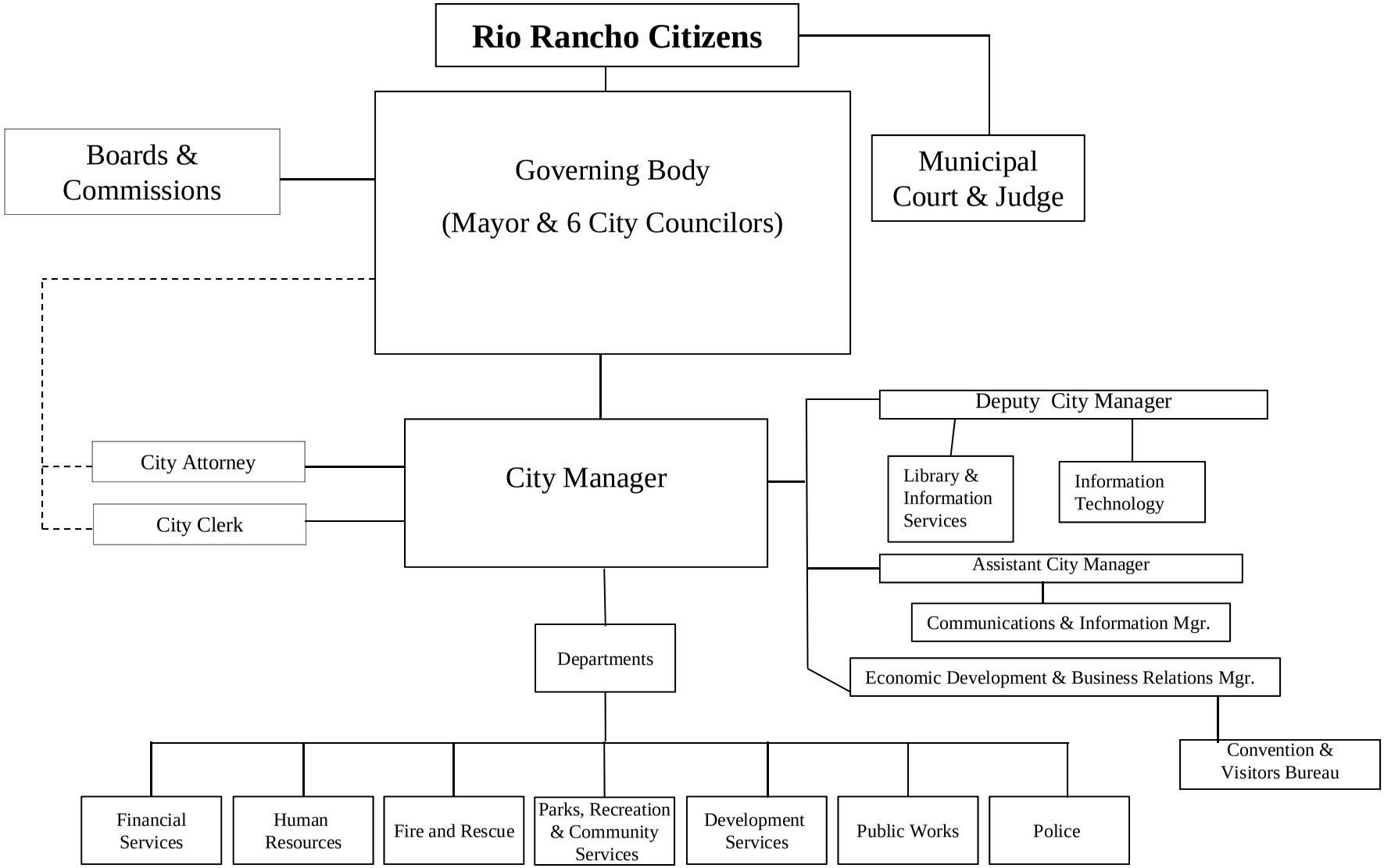
New Mexico

For its Comprehensive Annual Financial Report for the Fiscal Year Ended

June 30, 2014

Executive Director/CEO

City of Rio Rancho Organizational Structure



Financial Section

Rio Rancho

City of Vision

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CPAs and Business Consultants

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INDEPENDENT AUDITOR'S REPORT

Mr. Tim Keller
New Mexico State Auditor

Honorable Mayor and Members of the City Council
City of Rio Rancho, New Mexico

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, the aggregate remaining fund information and the budgetary comparison for the General Fund of City of Rio Rancho, New Mexico (City), as of and for the year ended June 30, 2015, and the related notes to the financial statements, 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 funds, internal service funds and fiduciary funds, and the budgetary comparisons for all nonmajor governmental funds, enterprise funds and internal service funds presented as supplementary information, as defined by the Governmental Accounting Standards Board, in the accompanying Supplementary Information – Combining Statements, Budgetary Compliance, and Other Schedules as of and for the year ended June 30, 2015, as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Rio Rancho, New Mexico, as of June 30, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America. In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each nonmajor governmental, internal service, and fiduciary fund of City of Rio Rancho, New Mexico, as of June 30, 2015, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for all nonmajor governmental funds, enterprise funds and internal service funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle
As described in Note 2, the City implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, for the year ended June 30, 2015, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

Other Matters
Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 15 through 22, and the net pension liability information on pages 60 through 62 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information
Our audit was conducted for the purpose of forming opinions on the City's financial statements, individual fund financial statements, and the budgetary comparisons. The Schedule of Expenditures of Federal Awards, as required by Office of Management and Budget *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*, Introductory Section, Statistical Section, Schedule of Deposit and Investment Accounts, Schedule of Expenditures of State Appropriations, Joint Powers Agreement Schedule, Memorandum of Understanding Schedule, Schedule of Vendor Information, and the Combining Statement of Changes in Agency Assets and Liabilities are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The Schedule of Expenditures of Federal Awards, Schedule of Deposit and Investment Accounts, Schedule of Expenditures of State Appropriations, Joint Powers Agreement Schedule, Memorandum of Understanding Schedule, and the Combining Statement of Changes in Agency Assets and Liabilities are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with the auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards, Schedule of Deposit and Investment Accounts, Schedule of Expenditures of State Appropriations, Joint Powers Agreement Schedule, Memorandum of Understanding Schedule, and the Combining Statement of Changes in Agency Assets and Liabilities are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Introductory Section, Statistical Section and the Schedule of Vendor Information have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*
In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2015, on our consideration of City of Rio Rancho, 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* in considering City of Rio Rancho, New Mexico's internal control over financial reporting and compliance.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
CPAs and Business Consultants

November 20, 2015

INTRODUCTION

The following is a discussion and analysis of the City of Rio Rancho's financial performance and activities for the year ended June 30, 2015. Please read it in conjunction with the transmittal letter in the Introductory Section of this report and with the financial statements that follow.

HIGHLIGHTS

Government-wide Level

- The City restated beginning net position by $50 million (19.8%) for governmental activities and $1.6 million (0.8%) for business-type activities as a result of implementing new pension accounting standards.

- Excluding the effects of new pension accounting standards, combined net position increased $12.6 million (2.8%) from the prior year due to a steadily improving economy and close monitoring of overall spending.

Capital Assets and Long-term Liabilities

- The City added $7.7 million in new capital assets including a new fire truck, eight police vehicles and two police motorcycles, vehicles and heavy equipment for Public Works, and $1.7 million of water rights.

- The City did not issue any new bonds during 2015 but entered into one new loan for $4.3 million through the New Mexico Finance Authority for purchase of water rights.

- As of June 30, 2015, the City's share of the New Mexico Public Employees Retirement Association (PERA) net pension liability, was $42.3 million, which is 1.3% of PERA's total net pension liability.

Fund Level

- The General Fund ended the year with an unassigned fund balance of $15.3 million, which equals 28% of the fund's annual expenditures and is well above the industry's recommended level of 15%.

- On a budgetary basis, General Fund revenues were $1.3 million (2.3%) above budget and General Fund expenditures were $3.1 million (5.5%) below budget.

- The Utility Fund net position increased $7.4 million (3.9%) over the prior year, excluding the effects of new pension accounting standards, ending the year at $194.4 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is an introduction to the City's Basic Financial Statements. The Basic Financial Statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the Basic Financial Statements, this report contains other required information, including combining statements, budget schedules, reports on federal grants, and a statistical section.

Government-wide Statements – Reporting the City as a Whole

The Statement of Net Position and the Statement of Activities comprise the government-wide financial statements. These statements provide a broad overview with a long-term focus of the City's finances as a whole and are prepared using the full-accrual basis of accounting, similar to private-sector companies. This means all revenues and expenses are recognized regardless of when cash is received or spent, and all assets and liabilities, including capital assets and long-term debt, are reported at the entity level. The government-wide statements report the City's net position and how it has changed from the prior year. Over time, increases and decreases in net position measure whether the City's overall financial condition is getting better or worse. In evaluating the government's overall condition, however, additional non-financial factors should be considered, such as the City's economic outlook, changes in its demographics, and the condition of its capital assets and infrastructure.

The government-wide 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 most of their costs through user fees and charges (*business-type activities*). Rio Rancho's governmental activities include general government, public safety, public works, parks and recreation, library services, community development, and economic development programs. The City has two business-type activities that include a water/waste water utility and a multi-purpose events center.

Fund Financial Statements – Reporting the City's Most Significant Funds
The fund financial statements provide detailed information about individual major funds, not the City as a whole. A fund is a group of related accounts that the City uses to keep track of specific resources that are segregated for a specific purpose. Some funds are required by law to exist, while others are established internally to maintain control over a particular activity. The City's funds are divided into three types:

Governmental Funds – Most of the City's basic services are accounted for in governmental funds and are essentially the same functions reported as governmental activities in the government-wide statements. Governmental funds use the modified-accrual basis of accounting, which measures the flow of current financial resources that can be converted to cash and the balances left at year-end that are available for future spending. This short-term view of the City's financial position helps determine whether the City has sufficient resources to cover expenditures in the near future.

Under New Mexico Administrative Code Section 2.2.2, governments in New Mexico must include the budgetary comparison statement for the General Fund and major special revenue funds as a component of the fund financial statements within the Basic Financial Statements.

Proprietary Funds – Rio Rancho uses two different types of proprietary funds. *Enterprise funds* are used to report the same activities presented as *business-type activities* in the government-wide financial statements. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains two internal service funds to account for its self-funded employee health and dental insurance activities. Because these services predominantly benefit governmental rather than business-type activities, they are included with *governmental activities* in the government-wide statements.

Fiduciary Funds – Fiduciary funds account for resources held for the benefit of parties outside the government. Fiduciary funds use full-accrual accounting, but they are not included in the government-wide statements because the assets in these funds are not available to finance the City's own programs.

Reconciliation Between Government-wide and Fund Statements
The financial statements include schedules that reconcile the amounts reported for governmental activities on the government-wide statements with amounts reported on the governmental fund statements. Following are some of the major differences between the two statements:

- Capital assets, long-term debt, and pension liabilities are included on the government-wide statements but are not included on the governmental fund statements.
- Capital spending produces assets on the government-wide statements but is considered an expenditure on the governmental fund statements.
- Delinquent property tax revenues that are owed to the City but not yet collected are reported as revenue on the government-wide statements but are deferred inflows on the governmental fund statements.

Notes to the Financial Statements
The notes provide additional information that is essential to a complete understanding of the financial statements, and they apply to both the government-wide and fund financial statements.

Required Supplementary Information
This section includes required information related to the City's pension plans.

Supplementary Information
This section includes combining statements for the City's nonmajor governmental funds, budgetary comparison schedules for all funds other than the General Fund, and statutorily required schedules related to the City's cash and investment balances, state appropriations, vendors, and interlocal agreements between the City and other governmental entities.

Statistical Information
This section provides up to ten years of financial, economic, and demographic information about the City.

Single Audit Section
This section reports on the City's expenditures of federal awards and is required by federal and state statutes.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net Position

The largest component of the City's net position is composed of *capital assets* (land, buildings, equipment, roads, and other infrastructure), net of all outstanding debt that was issued to buy or build those assets. As capital assets, these resources are not available for future spending, nor can they be readily liquidated to pay off the related liabilities. Resources needed to repay capital-related debt must be provided from other sources.

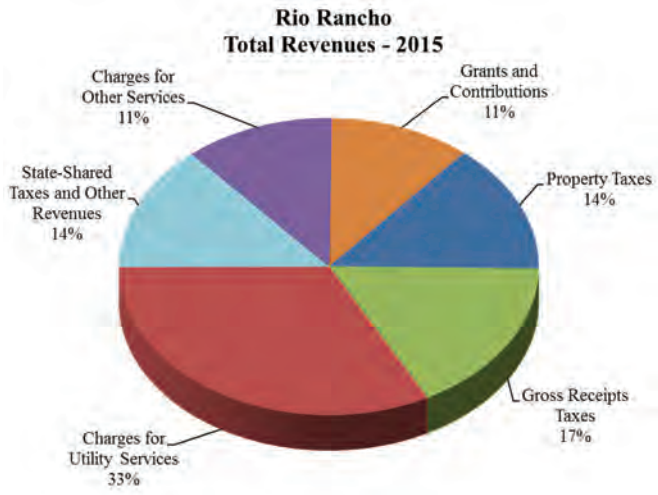
Restricted net position comprises 4.7% of total net position and is subject to external restrictions on how the resources may be used. The remaining balance of net position is *unrestricted* and may be used at the City's discretion to meet its ongoing obligations to citizens and creditors. The following table compares the current year's net position to the prior year (data for 2014 has not been restated for new pension-related items described in Note 2).

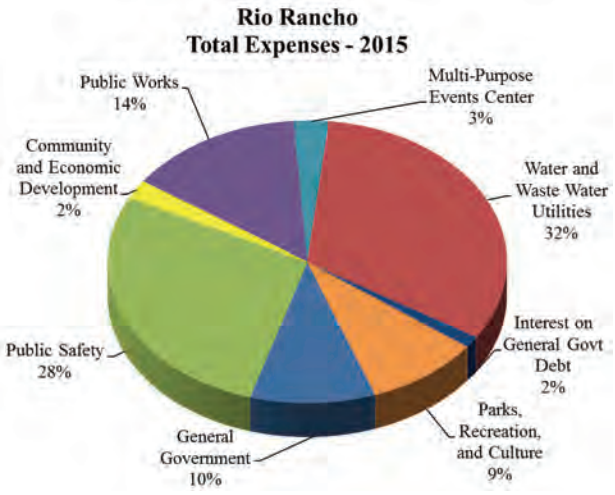
City of Rio Rancho
Net Position as of June 30

	Governmental Activities		Business-type Activities		Total	
	2015	2014	2015	2014	2015	2014
Current and Other Assets	$ 41,461,356	$ 38,507,586	$ 41,593,357	$ 39,821,013	$ 83,054,713	$ 78,328,599
Capital Assets	271,114,900	274,543,680	330,416,834	328,463,065	601,531,734	603,006,745
Total Assets	**312,576,256**	**313,051,266**	**372,010,191**	**368,284,078**	**684,586,447**	**681,335,344**
Total Deferred Outflows of Resources	**5,139,969**	**986,093**	**3,536,611**	**3,717,774**	**8,676,580**	**4,703,867**
Current and Other Liabilities	13,982,098	13,341,310	12,574,710	14,135,533	26,556,808	27,476,843
Long-term Liabilities	83,838,924	48,166,736	153,479,290	154,735,323	237,318,214	202,902,059
Total Liabilities	**97,821,022**	**61,508,046**	**166,054,000**	**168,870,856**	**263,875,022**	**230,378,902**
Total Deferred Inflows of Resources	**12,253,139**	—	**474,904**	—	**12,728,043**	—
Net Position:						
Net Investment in Capital Assets	226,442,463	225,858,001	169,543,683	164,157,164	395,986,146	390,015,165
Restricted	9,731,861	9,421,756	9,716,564	10,076,109	19,448,425	19,497,865
Unrestricted	(28,532,260)	17,249,556	29,757,651	28,897,723	1,225,391	46,147,279
Total Net Position	**$ 207,642,064**	**$ 252,529,313**	**$ 209,017,898**	**$ 203,130,996**	**$ 416,659,962**	**$ 455,660,309**
Percent change from prior year	(17.8)%	0.3%	2.9%	6.0%	(8.6)%	2.0%

Changes in Net Position

The City's combined net position increased by $12.6 million (2.8%) from the prior year, excluding the effects of restating beginning net position as a result of implementing new pension accounting standards, as explained in Note 2. Net position of governmental activities increased $5.1 million (2.0%) before the effects of restatement, while net position of business-type activities increased $7.5 million (3.7%). The following charts and schedules summarize the City's revenues and expenses relative to each other and to the prior year (data for 2014 has not been restated).





City of Rio Rancho
Changes in Net Position
For the Year Ended June 30

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2015	2014	2015	2014	2015	2014	2014 to 2015
Revenues							
General Revenues:							
Taxes	$ 43,360,232	$ 39,497,638	$ —	$ —	$ 43,360,232	$ 39,497,638	9.8 %
Other General Revenues	13,949,043	12,669,758	21,072	8,273	13,970,115	12,678,031	10.2
Program Revenues:							
Charges for Services	14,281,955	12,600,684	42,338,204	41,922,350	56,620,159	54,523,034	3.8
Operating Grants	3,553,834	3,032,461	2,652,028	2,130,793	6,205,862	5,163,254	20.2
Capital Grants	5,931,198	4,229,012	1,784,369	3,085,525	7,715,567	7,314,537	5.5
Total Revenues	**81,076,262**	**72,029,553**	**46,795,673**	**47,146,941**	**127,871,935**	**119,176,494**	**7.3**
Expenses							
General Government	11,754,103	11,786,728	—	—	11,754,103	11,786,728	(0.3)
Public Safety	32,104,922	28,239,143	—	—	32,104,922	28,239,143	13.7
Public Works	16,485,501	16,718,667	—	—	16,485,501	16,718,667	(1.4)
Parks, Recreation, and Culture	10,578,196	10,365,242	—	—	10,578,196	10,365,242	2.1
Community and Econ. Development.	2,437,296	2,234,663	—	—	2,437,296	2,234,663	9.1
Interest on General Govt Debt	1,569,485	1,753,498	—	—	1,569,485	1,753,498	(10.5)
Water and Waste Water Utilities	—	—	37,070,051	35,799,139	37,070,051	35,799,139	3.6
Multi-Purpose Events Center	—	—	3,277,447	3,338,172	3,277,447	3,338,172	(1.8)
Total Expenses	**74,929,503**	**71,097,941**	**40,347,498**	**39,137,311**	**115,277,001**	**110,235,252**	**4.6**
Transfers	(1,074,860)	(1,097,052)	1,074,860	1,097,052	—	—	
Change in Net Position	**5,071,899**	**(165,440)**	**7,523,035**	**9,106,682**	**12,594,934**	**8,941,242**	
Net Position - Beginning	252,529,313	251,711,794	203,130,996	191,619,089	455,660,309	443,330,883	
Restatement	(49,959,148)	982,959	(1,636,133)	2,405,225	(51,595,281)	3,388,184	
Net Position - Beginning, as restated	202,570,165	252,694,753	201,494,863	194,024,314	404,065,028	446,719,067	
Net Position - Ending	**$ 207,642,064**	**$ 252,529,313**	**$ 209,017,898**	**$ 203,130,996**	**$ 416,659,962**	**$ 455,660,309**	**(8.6) %**

Governmental Activities

In total, revenues for all governmental activities increased $9.0 million (12.6%) from the prior year. Much of the increase was due to an improved economy and new construction that produced higher gross receipts (GRT) and property tax revenues. Compared to the prior year, GRT (both city and state-shared) grew approximately $5.2 million (17.3%), while property taxes increased $1.0 million (5.9%). An additional $1.7 million (25.3%) came from various grant revenues for emergency management, road construction, state capital outlay appropriations, and library materials.

Total governmental expenses increased $3.8 million (5.4%) over the prior year. Personnel costs increased approximately $1.5 million (3.8%) due to a 2% wage increase for all city employees and higher contribution rates required by the city's pension plan. Also, adjustments for changes in the compensated absences liability caused expenses to be $1.2 million higher than last year. Finally, costs of medical and dental claims in the City's self-insurance program increased $1.3 million over fiscal year 2014 levels due to rising medical costs.

The following table shows to what extent the City's governmental activities relied on self-generated revenues to cover program costs. For 2015, these activities covered $23.8 million (32%) of their total expenses through grants and charges for services. Taxes and other general revenues covered the remaining 68% of expenses.

City of Rio Rancho
Net Cost of Governmental Activities
For the Year Ended June 30

	Program Expenses	Less Program Revenues	Net Program Costs		Program Revenues as a Percentage of Program Expenses	
	2015	2015	2015	2014	2015	2014
Activities:						
General Government	$ 11,754,103	$ (8,202,732)	$ 3,551,371	$ 4,734,087	69.8 %	59.8 %
Public Safety	32,104,922	(7,063,630)	25,041,292	22,078,858	22.0	21.8
Public Works	16,485,501	(3,734,344)	12,751,157	14,433,608	22.7	13.7
Parks, Recreation, and Culture	10,578,196	(4,544,004)	6,034,192	6,294,901	43.0	39.3
Community and Economic Development	2,437,296	(222,277)	2,215,019	1,940,832	9.1	13.1
Interest on Long-term Debt	1,569,485	—	1,569,485	1,753,498	—	—
Total Governmental Activities	**$ 74,929,503**	**$ (23,766,987)**	**$ 51,162,516**	**$ 51,235,784**	**31.7 %**	**27.9 %**

Business-type Activities
Overall, net position for business-type activities increased $7.5 million (3.7%) and ended the year at $209 million. Following is a summary of activities within the Utility and Multi-Purpose Events Center functions.

Water and Waste Water Utility. Early in 2013, the Governing Body implemented of a series of water rate increases over five years designed to cover rising operating and maintenance costs and to provide sufficient resources for non-growth related capital projects. Fiscal year 2015 was the third year of these rate increases, and rates are scheduled to increase an additional 7.8% each year in fiscal years 2016 and 2017. For 2015, in spite of the rate increase, Utility operating revenues grew only $274,000 (0.7%) because of a sharp reduction in consumption by the City's largest industrial customer and a smaller reduction in residential consumption. Still, the City received $1.2 million in state appropriation grants for replacement of aging water lines, and local construction generated $843,000 of impact fees, an increase of 113% over the prior year partly due to expiration of the City's impact fee moratorium.

Total Utility operating expenses increased $1.4 million (4.6%) mostly due to higher repair and maintenance costs of replacing water service lines, using state appropriation grant funds. Net position increased $7.4 million (3.9%), excluding the effects of restating beginning net position as a result of implementing new pension accounting standards, and ended the year at $194.4 million.

Multi-Purpose Events Center (MPEC). Operating revenues and operating expenses for the MPEC both remained relatively constant compared to the prior year, increasing 0.7% and decreasing 0.7%, respectively. Additionally, the City's allocation of state-shared gross receipts tax to the MPEC was $359,000 (16.9%) less than the prior year because of lower debt service costs on bonds that were refinanced in 2013. Net position of the MPEC Fund increased $78,000 (0.5%) to end the year at $14.6 million.

CAPITAL ASSETS, LONG-TERM DEBT, AND PENSIONS

Capital Assets
During 2015, the City added $7.7 million in new capital assets including $1.7 million in water rights purchases; purchase of land for Lift Station 10; a new fire engine for the Fire Department; eight replacement vehicles and two motorcycles for the Police Department; and a water truck, paving equipment, and a bucket truck for Public Works.

The City ended the year with $55.3 million of projects still under various phases of design or construction including a reuse booster station and storage tank at Waste Water Treatment Plant #6, relocation of Lift Station 10, the Los Montoyas Arroyo sewer line project, Enchanted Hills 12W Water Tank, Westside Boulevard permanent roadway improvements, extension of Broadmoor Boulevard to Paseo del Volcan, reconstruction of Idalia Road from NM528 to Iris Road, expansion of Southern Boulevard, renovation of Fire Station 1 and expansion of the Fire Rescue Headquarters, and the "A Park Above" project in the Cabezon Area.

The City's total capital assets ended the year at $601.5 million, a decrease of $1.5 million (0.2%) over the prior year due mostly to depreciation of existing assets. Note 9 provides more information about the City's capital assets.

Long-term Debt
In April 2015, the City accepted one new loan from the New Mexico Finance Authority (NMFA) totaling $4.3 million to purchase water rights in the Utility Fund. In addition, the Utility Fund added $2.8 million to its ongoing New Mexico Environment Department waste water project loan that began in 2009. The projects financed by the loan are expected to be completed in fiscal year 2016. The City did not issue any new bonds during 2015.

The City retired $15.7 million of principal on its long-term bonds and notes payable, including $1.2 million of two NMFA water project loans that were retired prior to their maturity dates of 2030 and 2031. The City's total long-term liabilities, excluding pensions, ended the year at $212.5 million, a decrease of $9.2 million (4.1%).

Pensions
As explained in Note 2, this year the City implemented new accounting standards related to pensions. The new standards require the City to report its proportionate share of the New Mexico Public Employees Retirement Association (PERA) net pension liability. For fiscal year 2015, the City's share was $41.1 million for governmental activities and $1.2 million for business-type activities. Adding these liabilities to the Statement of Net Position resulted in a deficit unrestricted net position for governmental activities of $29.4 million, while the business-type activities / Utility Enterprise Fund had sufficient unrestricted net position to absorb its share of the liability.

The City's net pension liability was calculated by PERA based on state statutes governing benefit levels and contribution rates, as well as several assumptions adopted by the PERA Board of Directors, in conformance with GASB standards. The City does not control or influence any of the factors that determine the City's net pension liability except to the extent the City hires employees who are covered by one of PERA's pension plans.

The following table presents changes in the City's long-term obligations relative to the prior year (pension amounts for 2014 have been included for presentation only). Note 10 provides more details on the City's long-term debt.

City of Rio Rancho
Long-term Liabilities
as of June 30

	Governmental Activities		Business-type Activities		Total		Total Percent Change
	2015	2014	2015	2014	2015	2014	2014 to 2015
General Obligation Bonds, net...	$ 18,258,113	$ 21,293,643	$ —	$ —	$ 18,258,113	$ 21,293,643	(14.3) %
GRT Revenue Bonds, net.....	14,364,139	15,512,187	28,100,000	29,601,100	42,464,139	45,113,287	(5.9)
Utility Revenue Bonds, net.....	—	—	94,298,275	100,974,110	94,298,275	100,974,110	(6.6)
Notes Payable.....	13,786,850	15,410,852	38,969,846	34,307,146	52,756,696	49,717,998	6.1
Compensated Absences.....	4,645,355	4,498,721	118,692	108,497	4,764,047	4,607,218	3.4
Net Pension Liability.....	41,125,556	49,959,125	1,211,785	1,636,132	42,337,341	51,595,257	(17.9)
Total.....	**$ 92,180,013**	**$ 106,674,528**	**$ 162,698,598**	**$ 166,626,985**	**$ 254,878,611**	**$ 273,301,513**	**(6.7) %**

FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS

Fund Balances

At June 30, the City's governmental funds reported combined fund balances of $34.5 million, an increase of $2.8 million (8.8%) from 2014. Of the total fund balances, $19.6 million (57%) is restricted for various purposes, such as debt service and future capital projects, and is therefore unavailable for discretionary spending. The remaining $14.9 million (43%) is unassigned and available for new spending. The following table presents the City's 2015 ending governmental fund balances.

City of Rio Rancho
Governmental Fund Balances
June 30, 2015

	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
Restricted.....	$ —	$ 10,567,603	$ 4,206,027	$ 4,827,809	$ 19,601,439
Unassigned.....	15,325,622	(288,763)	—	(185,655)	14,851,204
Total.....	$ 15,325,622	$ 10,278,840	$ 4,206,027	$ 4,642,154	$ 34,452,643
Percent change from prior year...	11.7%	10.4%	0.1%	4.9%	8.8%

General Fund

During 2015, fund balance in the General Fund increased $1.6 million (11.7%) mostly due to gross receipts tax revenues exceeding budgeted projections.

Revenues. Municipal and state-shared gross receipts taxes increased $3.7 million (14.8%) over 2014 due to healthy growth in the local economy in the construction and real estate sectors. Property tax revenues grew $602,000 (4.4%) due to a combination of new properties added to the tax rolls by the county assessor and a property tax rate that was adjusted slightly higher under New Mexico's "yield control" formula. In total, General Fund revenues increased $6.6 million (12.7%) over the prior year.

Expenditures and Transfers. Total expenditures increased $2.1 million (4.0%) due almost entirely to employee salary increases of 2.0% and increased PERA contribution rates. In addition, transfers to other funds increased $1.1 million (77%) because of two one-time transactions. First, the General Fund contributed $735,000 to the Infrastructure Fund to pay for two road rehabilitation projects. Second, the City put $300,000 into a new special revenue fund as seed money to begin a new vehicle seizure program related to repeat DWI offenders.

Budgetary Highlights. On a budgetary (cash) basis, the original 2015 General Fund budget estimated a $1.7 million decrease in fund balance; however, fund balance increased $1.4 million due to higher than expected gross receipts tax

revenues and careful management of expenditures. Following are major amendments to the General Fund budget and comparisons of actual results to the budget for the fiscal year:

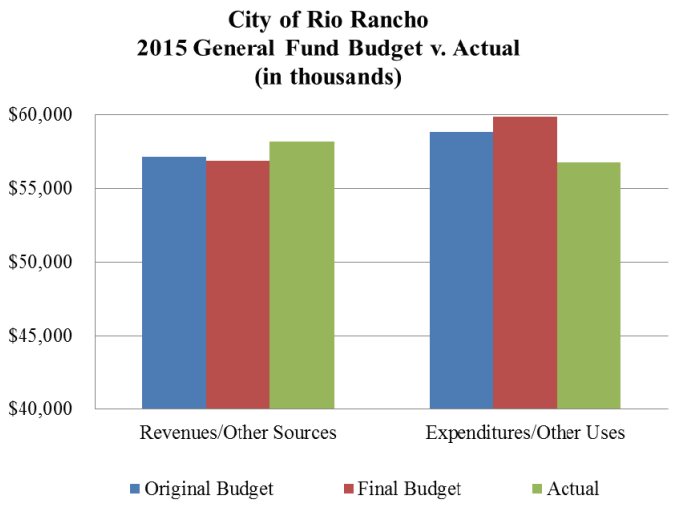
- Gross receipts tax revenue estimates were reduced $1.3 million (4.7%) in January 2015 after the first six months of collections were significantly lower than expected. However, the second half of the fiscal year saw GRT collections rebound substantially, ending the year $1.2 million (4.4%) above the revised budget and only $159,000 (0.6%) lower than the original estimate.

- Franchise tax revenue estimates were lowered $138,000 (3.9%) after analysis of collections indicated revenues would be less than originally expected. Actual franchise tax revenues were $37,000 (1.1%) above the revised estimate.

- The City increased other revenue line items for unexpected one-time funds, including $537,000 from FEMA for flood control costs that occurred in 2013, $175,000 from settlement of a lawsuit, and $142,000 that was returned to the City by the MPEC management company for lowering the net operating loss below budget targets.

- The capital outlay budget increased $472,000 (72%) mostly to account for funds rolled over from the prior year for purchase of new police & fire equipment.

On a budgetary basis, total General Fund revenues were $1.1 million (2.0%) above the original budget and $1.3 million (2.3%) above the final budget. Total expenditures were $2.1 million (3.7%) and $3.1 million (5.5%) below the original and final budgets, respectively. The budgetary comparison statement on page 30 presents budget-to-actual results for all major revenue sources in, and each function of, the General Fund. The statement also reconciles the City's budgetary-basis revenues and expenditures to amounts reported in the financial statements on a modified-accrual basis.



Nonmajor Governmental Funds

The City's nonmajor governmental fund balances increased a total of $1.2 million (6.7%), mostly in the special revenue funds, although changes in individual funds varied significantly from the prior year. Following are the most significant activities within the City's nonmajor governmental funds.

Special Revenue Funds. The Higher Education Gross Receipts Tax Fund added $1.4 million to fund balance due to an improved economy that generated additional GRT revenues citywide. The fund ended the year with a $6.2 million fund balance, all of which is restricted for purposes related to the state's higher education facilities.

The City created a new special revenue fund to begin a new vehicle seizure program related to repeat DWI offenders. For 2015, the DWI Seized Vehicle Fund ended the year with a balance of $245,000. In addition, the Library Fund spent down $344,000 of fund balance for purchase of books and materials using county grant funds received in prior years. Finally, the Municipal Road Fund decreased $249,000 mostly due to purchase of heavy equipment and vehicles for the Public Works Department.

Fund balances of all special revenue funds ended the year at $10.3 million, all of which is restricted for the specific purposes of the funds in which the balances reside.

Debt Service Funds. Debt service expenditures increased $377,000 (6.1%) due to higher principal payments on the City's 2006 general obligation bonds. The bond's repayment schedule was set at the time of issue and therefore was expected. Fund balances ended the year at $4.2 million, all of which is restricted for future debt service payments.

Capital Projects Funds. Total capital expenditures increased $1.6 million (36%) from the prior year due mostly to receipts of federal, state, and local grant funds in the Infrastructure and State Appropriation funds. Major projects during the year included improvements to the Meadowlark Senior Center; engineering and design work for several

transportation projects including Idalia, Broadmoor, Southern, and Westside; and ongoing construction of the City's all-inclusive A Park Above facility. Fund balances ended the year at $4.6 million, all of which is restricted for specific projects.

FINANCIAL ANALYSIS OF THE CITY'S PROPRIETARY FUNDS

Results of operations for the City's two enterprise funds were explained above under the heading "Business-type Activities." Internal service fund activities for 2015 were as follows.

Health Self-Insurance Fund

Expenses for claims and administration expenses increased $1.3 million (26%) over the prior year due to higher costs of medical procedures and prescriptions. Revenues were relatively flat, increasing only $132,000 (2.5%), but the fund had sufficient reserves to absorb the increased costs. Net position of the health insurance fund ended the year at $1.1 million, which the City still feels is adequate to protect against unexpected future claims. However, the City has approved a 5% increase in health insurance premiums for both the City and employees in the next fiscal year to help cover increasing claims costs.

Dental Self-Insurance Fund

Charges to departments and employees for dental insurance remained essentially the same as last year, increasing only $9,300 (2.0%). Expenses were also unchanged at $467,000, and net position increased $8,200 (50%) to end the year at $24,600. The City has approved a 10% increase in dental insurance premiums for both the City and employees in the next fiscal year to help build the fund's reserves against unexpected future claims.

OTHER MATTERS

The following issues may impact Rio Rancho's future financial position:

Litigation Related to Impact Fee Moratorium

In August 2012, the City's Governing Body declared a two-year moratorium on impact fees required for new construction, cutting residential impact fees by half and non-residential impact fees altogether. Curb North, Inc. (Curb) filed suit against the City claiming that the moratorium impaired the value of its $5.6 million of excess impact fee credits. In March 2014, the court found in favor of Curb to the extent Curb was not able to sell its credits during the two-year moratorium. The court has reserved its decision on the amount of damages due Curb for a trial, which has been scheduled for February 2016. The amount of damages that may be awarded is unknown at this time.

Refunding of Utility Bonds

In September 2015, the City advance refunded its outstanding Series 2007 Utility Revenue Project Bonds by issuing $27.365 million of Series 2015 Utility Revenue Refunding Bonds. The advance refunding will save the City approximately $5.6 million in cash-flow savings, or $333,000 per year through 2032, to the Utility Enterprise Fund. The refunding also allowed the City to replace a $3.0 million debt service reserve fund with a surety reserve policy, reducing the amount of cash required to be held in reserve for Utility revenue bonds.

Future Funding for Road Maintenance, Repair, and Rehabilitation

The Governing Body is currently considering options for increasing the amount of funding available for road maintenance, repair, and rehabilitation. Options include adding an additional local GRT tax levy, implementing a local municipal gas tax, and asking the voters to approve a general obligation bond, which would require a property tax rate increase. The City is seeking input from local citizen groups, business groups, and the general public. The City expects a decision will be made by the end of calendar year 2015.

REQUESTS FOR INFORMATION

This financial report is designed to provide citizens, taxpayers, and creditors with a general overview of Rio Rancho's finances and to demonstrate the City's accountability for the money it receives. Questions concerning any of the information in this report, or any other matters related to the City's budget and finances, should be addressed to the Rio Rancho Department of Financial Services, 3200 Civic Center Circle SE, Rio Rancho, New Mexico 87144.

Basic Financial Statements

CITY OF RIO RANCHO, NEW MEXICO

Statement of Net Position
June 30, 2015

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and Investments	$ 30,101,201	$ 17,446,203	$ 47,547,404
Receivables:			
Accounts, net	1,150,662	5,623,288	6,773,950
Taxes	655,250	—	655,250
Due From Other Governments	8,901,287	520,492	9,421,779
Prepaid Bond Insurance	56,295	494,970	551,265
Goodwill	—	3,570,430	3,570,430
Restricted Cash	596,661	13,937,974	14,534,635
Capital Assets:			
Land	64,018,477	45,399,266	109,417,743
Construction-in-Progress	21,652,288	33,692,299	55,344,587
Infrastructure	284,154,737	158,531,679	442,686,416
Buildings and Improvements	53,649,129	100,033,439	153,682,568
Land Improvements	17,565,664	13,011,455	30,577,119
Machinery and Equipment	26,974,522	55,364,782	82,339,304
Less Accumulated Depreciation	(196,899,917)	(75,616,086)	(272,516,003)
Total Capital Assets	271,114,900	330,416,834	601,531,734
Total Assets	312,576,256	372,010,191	684,586,447
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Bond Refundings	890,608	3,411,758	4,302,366
Deferred Pension Plan Items	4,249,361	124,853	4,374,214
Total Deferred Outflows of Resources	5,139,969	3,536,611	8,676,580
LIABILITIES			
Accounts Payable	2,841,954	1,491,576	4,333,530
Accrued Liabilities	2,378,021	850,844	3,228,865
Unearned Revenue	421,034	—	421,034
Deposits	—	1,012,982	1,012,982
Long-term Liabilities:			
Due Within One Year	8,341,089	9,219,308	17,560,397
Due in More Than One Year	83,838,924	153,479,290	237,318,214
Total Liabilities	97,821,022	166,054,000	263,875,022
DEFERRED INFLOWS OF RESOURCES			
Deferred Pension Plan Items	12,253,139	474,904	12,728,043
Total Deferred Inflows of Resources	12,253,139	474,904	12,728,043
NET POSITION			
Net Investment in Capital Assets	226,442,463	169,543,683	395,986,146
Restricted for:			
Debt Service	4,904,052	9,716,564	14,620,616
Capital Improvements	4,827,809	—	4,827,809
Unrestricted	(28,532,260)	29,757,651	1,225,391
Total Net Position	$ 207,642,064	$ 209,017,898	$ 416,659,962

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

CITY OF RIO RANCHO, NEW MEXICO

Statement of Activities
June 30, 2015

		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
Activities:	**Expenses**	**Charges for Services and Court Fines**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-type Activities**	**Total**
Primary Government:							
Governmental Activities:							
General Government	$ 11,754,103	$ 7,928,337	$ 274,395	$ —	$ (3,551,371)	$ —	$ (3,551,371)
Public Safety	32,104,922	4,578,298	1,944,969	540,363	(25,041,292)	—	(25,041,292)
Public Works	16,485,501	219,898	334,743	3,179,703	(12,751,157)	—	(12,751,157)
Parks, Recreation, and Culture	10,578,196	1,333,145	999,727	2,211,132	(6,034,192)	—	(6,034,192)
Community and Economic Development	2,437,296	222,277	—	—	(2,215,019)	—	(2,215,019)
Interest on Long-Term Debt	1,569,485	—	—	—	(1,569,485)	—	(1,569,485)
Total Governmental Activities	74,929,503	14,281,955	3,553,834	5,931,198	(51,162,516)	—	(51,162,516)
Business-type Activities:							
Water and Waste Water Utilities	37,070,051	41,826,751	885,422	1,784,369	—	7,426,491	7,426,491
Multi-Purpose Events Center	3,277,447	511,453	1,766,606	—	—	(999,388)	(999,388)
Total Business-type Activities	40,347,498	42,338,204	2,652,028	1,784,369	—	6,427,103	6,427,103
Total Primary Government	$ 115,277,001	$ 56,620,159	$ 6,205,862	$ 7,715,567	(51,162,516)	6,427,103	(44,735,413)
General Revenues and Transfers:							
Taxes:							
Property Taxes, General Purpose					14,316,546	—	14,316,546
Property Taxes, Debt Service					3,753,767	—	3,753,767
Gross Receipts Taxes					21,738,193	—	21,738,193
Franchise Taxes					3,551,726	—	3,551,726
Total Taxes					43,360,232	—	43,360,232
Unrestricted Grants, Aid, and State-Shared Revenue					13,760,046	—	13,760,046
Unrestricted Investment Income					16,668	21,072	37,740
Miscellaneous					172,329	—	172,329
Transfers					(1,074,860)	1,074,860	—
Total General Revenues and Transfers					56,234,415	1,095,932	57,330,347
Change in Net Position					5,071,899	7,523,035	12,594,934
Net Position - Beginning					252,529,313	203,130,996	455,660,309
Restatement (see Note 2)					(49,959,148)	(1,636,133)	(51,595,281)
Net Position - Beginning, as restated					202,570,165	201,494,863	404,065,028
Net Position - Ending					$ 207,642,064	$ 209,017,898	$ 416,659,962

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

CITY OF RIO RANCHO, NEW MEXICO

Balance Sheet
Governmental Funds
June 30, 2015

	General	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS			
Cash and Cash Equivalents	$ 10,106,652	$ 17,869,340	$ 27,975,992
Receivables:			
Accounts, net	1,134,035	16,627	1,150,662
Property Taxes	514,135	141,115	655,250
Due From Federal Government	123,295	1,582,357	1,705,652
Due From State Government	5,193,630	1,843,323	7,036,953
Due From Local Governments	28,166	130,516	158,682
Due From Other Funds	1,877,873	—	1,877,873
Restricted Investments	—	596,661	596,661
Total Assets	$ 18,977,786	$ 22,179,939	$ 41,157,725
LIABILITIES			
Accounts Payable	$ 964,971	$ 912,340	$ 1,877,311
Accrued Liabilities	2,009,895	47,045	2,056,940
Due To Other Funds	—	1,877,873	1,877,873
Unearned Revenue	306,738	114,296	421,034
Total Liabilities	3,281,604	2,951,554	6,233,158
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue - Property Taxes	370,560	101,364	471,924
Total Deferred Inflows of Resources	370,560	101,364	471,924
FUND BALANCES			
Restricted	—	19,601,439	19,601,439
Unassigned	15,325,622	(474,418)	14,851,204
Total Fund Balances	15,325,622	19,127,021	34,452,643
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 18,977,786	$ 22,179,939	$ 41,157,725

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

CITY OF RIO RANCHO, NEW MEXICO

Reconciliation of the Balance Sheet – Governmental Funds
To the Statement of Net Position
June 30, 2015

Total Fund Balances – Governmental Funds		$ 34,452,643
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds, but they are reported in the Statement of Net Position. Capital assets consist of the following:		
Land	$ 64,018,477	
Infrastructure	284,154,737	
Other capital assets	119,841,603	
Accumulated depreciation	(196,899,917)	271,114,900
Some of the City's property tax revenue will be collected after year-end but are not available soon enough to pay for the current year's expenditures and therefore are reported as unavailable revenue in governmental funds		471,924
A liability for accrued interest on long-term debt is not reported in governmental funds because interest payments are not due at June 30, but the liability is reported for governmental activities on the Statement of Net Position		(321,081)
The City uses internal service funds to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the Statement of Net Position		1,160,566
Some liabilities and deferred outflows of resources are not reported in governmental funds, but they are reported in the Statement of Net Position. These amounts consist of the following:		
Bonds and notes payable	(44,966,850)	
Unamortized premiums and discounts on bonds	(1,442,252)	
Deferred amount on bond refundings	890,608	
Prepaid bond insurance costs	56,295	
Net pension liability	(41,125,556)	
Deferred pension plan items, net	(8,003,778)	
Compensated absences	(4,645,355)	(99,236,888)
Net Position of Governmental Activities		$ 207,642,064

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

CITY OF RIO RANCHO, NEW MEXICO

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2015

	General	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES			
Property Taxes	$ 14,359,894	$ 3,764,547	$ 18,124,441
Municipal and State-Shared Taxes	28,736,225	6,762,014	35,498,239
Franchise Taxes	3,463,842	87,884	3,551,726
Licenses and Permits	424,379	—	424,379
Intergovernmental - Federal	674,143	3,167,801	3,841,944
Intergovernmental - State	78,847	3,752,318	3,831,165
Intergovernmental - Local	104,666	1,076,392	1,181,058
Impact Fees	—	608,278	608,278
Charges for Services	6,008,983	667,449	6,676,432
Fines and Forfeitures	1,126,728	94,071	1,220,799
Miscellaneous	3,817,730	933,266	4,750,996
Total Revenues	58,795,437	20,914,020	79,709,457
EXPENDITURES			
Current:			
General Government	8,214,795	1,957,718	10,172,513
Public Safety	28,261,140	2,030,063	30,291,203
Public Works	7,479,175	536,507	8,015,682
Parks, Recreation, and Culture	7,913,583	1,536,213	9,449,796
Community and Economic Development	1,943,003	565,770	2,508,773
Capital Outlay	938,803	7,151,918	8,090,721
Debt Service:			
Principal	—	5,584,002	5,584,002
Interest and Other Charges	—	1,728,469	1,728,469
Total Expenditures	54,750,499	21,090,660	75,841,159
Revenues Over (Under) Expenditures	4,044,938	(176,640)	3,868,298
OTHER FINANCING SOURCES (USES)			
Transfers In	—	1,368,908	1,368,908
Transfers Out	(2,443,768)	—	(2,443,768)
Total Other Financing Sources (Uses)	(2,443,768)	1,368,908	(1,074,860)
Net Change in Fund Balances	1,601,170	1,192,268	2,793,438
Fund Balances - Beginning	13,724,452	17,934,753	31,659,205
Fund Balances - Ending	$ 15,325,622	$ 19,127,021	$ 34,452,643

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

CITY OF RIO RANCHO, NEW MEXICO

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds To the Statement of Activities For the Year Ended June 30, 2015

Net Change in Fund Balances – Total Governmental Funds.....		$ 2,793,438
Amounts reported for governmental activities in the Statement of Activities are different because:		
Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current year, these amounts were as follows:		
Capital outlay.....	$ 8,090,721	
Assets received from developers and others.....	518,235	
Depreciation expense.....	(12,017,255)	(3,408,299)
In the Statement of Activities, only the gain on the sale of assets is reported, whereas in governmental funds the proceeds from the sales increase financial resources. Thus, the change in net position differs from the change in fund balance by the book value of the assets sold.....		(20,480)
Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current year, these amounts were as follows:		
Bond and note principal payments.....		5,584,002
Management uses internal service funds to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.....		(664,797)
Because delinquent property taxes will not be collected for some time after the end of the year, they do not provide current financial resources in governmental funds. Unavailable property tax revenues changed by this amount this year.....		(54,128)
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. These activities consist of the following:		
Amortization of bond premiums, discounts, and deferred amounts.....	115,305	
Change in accrued interest on long-term debt.....	43,679	
Pension expense.....	(2,803,960)	
Change in deferred pension plan items.....	3,633,773	
Change in compensated absences.....	(146,634)	842,163
Change in Net Position of Governmental Activities.....		$ 5,071,899

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

CITY OF RIO RANCHO, NEW MEXICO

Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Property Taxes	$ 14,327,582	$ 14,385,549	$ 14,360,464	$ (25,085)
Municipal and State-Shared Taxes	27,897,108	26,578,408	27,738,403	1,159,995
Franchise Fees	3,572,074	3,434,381	3,471,185	36,804
Licenses and Permits	345,230	437,710	424,379	(13,331)
Intergovernmental - Federal	345,400	827,167	605,612	(221,555)
Intergovernmental - State	—	70,362	78,847	8,485
Intergovernmental - Local	76,000	76,500	76,500	—
Charges for Services	5,387,447	5,585,786	5,864,281	278,495
Fines and Forfeitures	1,184,500	1,184,500	1,130,119	(54,381)
Miscellaneous	3,359,827	3,760,279	3,869,964	109,685
Total Revenues	56,495,168	56,340,642	57,619,754	1,279,112
EXPENDITURES				
Current:				
General Government	7,210,530	7,798,493	7,581,311	217,182
Public Safety	28,977,510	29,027,027	27,928,554	1,098,473
Public Works	8,261,895	8,177,988	7,438,587	739,401
Parks, Recreation, and Culture	8,475,750	8,513,354	7,926,995	586,359
Community and Economic Development	2,240,077	2,240,931	1,920,862	320,069
Capital Outlay	654,048	1,125,831	949,370	176,461
Total Expenditures	55,819,810	56,883,624	53,745,679	3,137,945
Revenues Over (Under) Expenditures	675,358	(542,982)	3,874,075	4,417,057
OTHER FINANCING SOURCES (USES)				
Transfers In	664,970	567,309	567,009	(300)
Transfers Out	(3,013,578)	(3,010,548)	(3,010,777)	(229)
Total Other Financing Sources (Uses)	(2,348,608)	(2,443,239)	(2,443,768)	(529)
Net Change in Fund Balances	(1,673,250)	(2,986,221)	1,430,307	4,416,528
Fund Balances - Beginning, Budgetary Basis	8,731,664	10,198,439	10,255,416	56,977
Fund Balances - Ending, Budgetary Basis	$ 7,058,414	$ 7,212,218	$ 11,685,723	$ 4,473,505

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 57,619,754
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	7,007,862
Prior year accrued revenue	(5,831,652)
Certain year-end adjustments are considered revenue for financial reporting but not for budgetary reporting	(527)
Total Actual Revenues - GAAP Basis	$ 58,795,437
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 53,745,679
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	2,974,866
Prior year accrued expenditures	(2,173,997)
Allowances for doubtful accounts are considered expenditures for financial reporting but not for budgetary reporting	203,951
Total Actual Expenditures - GAAP Basis	$ 54,750,499

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

CITY OF RIO RANCHO, NEW MEXICO

Statement of Net Position
Proprietary Funds
June 30, 2015

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Utilities Fund	Multi-Purpose Events Center Fund	Total	
ASSETS				
Current Assets:				
Cash and Investments	$ 16,657,474	$ 788,729	$ 17,446,203	$ 2,125,209
Receivables:				
Accounts, net	5,613,548	9,740	5,623,288	—
Due From State Government	114,213	406,279	520,492	—
Total Current Assets	22,385,235	1,204,748	23,589,983	2,125,209
Noncurrent Assets:				
Restricted Cash	11,701,194	2,236,780	13,937,974	—
Prepaid Bond Insurance	494,970	—	494,970	—
Goodwill, net	3,570,430	—	3,570,430	—
Capital Assets:				
Land	45,066,766	332,500	45,399,266	—
Construction in Progress	33,679,299	13,000	33,692,299	—
Infrastructure	158,531,679	—	158,531,679	—
Buildings and Improvements	59,047,632	40,985,807	100,033,439	—
Land Improvements	12,639,051	372,404	13,011,455	—
Machinery and Equipment	54,198,119	1,166,663	55,364,782	—
Less Accumulated Depreciation	(69,266,202)	(6,349,884)	(75,616,086)	—
Total Noncurrent Assets	309,662,938	38,757,270	348,420,208	—
Total Assets	332,048,173	39,962,018	372,010,191	2,125,209
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount on Bond Refundings	617,102	2,794,656	3,411,758	—
Deferred Pension Plan Items	124,853	—	124,853	
Total Deferred Outflows of Resources	741,955	2,794,656	3,536,611	—
LIABILITIES				
Current Liabilities:				
Accounts Payable	1,489,865	1,711	1,491,576	—
Accrued Liabilities	780,566	70,278	850,844	—
Claims Payable	—	—	—	964,643
Deposits	1,012,982	—	1,012,982	—
Compensated Absences	94,035	—	94,035	—
Current Portion of Long-term Debt	7,775,273	1,350,000	9,125,273	—
Total Current Liabilities	11,152,721	1,421,989	12,574,710	964,643
Noncurrent Liabilities:				
Compensated Absences	24,657	—	24,657	—
Notes Payable	37,524,573	—	37,524,573	—
Bonds Payable, net	87,968,275	26,750,000	114,718,275	—
Net Pension Liability	1,211,785	—	1,211,785	—
Total Noncurrent Liabilities	126,729,290	26,750,000	153,479,290	—
Total Liabilities	137,882,011	28,171,989	166,054,000	964,643
DEFERRED INFLOWS OF RESOURCES				
Deferred Pension Plan Items	474,904	—	474,904	—
NET POSITION				
Net Investment in Capital Assets	161,123,193	8,420,490	169,543,683	—
Restricted for Debt Service	7,479,784	2,236,780	9,716,564	—
Unrestricted	25,830,236	3,927,415	29,757,651	1,160,566
Total Net Position	$ 194,433,213	$ 14,584,685	$ 209,017,898	$ 1,160,566

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

CITY OF RIO RANCHO, NEW MEXICO

Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2015

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Utilities Fund	Multi-Purpose Events Center Fund	Total	
OPERATING REVENUES				
Charges for Services	$ 41,577,605	$ 418,263	$ 41,995,868	$ 5,896,036
Total Revenues	41,577,605	418,263	41,995,868	5,896,036
OPERATING EXPENSES				
General and Administrative	3,132,603	1,154,613	4,287,216	441,808
Production Costs	21,792,164	—	21,792,164	—
Depreciation	7,333,423	892,165	8,225,588	—
Claims and Premiums	—	—	—	6,121,354
Total Expenses	32,258,190	2,046,778	34,304,968	6,563,162
Operating Income (Loss)	9,319,415	(1,628,515)	7,690,900	(667,126)
NON-OPERATING REVENUES (EXPENSES)				
Intergovernmental Revenue - Federal	39,004	—	39,004	—
Intergovernmental Revenue - State	—	1,766,606	1,766,606	—
Intergovernmental Revenue - Local	3,000	—	3,000	—
Impact Fees	843,418	—	843,418	—
Other Revenues	249,146	93,190	342,336	—
Interest Expense	(4,487,692)	(1,206,280)	(5,693,972)	—
Amortization of Goodwill	(178,895)	—	(178,895)	—
Investment Income	18,169	2,903	21,072	2,329
Other Expenses	(145,274)	(24,389)	(169,663)	—
Total Non-Operating Revenues (Expenses)	(3,659,124)	632,030	(3,027,094)	2,329
Income (Loss) Before Capital Contributions and Transfers	5,660,291	(996,485)	4,663,806	(664,797)
Capital Grants and Contributions	1,784,369	—	1,784,369	—
Transfers In	—	1,074,860	1,074,860	—
Transfers Out	—	—	—	—
Change in Net Position	7,444,660	78,375	7,523,035	(664,797)
Net Position - Beginning	188,624,686	14,506,310	203,130,996	1,825,363
Restatement (see Note 2)	(1,636,133)	—	(1,636,133)	—
Net Position - Beginning, as restated	186,988,553	14,506,310	201,494,863	1,825,363
Net Position - Ending	$ 194,433,213	$ 14,584,685	$ 209,017,898	$ 1,160,566

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

CITY OF RIO RANCHO, NEW MEXICO

Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2015

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Utilities Fund	Multi-Purpose Events Center Fund	Total	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers and Users	$ 41,766,335	$ 455,278	$ 42,221,613	$ 5,896,036
Payments to Suppliers and Contractors	(23,658,526)	(1,164,819)	(24,823,345)	(6,498,323)
Payments to Employees	(1,856,115)	—	(1,856,115)	—
Net Cash Provided (Used) by Operating Activities	16,251,694	(709,541)	15,542,153	(602,287)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers (To) From Other Funds	—	1,074,860	1,074,860	—
Intergovernmental Revenues	145,876	1,717,268	1,863,144	—
Net Cash Provided (Used) by Non-Capital Financing Activities	145,876	2,792,128	2,938,004	—
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Development Impact Fees	843,418	—	843,418	—
Capital Grants	1,164,543	—	1,164,543	—
Acquisition of Capital Assets	(9,537,744)	(21,787)	(9,559,531)	—
Proceeds from Bonds and Notes	8,422,528	—	8,422,528	—
Principal Paid on Bonds and Notes	(8,566,264)	(1,515,000)	(10,081,264)	—
Interest Paid on Bonds and Notes	(5,000,697)	(955,740)	(5,956,437)	—
Net Cash Provided (Used) by Capital and Related Financing Activities	(12,674,216)	(2,492,527)	(15,166,743)	—
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest on Investments	18,169	2,903	21,072	2,329
Net Cash Provided (Used) by Investing Activities	18,169	2,903	21,072	2,329
Net Cash Provided (Used) - All Activities	3,741,523	(407,037)	3,334,486	(599,958)
Cash and Cash Equivalents - Beginning	24,617,145	3,432,546	28,049,691	2,725,167
Cash and Cash Equivalents - Ending	$ 28,358,668	$ 3,025,509	$ 31,384,177	$ 2,125,209
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	$ 9,319,415	$ (1,628,515)	$ 7,690,900	$ (667,126)
Adjustments to Reconcile Operating Income (Loss):				
Depreciation Expense	7,333,423	892,165	8,225,588	—
(Increase) Decrease in Accounts Receivable	159,798	37,015	196,813	—
Increase (Decrease) in Accounts Payable	(548,820)	(10,206)	(559,026)	64,839
Increase (Decrease) in Accrued Liabilities	(30,859)	—	(30,859)	—
Increase (Decrease) in Deposits	28,932	—	28,932	—
Increase (Decrease) in Compensated Absences	(10,195)	—	(10,195)	—
Net Cash Provided (Used) by Operating Activities	$ 16,251,694	$ (709,541)	$ 15,542,153	$ (602,287)
NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Capital Contributions from Developers and Others	$ 619,826	$ —	$ 619,826	$ —
Total Non-Cash Investing, Capital and Financing Activities	$ 619,826	$ —	$ 619,826	$ —

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

CITY OF RIO RANCHO, NEW MEXICO

Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2015

	Agency Funds
ASSETS	
Cash	$ 3,712,200
Total Assets	$ 3,712,200
LIABILITIES	
Deposits Held for Others	$ 3,712,200
Total Liabilities	$ 3,712,200

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

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NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Rio Rancho (the City) conform in all material respects to generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). Preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. The following is a summary of the City's significant accounting policies.

A. Reporting Entity

The City of Rio Rancho was incorporated in 1981, and voters approved a home rule amendment to the charter in 1992. The City operates under a council-manager form of government with six council members who, along with an elected mayor, constitute the City's Governing Body. The Governing Body has budgetary authority over all City departments and is accountable for all fiscal matters. The City's major operations include police and fire protection, library, parks and recreation, community and social services, and general administrative services. In addition, the City owns and operates two enterprise funds, which include a utilities fund for water and wastewater operations and a multi-purpose event center.

The Comprehensive Annual Financial Report (CAFR) of Rio Rancho includes the financial statements for all departments and agencies of the City based on the criteria set forth in GASB Statement 14. The City is a primary government that has a separately elected Governing Body, is legally separate, and is fiscally independent of other state and local governments. Furthermore, no component units are combined with the City for financial statement presentation purposes, and the City is not included in the financial statements of any other governmental reporting entity. Consequently, the City's financial statements include only the financial activity of those organizational entities for which elected Governing Body is financially accountable.

B. Government-wide and Fund Financial Statements

The City's basic financial statements consist of both government-wide statements and fund statements. The government-wide statements focus on the City as a whole, while the fund statements focus on individual funds.

Government-wide Financial Statements. The government-wide statements present information on all non-fiduciary activities of the primary government. Primary government activities are distinguished between *governmental* and *business-type* activities. Governmental activities generally are financed through taxes, grants, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

The *Statement of Net Position* presents the City's non-fiduciary assets, liabilities, and deferred outflows/inflows, with the difference reported as net position. Net position is restricted when constraints are either externally imposed or are imposed by constitutional provisions or enabling legislation.

The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. The City does not allocate general government (indirect) expenses to other functions. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; 2) court fines; and 3) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not meeting the definition of program revenues are reported as general revenues.

Fund Financial Statements. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is used to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. Separate statements are provided for *governmental*, *proprietary*, and *fiduciary funds*. For governmental and proprietary funds, the emphasis is on *major funds*, with each displayed in a separate column.

The City reports only one major governmental fund:

- **General Fund.** This fund is the principal operating fund of the City. It is used to account for all financial resources not accounted for in another fund.

The City's nonmajor governmental funds account for specific revenue sources that are restricted, committed, or assigned for specific purposes. Fund types reported as nonmajor funds are special revenue, debt service, and capital project funds.

The City reports the following proprietary funds:

- **Utilities Enterprise Fund.** This fund accounts for the operations of the City's water and wastewater systems that are operated for residents and businesses of the City. This fund is reported as a major enterprise fund.

- **Multi-Purpose Events Center (MPEC) Enterprise Fund.** This fund accounts for the operations of the City's Santa Ana Star Center. This fund is reported as a major enterprise fund.

- **Internal Service Funds.** These funds account for the financing of health and dental services provided to City employees on a cost-recovery basis. Internal service funds are combined with governmental activities on the government-wide statements.

The City reports the following fiduciary funds:

- **Agency Funds.** These funds account for assets held by the City as a custodian for other governments or organizations and include the Special Assessment District Operations Fund; Special Assessment District VI, VII, and VIII Bond Funds; the Municipal Court Fund; the S&P Reimbursement Fund; the Rio Metro Fund; and the Rio Rancho Economic Development Fund. These funds account for monies temporarily held by the City as an agent.

C. Measurement Focus and Basis of Accounting

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the related liability is incurred, regardless of the timing of the cash flows. Property taxes are recognized as revenues in the year for which they are levied. Other revenues are recognized in the year in which the related sales or other activity has occurred. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

The proprietary and fiduciary fund statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues generally 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 items, such as interest expense and investment earnings, result from nonexchange transactions or ancillary activities.

The governmental fund financial statements are prepared using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Expenditures are generally recorded when the related liability is incurred, except for debt service expenditures as explained below.

D. Assets, Liabilities, Deferred Outflows / Inflows of Resources, and Equity

Following are the City's significant policies regarding recognition and reporting of certain assets, liabilities, deferred outflows/inflows, and equity.

Cash and Investments. Cash and cash equivalents consist primarily of demand deposits with financial institutions and short-term investments with original maturities of three months or less from the purchase date. Investments may include pooled and non-pooled investments with original maturities greater than three months. All cash and investments are stated at fair value. Restricted cash and investments include amounts held by the City or the City's bond trustee that are reserved for future debt service requirements.

Receivables. Taxes receivable include accrued amounts for municipal and state-shared taxes and delinquent property taxes. Receivables from other governments are reasonably assured. Accordingly, no allowance for uncollectible accounts has been established for taxes and intergovernmental revenues. Accounts receivable from customers in excess of 187 days comprise an allowance for uncollectibles in the Utilities Enterprise Fund.

Property Taxes. Property taxes are recognized net of estimated refunds and uncollectible amounts. Property taxes attach as a lien on property as of January 1. Taxes are levied each year on July 1 on the taxable valuation of property located within the City as of the preceding January 1. The taxable valuation for the various classes of property are determined by the Sandoval County Assessor and the State of New Mexico Department of Finance and Administration (DFA), Local Government Division at one-third of assessed valuation. The rate of taxes for operating purposes for all taxing jurisdictions is limited by the State Constitution to 20 mils ($20 per $1,000 assessed valuation), of which the City's portion, by state regulation, is limited to 5.151 mils. Property taxes are payable in two equal installments due on November 10th of the current year and April 10th of the following

year and become delinquent after 30 days. The City records a receivable and deferred inflow for delinquent taxes in governmental funds, but no allowance for doubtful accounts is made as uncollected property taxes are deemed to be substantially collectible through foreclosure.

Inventories and Prepaid Items. In all funds, inventories are recorded as expenditures or expenses when purchased, and amounts paid to vendors for goods and services applicable to future accounting periods are recorded as prepaid items.

Capital Assets. The City defines a capital asset as an asset with an initial cost of $5,000 or more and an estimated useful life of more than two years. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair value on the date of donation.

Buildings, equipment, infrastructure, and other depreciable assets are depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Years
Public Domain Infrastructure	15-65
System Infrastructure	30
Buildings	50
Building and Other Improvements	20
Vehicles	8
Furniture and Other Equipment	5

Goodwill represents the excess of the cost of an acquisition over fair value of the City's share of the net identifiable assets of the controlled entity/associate at the date of the acquisition of the Utility. Software is capitalized when acquired while library books are not capitalized because the aggregated cost of books is considered immaterial.

General government infrastructure assets acquired prior to July 1, 2002 consist of the road network assets that were acquired or that received substantial improvements subsequent to July 1, 1981. These infrastructure assets are reported at estimated historical cost using deflated replacement cost. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Capital assets purchased in governmental funds are recorded as expenditures in the governmental fund statements. Interest expense for capital asset construction related to governmental activities is not capitalized, while interest expense incurred during construction of capital assets related to business-type activities is capitalized.

Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Deferred Outflows of Resources. A deferred outflow of resources is a consumption of net position that applies to a future reporting period and therefore will be reported as an outflow/expense in future years. All deferred amounts on bond refundings are reported as deferred outflows of resources and amortized over the life of the bonds in the government-wide and proprietary fund statements.

Compensated Absences. The City's employee vacation and sick leave policies generally provide for granting vacation and sick leave with pay. Vacation benefits vest immediately at the employee's current rate of pay. Sick leave benefits may be converted to vacation leave at specified rates upon retirement after 10 or more years of service; however, the sick leave benefits do not vest. The current and long-term liabilities for accumulated leave are reported on the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee leave, resignations, or retirements. Resources from the General Fund are used to pay for compensated absences.

Long-term Obligations. In the government-wide statements and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as the difference between the reacquisition price and the net carrying amount of old debt in refunding transactions, are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of unamortized premiums and discounts.

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

Deferred Inflows of Resources. A deferred inflow of resources is an acquisition of net position by the government that applies to a future reporting period and therefore will be recognized as an inflow/revenue in future years. Delinquent property taxes owed to the City but not yet collected are reported as deferred

inflows of resources in the governmental fund statements and recognized as revenue as the taxes are collected in future years.

Net Position and Fund Balances. The difference between assets/deferred outflows and liabilities/deferred inflows is n*et position* on the government-wide, proprietary fund, and fiduciary fund statements, and *fund balance* on the governmental fund statements. Note 11 provides more information on the City's policies and classifications related to net position and fund balances.

E. Revenues and Expenditures / Expenses

Revenue Availability. Under the modified accrual basis of accounting, revenues are recognized in governmental funds when they are both "measurable and available." Revenues are considered to be available when they are collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. The City considers property tax revenues to be "available" if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue when all eligibility requirements have been met. All other revenues, including gross receipts taxes, are considered to be available if they are collected within 60 days after year-end. Proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

Expenditure/Expense Recognition. In governmental funds, expenditures are generally recorded when the related liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Capital asset acquisition and construction are reported as expenditures in the period they are acquired or built. In proprietary funds and government-wide statements, expenses are recorded when the related liability is incurred.

When an expenditure or expense is incurred for purposes for which both restricted and unrestricted resources are available, the City's policy is to use restricted resources first, then unrestricted resources in order of committed then assigned as needed.

F. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the New Mexico Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA, which is the economic resources measurement focus and accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

G. Interfund Activity and Balances

Government-wide Statements. In general, eliminations have been made to minimize the double-counting of internal activity, including internal service fund activity. However, interfund services provided and used between different functional categories have not been eliminated when to do so would distort the direct costs and program revenues of the applicable functions. Interfund receivables and payables have been eliminated from the Statement of Net Position, except for the residual amounts due between governmental and business-type activities, if any, which are shown as "internal balances."

Governmental Fund Statements. Interfund transactions for goods and services provided and used are reported as revenues and expenditures in the funds involved. Cash transfers between funds of the City are reported as other financing sources and uses in the governmental fund statements.

H. Budgets

Budgets for the General Fund, special revenue funds, debt service funds, capital projects funds, and proprietary funds are subject to approval by the New Mexico Department of Finance and Administration (DFA), Local Government Division.

During the month of May, public hearings are conducted to obtain taxpayer comments on the budget. Prior to June 1, the City submits to DFA a proposed operating budget for the fiscal year commencing July 1. The budget is prepared by fund and function and includes proposed expenditures, including carryover encumbrances and accounts payable, and the means of financing them. Prior to July 1, DFA grants interim approval for the City to operate on the proposed budget subject to adjustments and/or revisions prior to final subsequent approval before the first Monday in September. Such approval is contingent upon the City Council adopting the proposed budget in accordance with applicable state statutes, and sufficient funds being available for anticipated fiscal year expenditures. Prior to July 31, the City Council adopts by resolution a formal budget and such budget is presented to DFA for final approval.

Section 6-6-6, NMSA, 1978 prohibits municipalities from making expenditures in excess of the approved budget. Statute defines the legal level of budgetary control as a fund's total budgeted expenditures.

The adopted budget of the City is prepared on a cash basis, and reconciliations of cash budget-basis amounts to GAAP-based amounts are provided on the face of the budgetary statements and schedules.

NOTE 2. NEW GASB PRONOUNCEMENTS AND BEGINNING NET POSITION ADJUSTMENTS

For the fiscal year ended June 30, 2015, the City implemented GASB Statement 68, *Accounting and Financial Reporting for Pensions*, as amended by GASB Statement 71, *Pension Transitions for Contributions Made Subsequent to the Measurement Date*. Statements 68 and 71 establish standards for measuring and recognizing liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditures related to defined benefit pension plans. The new standards require the City to recognize its proportionate share of the New Mexico Public Employees Retirement Association (PERA) net pension liability, pension expense, and deferred outflows and inflows of resources, based on information provided by PERA. The new standards also require disclosure of certain assumptions and actuarial information related to the calculation of the net pension liability, as well as required supplementary information related to the City's net pension liability, contributions to the pension plan, and related ratios.

As a result of implementing GASB Statements 68 and 71, the City restated beginning net position of Governmental and Business-type Activities on the government-wide financial statements, and beginning net position of the Utility Enterprise Fund, as follows:

Governmental Activities	($49,959,148)
Business-type Activities / Utility Enterprise Fund	($1,636,133)

Note 12 related to pensions has been revised to include the information required by Statements 68 and 71. Required supplementary information related to pensions is also included in a new section immediately after the Notes.

NOTE 3. DEPOSITS AND INVESTMENTS

At June 30, the carrying amount of the City's deposits was $59,517,255 and the bank balance was $60,674,777. The difference represents outstanding checks, deposits, and other reconciling items. The City also had $5,659 of cash on hand at June 30. Following are discussions of the City's exposure to various risks related to its cash management activities.

A. Custodial Credit Risk

Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be recovered. New Mexico law requires all deposits with financial institutions to be collateralized in an amount not less than 50% of the uninsured balance. Furthermore, the City's Investment Policy requires all deposits with financial institutions to be collateralized in an amount not less than 102% of the uninsured balance in each account. No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC). As of June 30, $60,174,777 of the City's bank balance was exposed to custodial credit risk as uninsured but collateralized with securities held by the pledging financial institution's trust department. Pledged collateral at June 30 consisted of the following:

Total amount on deposit	$ 60,674,777
less FDIC insured amount	(500,000)
Total uninsured deposits	60,174,777
50% collateral requirement	30,087,389
Pledged securities, fair value	67,963,023
Pledged in excess of requirement	$ 37,875,634

Investments. Custodial credit risk for investments 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 that are in the possession of an outside party. The City's Investment Policy requires all collateral to be held in the City's name by an independent party approved by the City. The custodian is required to provide original safekeeping receipts. Following are the City's investment balances at June 30:

Investment Type	Fair Value	Weighted Average Maturity
State Treasurer's Investment Pool	$ 6,594	54.6 days
Bank of New York Mellon Money Market	2,058,126	n/a
US Treasuries held by NMFA	4,206,605	.608 days
Total	$ 6,271,325	

The City's investment in the New Mexico State Treasurer's Local Government Investment Pool (LGIP) represents a proportionate interest in the Pool's portfolio. The City's portion is not identified with specific investments and is not subject to custodial

risk; however, separately issued financial statements of the LGIP disclose the collateral pledged to secure the State Treasurer's cash and investments. The most recent report may be obtained by contacting the Office of the State Treasurer, P.O. Box 5135, Santa Fe, NM 87505-5135.

B. Credit Risk

Credit risk is the risk that the counterparty to an investment transaction will not fulfill its obligations. The City's adopted Investment Policy manages credit risk by requiring investment in only the following security types, consistent with state law:

- U.S. Treasury obligations
- Federal Agency securities
- repurchase agreements with institutions
- demand deposits of New Mexico banks
- savings and loan association deposits
- investment grade obligations of state and local governments
- money market mutual funds
- State Treasurer's LGIP

The City's Investment Policy and state law restrict certificates of deposit to only fully collateralized or insured CDs that are issued by eligible depositories in New Mexico. Such CDs are further collateralized to 102% with pledged US obligations held by an independent custodian. Securities of state and municipal entities within the United States must have a taxable valuation of real property for the preceding year of at least $1 million and must have not defaulted on bond obligations within the preceding five years.

Money market mutual funds must be registered with the SEC and must have assets of at least $100 million. The City's Investment Policy does not require that SEC-registered money market mutual funds be rated AAAm or its equivalent.

The State of New Mexico Local Government Investment Pool is authorized by state statute and is rated AAAm by Standard & Poors. The LGIP is not registered with the United States Securities Exchange Commission. Section 6-10-101, NMSA 1978, empowers the State Treasurer, with the advice and consent of the State Board of Finance, to invest money held for short-term investment in securities that are issued by the United States government or by its departments or agencies and are either direct obligations of the United States or are backed by the full faith and credit of the United States government or are agencies sponsored by the United States government. The LGIP investments are monitored by the same investment committee and the same policies and procedures that apply to all other state investments. The pool does not have unit shares. Per section 6-10-10.1F, NMSA 1978, at the end of each month all interest earned is distributed by the State Treasurer to the contributing entities in amounts directly proportionate to the respective amounts deposited in the fund and the length of time the fund amounts were invested. Participation in the pool is voluntary. The City's investment in the LGIP approximates the value of the City's pool share.

C. Concentration of Credit Risk

The City's Investment Policy manages concentration of credit risk by stressing diversification on all deposits and investments. Following are the ratio of the City's holdings at June 30:

State Treasurer LGIP	0.01%
Money market mutual funds	3.04%
US Treasuries	6.29%
Collateralized demand deposits	90.67%

D. Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City's Investment Policy manages interest rate risk by setting a maximum maturity of five years on any single investment and a maximum weighted average of two years for the overall portfolio, with the exception of bond or trust funds which should be matched to the planned expenditures of the funds. As of June 30, the City's portfolio had no investment that matured beyond 24 months, and the weighted average maturity of the total portfolio was 0.47 days.

NOTE 4. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

For fiscal year 2015, expenditures in three funds exceeded budgeted appropriations by the following amounts:

Governmental Funds:	
Workers Compensation Fund	$70,770
Proprietary Funds:	
Health Self-Insurance Fund	$242,089
Dental Self-Insurance Fund	$7,474

The overages occurred because expenditures exceeded original estimates but the City did not submit budget adjustments for the funds prior to the end of the fiscal year. The City will more closely monitor expenditures in these funds in future years.

NOTE 5. INTERFUND BALANCES

Interfund balances result from time lags between the dates of payment for goods and services and collection of revenues. Interfund balances at June 30 consisted of the following amounts:

	Due From Other Funds - General Fund
Due To Other Funds reported in:	
Nonmajor Special Revenue Funds:	
Keep Rio Rancho Beautiful Fund	$ 10,311
Library Fund	89,600
NM Gang Task Force Grant Fund	19,157
Public Safety and Other Grants Fund	441,620
HUD CDBG Grant Fund	187,489
Crime Victim Assistance Fund	10,020
Nonmajor Capital Project Funds:	
Infrastructure Fund	736,844
State Appropriation Capital Projects Fund	382,832
Total	$ 1,877,873

NOTE 6. INTERFUND TRANSFERS

Transfers between funds occur primarily to finance programs accounted for in one fund with resources collected in other funds in accordance with budgetary authorizations. Interfund transfers among governmental and enterprise funds for the year ended June 30 were as follows:

	Transfers Out - General Fund
Transfers In reported in:	
Nonmajor Special Revenue Funds:	
Promotion and Marketing Fund	116,965
RioVision Cable Fund	14,397
Local Govt Corrections Fund	196,672
DWI Seized Vehicle Fund	300,000
Crime Victim Assistance Fund	5,798
Nonmajor Capital Project Funds:	
Infrastructure Fund	735,076
Enterprise Funds:	
MPEC Fund	1,074,860
Total	$ 2,443,768

NOTE 7. ACCOUNTS RECEIVABLE

Accounts Receivable are aggregated into a single line, net of allowance for uncollectible accounts, on the face of the financial statements. Following is the detail of receivables by fund as of June 30:

	Governmental Activities / Funds			Business-type Activities / Enterprise Funds		
	General Fund	Rio Vision Cable Fund	Total	Utility Fund	MPEC Fund	Total
Accounts Receivable	$ 1,527,132	$ 16,627	$ 1,543,759	$ 8,120,786	$ 9,740	$ 8,130,526
Allowance for uncollectible accounts	(393,097)	—	(393,097)	(2,507,238)	—	(2,507,238)
Net Accounts Receivable	$ 1,134,035	$ 16,627	$ 1,150,662	$ 5,613,548	$ 9,740	$ 5,623,288

NOTE 8. LEASE COMMITMENTS

The City has entered into non-cancelable operating leases for various office equipment and software. Operating leases are leases for which the City will not gain title to the property being leased; therefore, the related assets and liabilities are not recorded on the City's books. Operating lease payments are recorded as expenditures or expenses when paid or incurred. Total operating lease payments for 2015 were $336,649. Future minimum lease commitments for non-cancelable operating leases as of June 30 are as follows:

	Future Commitments for Operating Leases		
Fiscal Year	Governmental Activities	Business-type Activities	Total
2016	257,786	17,637	275,423
2017	214,096	17,637	231,733
2018	210,353	17,637	227,990
2019	188,524	17,637	206,161
2020	151,315	7,967	159,282
Total	$ 1,022,074	$ 78,515	$ 1,100,589

NOTE 9. CAPITAL ASSETS

A. Depreciation – Governmental Activities

Depreciation expense was charged to the functions of governmental activities as follows:

General Government	$ 419,634
Public Safety	1,420,108
Public Works	8,974,756
Parks, Recreation, and Culture	1,187,634
Community and Economic Development	15,123
Total	$ 12,017,255

B. Construction Commitments

The City has active construction projects as of June 30, including parks and recreation improvements, transportation improvements, and water and wastewater improvements. At year-end, the amount of outstanding construction commitments with contractors was $2,652,455.

C. Changes in Capital Assets

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

	Capital Assets - Governmental Activities			
	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital assets not being depreciated:				
Land and Related Assets	$ 63,289,239	$ 729,238	$ —	$ 64,018,477
Construction-In-Progress	16,922,220	5,051,091	(321,023)	21,652,288
Total	80,211,459	5,780,329	(321,023)	85,670,765
Capital assets being depreciated:				
Infrastructure	283,193,613	961,124	—	284,154,737
Buildings and Improvements	53,649,129	—	—	53,649,129
Land Improvements	17,189,181	376,483	—	17,565,664
Equipment	25,696,544	1,812,042	(534,064)	26,974,522
Total	379,728,467	3,149,649	(534,064)	382,344,052
Less Accumulated Depreciation for:				
Infrastructure	(151,518,829)	(8,659,101)	—	(160,177,930)
Buildings and Improvements	(8,939,992)	(1,070,769)	—	(10,010,761)
Land Improvements	(5,739,458)	(701,371)	—	(6,440,829)
Equipment	(19,197,967)	(1,586,014)	513,584	(20,270,397)
Total	(185,396,246)	(12,017,255)	513,584	(196,899,917)
Capital assets being depreciated, net	194,332,221	(8,867,606)	(20,480)	185,444,135
Governmental Activities Capital Assets, Net	$ 274,543,680	$ (3,087,277)	$ (341,503)	$ 271,114,900

	Capital Assets - Business-type Activities			
	Beginning Balance	Additions	Deletions	Ending Balance
Business-type Activities:				
Capital assets not being depreciated:				
Land and Related Assets	$ 43,300,659	$ 2,098,607	$ —	$ 45,399,266
Construction-In-Progress	27,293,184	6,446,468	(47,353)	33,692,299
Total	70,593,843	8,545,075	(47,353)	79,091,565
Capital assets being depreciated:				
Infrastructure	158,050,179	481,500	—	158,531,679
Buildings and Improvements	100,033,439	—	—	100,033,439
Land Improvements	12,989,667	21,788	—	13,011,455
Equipment	54,302,850	1,181,582	(119,650)	55,364,782
Total	325,376,135	1,684,870	(119,650)	326,941,355
Less Accumulated Depreciation for:				
Infrastructure	(23,078,135)	(2,484,391)	(3,235)	(25,565,761)
Buildings and Improvements	(17,042,176)	(2,000,568)	—	(19,042,744)
Land Improvements	(2,394,960)	(540,606)	—	(2,935,566)
Equipment	(24,991,642)	(3,200,023)	119,650	(28,072,015)
Total	(67,506,913)	(8,225,588)	116,415	(75,616,086)
Capital assets being depreciated, net	257,869,222	(6,540,718)	(3,235)	251,325,269
Business-type Activities Capital Assets, Net	$ 328,463,065	$ 2,004,357	$ (50,588)	$ 330,416,834

NOTE 10. LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Changes in long-term liabilities for the year ended June 30 were as follows:

	Long-term Liabilities				
	Beginning Balance, as restated	Additions	Deletions	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Bonds	$ 20,715,000	$ —	$ (2,955,000)	$ 17,760,000	$ 3,115,000
Gross Receipts Tax Revenue Bonds	14,425,000	—	(1,005,000)	13,420,000	1,145,000
Unamortized Premiums	1,665,830	—	(223,578)	1,442,252	—
Notes Payable	15,410,852	—	(1,624,002)	13,786,850	1,271,081
Compensated Absences	4,498,721	2,936,231	(2,789,597)	4,645,355	2,810,008
Net Pension Liability	49,959,125	3,419,569	(12,253,138)	41,125,556	—
Total Governmental Long-term Liabilities	$ 106,674,528	$ 6,355,800	$ (20,850,315)	$ 92,180,013	$ 8,341,089
Business-type Activities:					
Utility Revenue Bonds	$ 96,130,000	$ —	$ (6,145,000)	$ 89,985,000	$ 6,330,000
MPEC Revenue Bonds	29,615,000	—	(1,515,000)	28,100,000	1,350,000
Unamortized Premiums	4,903,110	—	(533,785)	4,369,325	—
Unamortized Discounts	(72,900)	—	16,850	(56,050)	—
Notes Payable	34,307,146	7,083,964	(2,421,264)	38,969,846	1,445,273
Compensated Absences	108,497	100,505	(90,310)	118,692	94,035
Net Pension Liability	1,636,132	50,556	(474,903)	1,211,785	—
Total Business-type Long-term Liabilities	$ 166,626,985	$ 7,235,025	$ (11,163,412)	$ 162,698,598	$ 9,219,308

B. Debt Service Requirements to Maturity – Summary

The following tables summarize the City's debt service requirements to maturity for all bonds and loans:

	Governmental Activities						
	General Obligation Bonds		Gross Receipts Tax Revenue Bonds		Notes Payable		Total Governmental
Fiscal Year	Principal	Interest	Principal	Interest	Principal	Interest	Activities
2016	$ 3,115,000	$ 559,251	$ 1,145,000	$ 434,588	$ 1,271,081	$ 558,830	$ 7,083,750
2017	3,270,000	469,272	1,180,000	400,238	1,301,613	524,449	7,145,572
2018	2,800,000	374,750	1,215,000	364,838	1,345,432	486,253	6,586,273
2019	2,750,000	279,875	1,260,000	316,238	1,029,323	443,857	6,079,293
2020	2,000,000	193,000	1,310,000	265,838	1,074,456	403,123	5,246,417
2021 - 2025	3,825,000	149,500	7,310,000	584,725	5,240,183	1,327,431	18,436,839
2026 - 2030	—	—	—	—	2,376,328	268,074	2,644,402
2031 - 2035	—	—	—	—	148,434	10,684	159,118
Total	$ 17,760,000	$ 2,025,648	$ 13,420,000	$ 2,366,465	$ 13,786,850	$ 4,022,701	$ 53,381,664

	Business-type Activities						
	Utility Revenue Bonds		Multi-Purpose Events Center Revenue Bonds		Notes Payable (a)		Total Business-type
Fiscal Year	Principal	Interest	Principal	Interest	Principal	Interest	Activities
2016	$ 6,330,000	$ 4,088,280	$ 1,350,000	$ 884,535	$ 1,445,273	$ 703,250	$ 14,801,338
2017	6,575,000	3,824,474	1,365,000	869,010	2,408,342	1,420,553	16,462,379
2018	6,890,000	3,530,186	1,385,000	849,217	2,467,541	1,360,221	16,482,165
2019	7,185,000	3,214,036	1,410,000	824,980	2,534,458	1,295,952	16,464,426
2020	7,525,000	2,877,436	1,440,000	796,780	2,604,288	1,227,508	16,471,012
2021 - 2025	29,285,000	9,365,110	7,770,000	3,399,357	12,756,310	4,981,055	67,556,832
2026 - 2030	16,755,000	4,477,676	9,180,000	1,988,495	12,592,460	3,032,905	48,026,536
2031 - 2035	9,440,000	789,988	4,200,000	267,608	9,367,740	1,090,228	25,155,564
2036 - 2040	—	—	—	—	1,631,449	48,943	1,680,392
Total	$ 89,985,000	$ 32,167,186	$ 28,100,000	$ 9,879,982	$ 47,807,861	$ 15,160,615	$ 223,100,644

(a) Includes an estimate for one NMED loan based on an authorized loan amount of $25 million. Once the project is complete, NMED will revise the debt service schedule to reflect the actual cost of the project plus capitalized interest. See Note 10.H.

C. General Obligation Bonds

During 2015, the City did not issue any new general obligation bonds. General Obligation Bonds Payable at June 30 consisted of the following:

	General Obligation Bonds Payable				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2015
Series 2006 Project Bonds	5/31/2006	8/1/2018	4.00% to 5.00%	$ 7,000,000	$ 3,150,000
Series 2009 Project Bonds	5/27/2009	8/1/2021	2.50% to 4.00%	25,000,000	13,325,000
Series 2013 Refunding Bonds	3/27/2013	8/1/2016	0.30% to 0.77%	1,715,000	1,285,000
Total General Obligation Bonds Outstanding					17,760,000
Add Unamortized Premium					498,113
Total General Obligation Bonds Payable					$ 18,258,113

Debt Service Requirements to Maturity - General Obligation Bonds

	Series 2006			Series 2009		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total
2016	$ 800,000	$ 124,750	$ 924,750	$ 1,750,000	$ 427,375	$ 2,177,375
2017	800,000	87,250	887,250	1,750,000	379,250	2,129,250
2018	800,000	51,750	851,750	2,000,000	323,000	2,323,000
2019	750,000	16,875	766,875	2,000,000	263,000	2,263,000
2020	—	—	—	2,000,000	193,000	2,193,000
2021 - 2025	—	—	—	3,825,000	149,500	3,974,500
Total	$ 3,150,000	$ 280,625	$ 3,430,625	$ 13,325,000	$ 1,735,125	$ 15,060,125

	Series 2013 Refunding			Total General Obligation Bonds		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total
2016	$ 565,000	$ 7,126	$ 572,126	$ 3,115,000	$ 559,251	$ 3,674,251
2017	720,000	2,772	722,772	3,270,000	469,272	3,739,272
2018	—	—	—	2,800,000	374,750	3,174,750
2019	—	—	—	2,750,000	279,875	3,029,875
2020	—	—	—	2,000,000	193,000	2,193,000
2021 - 2025	—	—	—	3,825,000	149,500	3,974,500
Total	$ 1,285,000	$ 9,898	$ 1,294,898	$ 17,760,000	$ 2,025,648	$ 19,785,648

D. Gross Receipts Tax Revenue Bonds – Governmental Activities

During 2015, the City did not issue any new Gross Receipts Tax (GRT) Revenue Bonds. GRT Revenue Bonds Payable at June 30 consisted of the following:

	Gross Receipts Tax Revenues Bonds Payable - Governmental Activities				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2015
Series 2013 Refunding Bonds	5/15/2013	6/1/2025	2.00% to 4.00%	13,420,000	13,420,000
Total Gross Receipts Tax Revenue Bonds Outstanding, Governmental Activities					13,420,000
Add Unamortized Premium					944,139
Total Gross Receipts Tax Revenue Bonds Payable, Governmental Activities					$ 14,364,139

Debt Service Requirements to Maturity
Gross Receipts Tax Revenue Bonds, Governmental Activities

	Series 2013 Refunding			Total Gross Receipts Tax Revenue Bonds		
Fiscal Year	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2016	$ 1,145,000	$ 434,588	$ 1,579,588	$ 1,145,000	$ 434,588	$ 1,579,588
2017	1,180,000	400,238	1,580,238	1,180,000	400,238	1,580,238
2018	1,215,000	364,838	1,579,838	1,215,000	364,838	1,579,838
2019	1,260,000	316,238	1,576,238	1,260,000	316,238	1,576,238
2020	1,310,000	265,838	1,575,838	1,310,000	265,838	1,575,838
2021 - 2025	7,310,000	584,725	7,894,725	7,310,000	584,725	7,894,725
Total	$ 13,420,000	$ 2,366,465	$ 15,786,465	$ 13,420,000	$ 2,366,465	$ 15,786,465

E. Notes Payable – Governmental Activities

During 2015, the City did not enter into any new loans for governmental activities. Notes Payable for governmental activities at June 30 consisted of the following:

Notes Payable - Governmental Activities

	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2015
2007 NMFA Fire Apparatus	3/9/2007	5/1/2022	3.32% to 3.91%	$ 1,649,286	$ 913,589
2008 NMFA HP Project	12/19/2008	6/1/2028	4.00% to 5.15%	5,217,100	3,915,000
2008 NMFA High School Project	12/19/2008	6/1/2028	1.58% to 5.30%	4,669,000	3,809,000
2010 NMFA Fire Pumper & Equipment	1/15/2010	5/1/2020	0.98% to 3.22%	337,259	178,688
2010 NMFA Infrastructure Improvements	8/12/2010	5/1/2025	3.460%	3,942,260	2,787,036
2013 NMFA Fire Admin Building	5/17/2013	5/1/2033	0.32% to 3.50%	795,925	729,537
2013 NMFA Fire Truck	12/20/2013	6/1/2023	0.18% to 2.75%	495,000	420,000
2013 NMFA Public Works Equipment	12/20/2013	5/1/2018	0.18% to 1.22%	684,000	474,000
2013 NMFA Police Vehicles	12/20/2013	6/1/2018	0.18% to 1.22%	855,000	560,000
Total Notes Payable, Governmental Activities					$ 13,786,850

Debt Service Requirements to Maturity - Notes Payable, Governmental Activities

	2007 Fire Apparatus			2008 HP Project			2008 High School Project		
Fiscal Year	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2016	$ 115,756	$ 37,082	$ 152,838	$ 220,000	$ 196,238	$ 416,238	$ 235,000	$ 186,046	$ 421,046
2017	120,293	32,545	152,838	230,000	185,238	415,238	240,000	176,810	416,810
2018	125,081	27,757	152,838	245,000	173,738	418,738	250,000	166,754	416,754
2019	130,109	22,729	152,838	255,000	161,488	416,488	260,000	155,779	415,779
2020	135,392	17,446	152,838	270,000	148,738	418,738	270,000	143,793	413,793
2021 - 2025	286,958	17,969	304,927	1,555,000	528,200	2,083,200	1,535,000	506,834	2,041,834
2026 - 2030	—	—	—	1,140,000	116,000	1,256,000	1,019,000	104,207	1,123,207
2031 - 2035	—	—	—	—	—	—	—	—	—
Total	$ 913,589	$ 155,528	$ 1,069,117	$ 3,915,000	$ 1,509,640	$ 5,424,640	$ 3,809,000	$ 1,440,223	$ 5,249,223

	2010 Fire Pumper and Equipment			2010 Infrastructure Improvements			2013 Fire Admin Building		
Fiscal Year	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2016	$ 33,917	$ 5,029	$ 38,946	$ 242,210	$ 97,486	$ 339,696	$ 34,198	$ 18,841	$ 53,039
2017	34,735	4,211	38,946	248,144	91,552	339,696	34,441	18,598	53,039
2018	35,652	3,294	38,946	254,944	84,752	339,696	34,755	18,285	53,040
2019	36,653	2,293	38,946	262,414	77,283	339,697	35,147	17,892	53,039
2020	37,731	1,215	38,946	270,680	69,017	339,697	35,653	17,386	53,039
2021 - 2025	—	—	—	1,508,644	189,837	1,698,481	189,581	75,615	265,196
2026 - 2030	—	—	—	—	—	—	217,328	47,867	265,195
2031 - 2035	—	—	—	—	—	—	148,434	10,684	159,118
Total	$ 178,688	$ 16,042	$ 194,730	$ 2,787,036	$ 609,927	$ 3,396,963	$ 729,537	$ 225,168	$ 954,705

Debt Service Requirements to Maturity - Notes Payable, Governmental Activities (continued)

	2013 Fire Truck			2013 Public Works Equipment			2013 Police Vehicles		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
2016	$ 50,000	$ 7,873	$ 57,873	$ 155,000	$ 4,693	$ 159,693	$ 185,000	$ 5,542	$ 190,542
2017	50,000	7,538	57,538	159,000	3,654	162,654	185,000	4,303	189,303
2018	50,000	7,053	57,053	160,000	2,112	162,112	190,000	2,508	192,508
2019	50,000	6,393	56,393	—	—	—	—	—	—
2020	55,000	5,528	60,528	—	—	—	—	—	—
2021 - 2025	165,000	8,976	173,976	—	—	—	—	—	—
2026 - 2030	—	—	—	—	—	—	—	—	—
2031 - 2035	—	—	—	—	—	—	—	—	—
Total	$ 420,000	$ 43,361	$ 463,361	$ 474,000	$ 10,459	$ 484,459	$ 560,000	$ 12,353	$ 572,353

Total Notes Payable

Fiscal Year	Principal	Interest	Total
2016	$ 1,271,081	$ 558,830	$ 1,829,911
2017	1,301,613	524,449	1,826,062
2018	1,345,432	486,253	1,831,685
2019	1,029,323	443,857	1,473,180
2020	1,074,456	403,123	1,477,579
2021 - 2025	5,240,183	1,327,431	6,567,614
2026 - 2030	2,376,328	268,074	2,644,402
2031 - 2035	148,434	10,684	159,118
Total	$ 13,786,850	$ 4,022,701	$ 17,809,551

F. Utility Revenue Bonds

During 2015, the City did not issue any new Utility Revenue Bonds. Utility Revenue Bonds Payable at June 30 consisted of the following:

Utility Revenue Bonds Payable

	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2015
Series 2007 Project Bonds	2/28/2007	5/15/2032	4.00% to 4.50%	$ 32,930,000	$ 30,090,000
Series 2008 Project Bonds	7/16/2008	5/15/2034	3.00% to 4.75%	13,240,000	10,930,000
Series 2009 Refunding Bonds	6/17/2009	5/15/2022	2.50% to 5.00%	57,990,000	34,750,000
Series 2013 Refunding Bonds	5/30/2013	5/15/2025	2.00% to 5.00%	16,600,000	14,215,000
Total Utility Bonds Outstanding					89,985,000
Add Unamortized Premium					4,369,325
Less Unamortized Discount					(56,050)
Total Utility Bonds Payable					$ 94,298,275

(Notes continue on the next page.)

Debt Service Requirements to Maturity - Utility Revenue Bonds

	Series 2007			Series 2008		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total
2016.....	$ 420,000	$ 1,336,225	$ 1,756,225	$ 390,000	$ 477,824	$ 867,824
2017.....	440,000	1,319,425	1,759,425	405,000	463,199	868,199
2018.....	455,000	1,301,825	1,756,825	420,000	448,011	868,011
2019.....	475,000	1,283,625	1,758,625	435,000	432,261	867,261
2020.....	495,000	1,264,625	1,759,625	450,000	414,861	864,861
2021 - 2025...	7,885,000	5,774,369	13,659,369	2,555,000	1,779,141	4,334,141
2026 - 2030...	13,590,000	3,309,988	16,899,988	3,165,000	1,167,688	4,332,688
2031 - 2035...	6,330,000	430,425	6,760,425	3,110,000	359,563	3,469,563
Total.....	$ 30,090,000	$ 16,020,507	$ 46,110,507	$ 10,930,000	$ 5,542,548	$ 16,472,548

	Series 2009 Refunding			Series 2013 Refunding		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total
2016.....	$ 4,300,000	$ 1,699,731	$ 5,999,731	$ 1,220,000	$ 574,500	$ 1,794,500
2017.....	4,480,000	1,503,950	5,983,950	1,250,000	537,900	1,787,900
2018.....	4,725,000	1,279,950	6,004,950	1,290,000	500,400	1,790,400
2019.....	4,920,000	1,062,250	5,982,250	1,355,000	435,900	1,790,900
2020.....	5,170,000	816,250	5,986,250	1,410,000	381,700	1,791,700
2021 - 2025...	11,155,000	843,250	11,998,250	7,690,000	968,350	8,658,350
2026 - 2030...	—	—	—	—	—	—
2031 - 2035...	—	—	—	—	—	—
Total.....	$ 34,750,000	$ 7,205,381	$ 41,955,381	$ 14,215,000	$ 3,398,750	$ 17,613,750

Total Utility Revenue Bonds

Fiscal Year	Principal	Interest	Total
2016.....	$ 6,330,000	$ 4,088,280	$ 10,418,280
2017.....	6,575,000	3,824,474	10,399,474
2018.....	6,890,000	3,530,186	10,420,186
2019.....	7,185,000	3,214,036	10,399,036
2020.....	7,525,000	2,877,436	10,402,436
2021 - 2025...	29,285,000	9,365,110	38,650,110
2026 - 2030...	16,755,000	4,477,676	21,232,676
2031 - 2035...	9,440,000	789,988	10,229,988
Total.....	$ 89,985,000	$ 32,167,186	$ 122,152,186

G. Multi-Purpose Events Center Revenue Bonds

During 2015, the City did not issue any new bonds for the Multi-Purpose Events Center (MPEC). MPEC Revenue Bonds Payable at June 30 consisted of the following:

Multi-Purpose Events Center Revenue Bonds Payable - Business-type Activities

	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2015
Series 2013 Taxable Subordinate Lien GRT Revenue Refunding Bonds...	5/30/2013	6/1/2032	1.15% to 4.25%	28,100,000	28,100,000
Total MPEC Revenue Bonds Payable.....					$ 28,100,000

Debt Service Requirements to Maturity - MPEC Bonds, Business-type Activities

	Series 2013 Taxable Subordinate Lien GRT Refunding			Total MPEC Revenue Bonds		
Fiscal Year	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2016.....	$ 1,350,000	$ 884,535	$ 2,234,535	$ 1,350,000	$ 884,535	$ 2,234,535
2017.....	1,365,000	869,010	2,234,010	1,365,000	869,010	2,234,010
2018.....	1,385,000	849,217	2,234,217	1,385,000	849,217	2,234,217
2019.....	1,410,000	824,980	2,234,980	1,410,000	824,980	2,234,980
2020.....	1,440,000	796,780	2,236,780	1,440,000	796,780	2,236,780
2021 - 2025...	7,770,000	3,399,357	11,169,357	7,770,000	3,399,357	11,169,357
2026 - 2030...	9,180,000	1,988,495	11,168,495	9,180,000	1,988,495	11,168,495
2031 - 2035...	4,200,000	267,608	4,467,608	4,200,000	267,608	4,467,608
Total.....	$ 28,100,000	$ 9,879,982	$ 37,979,982	$ 28,100,000	$ 9,879,982	$ 37,979,982

H. Notes Payable – Business-type Activities

During 2015, the City obtained a new loan through the New Mexico Finance Authority to fund acquisition of water rights. Notes Payable for business-type activities at June 30 consisted of the following:

Notes Payable - Business-type Activities

	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2015
2003 NMED Wastewater Project.....	4/29/2003	12/2/2022	3.00%	$ 10,486,627	$ 4,947,943
2009 NMED Wastewater Project.....	9/4/2009	12/1/2034	3.00%	25,000,000	16,161,985 (a)
2011 NMFA Water Rights.....	1/21/2011	5/1/2030	4.028%	7,000,000	5,602,726
2011 NMFA Water Rights Acquisition..	12/23/2011	5/1/2031	3.197%	9,335,000	7,965,000
2015 NMFA Water Rights Acquisition..	4/17/2015	5/1/2035	2.777%	4,292,192	4,292,192
Total Notes Payable, Business-type Activities.....					$ 38,969,846

(a) Represents the actual amount drawn down by the City as of 6/30/2015. Once the project is complete, NMED will revise the debt service schedule to reflect the actual cost of the project plus capitalized interest.

Debt Service Requirements to Maturity - Notes Payable, Business-type Activities

	2003 Wastewater Project			2009 Wastewater Project (a)			2011 Water Rights		
Fiscal Year	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2016.....	$ 556,428	$ 148,438	$ 704,866	$ —	$ —	$ —	$ 291,953	$ 219,531	$ 511,484
2017.....	573,121	131,745	704,866	930,393	750,000	1,680,393	298,638	212,846	511,484
2018.....	590,314	114,552	704,866	958,304	722,088	1,680,392	306,672	204,812	511,484
2019.....	608,024	96,842	704,866	987,054	693,339	1,680,393	315,780	195,704	511,484
2020.....	626,264	78,602	704,866	1,016,665	663,727	1,680,392	326,043	185,441	511,484
2021 - 2025...	1,993,792	120,806	2,114,598	5,559,542	2,842,421	8,401,963	1,822,437	734,987	2,557,424
2026 - 2030...	—	—	—	6,445,033	1,956,930	8,401,963	2,241,203	316,221	2,557,424
2031 - 2035...	—	—	—	7,471,560	930,404	8,401,964	—	—	—
2036 - 2040...	—	—	—	1,631,449	48,943	1,680,392	—	—	—
Total.....	$ 4,947,943	$ 690,985	$ 5,638,928	$ 25,000,000	$ 8,607,852	$ 33,607,852	$ 5,602,726	$ 2,069,542	$ 7,672,268

	2011 Water Rights Acquisition			2015 Water Rights			Total Notes Payable		
Fiscal Year	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**	**Principal**	**Interest**	**Total**
2016.....	$ 415,000	$ 235,526	$ 650,526	$ 181,892	$ 99,755	$ 281,647	$ 1,445,273	$ 703,250	$ 2,148,523
2017.....	420,000	230,505	650,505	186,190	95,457	281,647	2,408,342	1,420,553	3,828,895
2018.....	425,000	224,373	649,373	187,251	94,396	281,647	2,467,541	1,360,221	3,827,762
2019.....	435,000	217,020	652,020	188,600	93,047	281,647	2,534,458	1,295,952	3,830,410
2020.....	445,000	208,407	653,407	190,316	91,331	281,647	2,604,288	1,227,508	3,831,796
2021 - 2025...	2,390,000	865,145	3,255,145	990,539	417,696	1,408,235	12,756,310	4,981,055	17,737,365
2026 - 2030...	2,810,000	447,743	3,257,743	1,096,224	312,011	1,408,235	12,592,460	3,032,905	15,625,365
2031 - 2035...	625,000	24,750	649,750	1,271,180	135,074	1,406,254	9,367,740	1,090,228	10,457,968
2036 - 2040...	—	—	—	—	—	—	1,631,449	48,943	1,680,392
Total.....	$ 7,965,000	$ 2,453,469	$ 10,418,469	$ 4,292,192	$ 1,338,767	$ 5,630,959	$ 47,807,861	$ 15,160,615	$ 62,968,476

(a) Estimated based on an authorized loan amount of $25 million. Once the project is complete, NMED will revise the debt service schedule to reflect the actual cost of the project plus capitalized interest. As of 6/30/2015, the City has drawn down $16,161,985 in loan proceeds for the project.

I. Defeased Bonds

In prior years, the City has defeased general obligation bonds, GRT revenue bonds, and utility revenue bonds by placing the proceeds of new bonds and other monies into irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. At June 30, all of the prior defeased bonds have been called and retired by the trustee; therefore, no defeased bonds remain outstanding.

J. Special Assessment Bonds

Special Assessment Bonds are used to construct improvements within special assessment districts created by the City after property owners within these districts agree to be assessed for the costs of debt service on the bonds. Payments made by the assessed property owners within the districts are pledged to pay the debt service on the bonds. In the event of default by a property owner, the lien created by the assessment is sold at public action and the proceeds are used to offset the defaulted assessment.

As trustee for improvement districts, the City is solely responsible for collection of assessments levied against the owners of property within the improvement districts and for disbursement of these amounts for retirement of the respective bonds issued to finance the improvements. The City is not obligated in any manner to pay the debt service on Special Assessment Bonds with any general or other funds of the City. Special assessment bonds outstanding at June 30 were $9,538,320.

K. Statutory Debt Limitation

The Constitution of the State of New Mexico limits the amount of general purpose government obligation bonds that may be issued by a municipality to four percent of the taxable valuation of property located within the City. At June 30, based on the most recent valuation, the City's debt limitation and additional bonding capacity are as follows:

Calculation of Legal Debt Margin

Assessed Value	$ 2,017,002,278
Debt Limit (4% of assessed value)	80,680,091
Debt Applicable to Limit:	
General Obligation Bonds Payable	17,760,000
Less amount restricted for repayment of General Obligation Bonds	(3,615,233)
Net Debt Applicable to Limit	14,144,767
Additional Bonding Capacity	$ 66,535,324

L. Conduit Debt Obligations

As allowed by federal and state laws and IRS regulations, the City has acted as a conduit for tax-exempt financing for various private entities located within the City. In all such cases, the debts are secured by the facilities and equipment that were acquired with the debt proceeds, and the debts are payable solely from the revenues of the companies for whom the debts were issued. The City is not obligated in any manner for repayment of the debt and therefore the obligations are not reported as liabilities in the City's financial statements. As of June 30, there were three Rio Rancho conduit debt obligations outstanding. The current remaining principal amounts of these obligations could not be determined; however the aggregate original issue amounts totaled $96.5 million.

NOTE 11. NET POSITION AND FUND BALANCES

A. Net Position

Net position is the difference between assets/deferred outflows and liabilities/deferred inflows on the government-wide, proprietary fund, and fiduciary fund statements.

At June 30, the City reported a deficit unrestricted net position of $28.5 million for governmental activities on the Statement of Net Position. The deficit was a result of recognizing the City's proportionate share of the New Mexico Public Employees Retirement Association net pension liability, as required by GASB Statements 68 and 71, as explained in Note 2.

The various purposes of restricted net position are noted on the face of the statements. Net position restricted by enabling legislation represents resources which a party external to the City (such as citizens, public interest groups, or the courts) can compel the City to use only for the purpose specified by the legislation. The Statement of Net Position reports $10,412,347 of net position of governmental activities that is restricted by enabling legislation.

B. Governmental Fund Balances – Restricted, Committed, and Assigned

The City's spendable fund balances are classified into three categories: *1) Restricted Purposes*, which include balances that are legally restricted for specific purposes due to constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; *2) Committed Purposes*, which include balances that can only be

used for specific purposes pursuant to constraints imposed by formal resolution of the Governing Body in a public meeting; *3) Assigned Purposes*, which include balances that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. Per City policy, assigned fund balance amounts are determined by the Financial Services Department at year-end in consultation with other departments that directly manage those specific resources.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available, the City's policy is to first apply restricted balances, then committed balances, then assigned balances.

The table below summarizes the purposes of the City's restricted fund balances.

C. Unassigned Fund Balance

Unassigned fund balance is the residual classification for the General Fund. This amount represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund. In other governmental funds, a negative residual balance is reported as unassigned.

D. Deficit Fund Balances

The following funds reported deficit fund balances at June 30:

Nonmajor Governmental Funds:	
Keep Rio Rancho Beautiful Fund	$(881)
Local Government Corrections Fund	(13,623)
Public Safety and Other Grants Fund	(221,512)
HUD CDBG Grant Fund	(46,247)
Crime Victim Assistance Fund	(6,500)
State Approp. Cap. Projects Fund	(185,655)
Total Deficit Fund Balances	$(474,418)

The deficits arose because of the timing of receipts and expenditures in these funds under reimbursement-based grant agreements and the modified accrual basis of accounting. The City expects to eliminate the deficits through receipts of grant revenues in the next fiscal year.

	Nonmajor Governmental Funds			
	Special Revenue	Debt Service	Capital Projects	Total
Fund Balances restricted for:				
Roads and Public Improvements	$ 7,777,912	$ —	$ 4,827,809	$ 12,605,721
Community Programs	177,836	—	—	177,836
Parks and Recreation Programs	191,860	—	—	191,860
Library Materials	29,141	—	—	29,141
Public Safety Programs	786,587	—	—	786,587
Insurance Premiums and Claims	1,007,606	—	—	1,007,606
Debt Service	596,661	4,206,027	—	4,802,688
Total	$ 10,567,603	$ 4,206,027	$ 4,827,809	$ 19,601,439

(Notes continue on the next page)

NOTE 12. PENSION PLAN – PUBLIC EMPLOYEES RETIREMENT ASSOCIATION

A. Plan Description

The Public Employees Retirement Association (PERA) Fund is a cost-sharing, multiple employer defined benefit pension plan. The Fund has six divisions of members, including State General, State Police/Adult Correction Officer, Municipal General, Municipal Police/Detention Officers, Municipal Fire, and State Legislative Divisions, and offers 24 different types of coverage within the PERA plans. All assets accumulated may be used to pay benefits, including refunds of member contributions, to any of the plan members or beneficiaries, as defined by the terms of the plan. Certain coverage plans are only applicable to a specific division.

The City of Rio Rancho participates in three PERA plans: Municipal General Plan 2, Municipal Police Plan 5, and Municipal Fire Plan 5.

Eligibility for membership in the PERA Fund is set forth in the Public Employees Retirement Act (Chapter 10, Article 11, NMSA 1978). Except as provided for in the Volunteer Firefighters Retirement Act (10-11A-1 to 10-11A-7, NMSA 1978), the Judicial Retirement Act (10-12B-1 to 10-12B-19, NMSA 1978), the Magistrate Retirement Act (10-12C-1 to 10-12C-18, NMSA 1978), and the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978), and the provisions of Sections 29-4-1 through 29-4-11, NMSA 1978 governing the State Police Pension Fund, each employee and elected official of every affiliated public employer is required to be a member in the PERA Fund.

PERA issues a publicly available financial report and an audited comprehensive annual financial report that can be obtained at the following web address: http://www.nmpera.org/financial-overview.

B. Benefits Provided

For a complete description of the benefits provided to eligible retirees, see Note 1 in the PERA audited financial statements for the fiscal year ended June 30, 2014, available at the above website. Following is a general summary of eligibility criteria, benefits, and contribution rates as of June 30, 2015:

Public Employees Retirement Association Plans
Summary of Eligibility, Benefits, and Contribution Rates

	Municipal General Plan 2		Municipal Police Plan 5		Municipal Fire Plan 5	
	Tier I	**Tier II**	**Tier I**	**Tier II**	**Tier I**	**Tier II**
Highest Average Salary	3 Years	5 Years	3 Years	5 Years	3 Years	5 Years
Years of Service and Age of Eligibility	25 years any age 20 years age 60 Various ages 61-64 5 years age 65	Rule of 85 8 years age 65	20 years any age Various ages 61-64 5 years age 65	25 years any age 6 years age 60	20 years any age Various ages 61-64 5 years age 65	25 years any age 6 years age 60
Vesting Period	5 years	8 years	5 years	8 years	5 years	8 years
Benefit Percent per Year of Service	2.5%	2.0%	3.5%	3.0%	3.5%	3.0%
Maximum Benefit as Percent of Final Average Salary	90%	90%	90%	90%	90%	90%
Annual Cost of Living Adjustment	2.0% with graduated eligibility period	2.0% with 7-year eligibility period	2.0% with graduated eligibility period	2.0% with 7-year eligibility period	2.0% with graduated eligibility period	2.0% with 7-year eligibility period
Required Contribution Rates						
Employer	9.55%	9.55%	18.90%	18.90%	21.65%	21.65%
Employee < $20,000	9.15%	9.15%	16.30%	16.30%	16.20%	16.20%
Employee > $20,000	10.65%	10.65%	17.80%	17.80%	17.70%	17.70%

C. Contributions

The contribution requirements of PERA Fund members are established in state statute under Chapter 10, Article 11, NMSA 1978. The contribution requirements may be amended by acts of the legislature.

In addition to the required employer contributions, the City has elected to make contributions of 75 percent of the employees' required contributions in each of its three PERA plans. Per 10-11-5, NMSA 1978, this "employer pick-up" election is irrevocable. The employer pick-up contributions are included in the calculation of the City's annual pension expense; however, because the City accounts for these pick-up contributions as a "benefits expense" instead of as a "salary expense," these amounts are considered an employer contribution to the PERA plans and are excluded from the calculation of the City's proportionate share of the net pension liability, according to GASB Statement 67, the reporting standard applicable to PERA.

Employer contributions for the fiscal year ended June 30, 2015 are shown in the table below.

D. Pension Liabilities, Pension Expense, Deferred Outflows, and Deferred Inflows of Resources Related to Pensions

The PERA pension liability amounts, net pension liability amounts, and sensitivity information were based on an actuarial valuation performed as of June 30, 2013. The PERA pension liability amounts for each division were rolled forward from the valuation date to the Plan year ending June 30, 2014, using generally accepted actuarial principles. Therefore, the employer's proportionate share was established as of the measurement date of June 30, 2014.

The assets of the PERA Fund are held in one trust, but there are six distinct membership groups (municipal general members, municipal police members, municipal fire members, state general members, state police members and legislative members) for whom separate contribution rates are determined each year pursuant to Chapter 10, Article 11 NMSA 1978. Therefore, the calculations of the net pension liability, pension expense and deferred inflows and outflows of resources were performed separately for each of the membership groups.

The City's proportionate share of the net pension liability for each of the City's three membership groups is based on the share of the City's employer contributions relative to each membership group's total employer contributions for the fiscal year ended June 30, 2014. Only employer contributions for the pay period end dates that fell within the period of July 1, 2013 to June 30, 2014 were included in the total contributions for a specific employer. Employer contributions on behalf of the employee were excluded from the calculation. In the event that a participating employer is behind in its required contributions, an estimate (receivable) was used to project the unremitted employer contributions. This allowed for fair and consistent measurement of the contributions for the total population. This methodology was used to maintain consistent measurement each year in determining the percentages to be allocated among all the participating employers.

The City's proportionate share of each PERA plan's net pension liability, and each plan's annual pension expense, as of and for the year ended June 30, 2015 are shown in the table below.

	Contributions			Net Pension Liability and Pension Expense		
PERA Plan	Required Employer Contributions	Employer Contributions on Behalf of Employee	Total Contributions	Proportionate Share of Net Pension Liability	Percent of Total NPL (a)	Pension Expense
Municipal General Plan 2..	$ 1,475,140	$ 1,233,509	$ 2,708,649	$ 14,317,308	1.8353%	$ 597,317
Municipal Police Plan 5.....	1,205,512	849,024	2,054,536	10,287,239	3.1557%	690,842
Municipal Fire Plan 5.....	1,077,974	653,234	1,731,208	17,732,794	4.2484%	1,566,357
Total.....	$ 3,758,626	$ 2,735,767	$ 6,494,393	$ 42,337,341		$ 2,854,516

(a) Percentages did not change from the prior year

At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for each of the City's three PERA Fund divisions:

	Municipal General Plan 2		Municipal Police Plan 5		Municipal Fire Plan 5	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ —	$ —	$ —	$ —	$ —	$ —
Changes of assumptions	—	9,703	—	835,674	615,588	—
Net difference between projected and actual earnings on pension plan investments	—	5,601,311	—	3,825,250	—	2,456,105
Changes in proportion and differences between City contributions and proportionate share of contributions	—	—	—	—	—	—
City contributions subsequent to the measurement date	1,475,140	—	1,205,512	—	1,077,974	—
Total	$ 1,475,140	$ 5,611,014	$ 1,205,512	$ 4,660,924	$ 1,693,562	$ 2,456,105

Following is additional information about the City's deferred outflows of resources and deferred inflows of resources related to pensions:

	Municipal General Plan 2	Municipal Police Plan 5	Municipal Fire Plan 5
Amount reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date of June 30, 2014 that will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2016	$ 1,475,140	$ 1,205,512	$ 1,077,974
Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:			
Year ended June 30:			
2016	$ (1,402,741)	$ (1,164,192)	$ (460,895)
2017	(1,402,741)	(1,164,192)	(460,895)
2018	(1,402,741)	(1,164,192)	(460,895)
2019	(1,402,741)	(1,164,192)	(460,895)
2020	(50)	(4,156)	3,063

E. Actuarial Assumptions

As described above, the PERA Fund member group pension liabilities and net pension liabilities are based on actuarial valuations performed as of June 30, 2013 for each of the membership groups. The actuarial assumptions used in the valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2013.

Using the information from the June 30, 2013 valuation, each PERA Fund member group pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2014 using generally accepted actuarial principles. There were no significant events or changes in benefit provisions that required an adjustment to the roll-forward liabilities as of June 30, 2014. The following actuarial methods and assumptions were adopted by the Board for use in the June 30, 2014 actuarial valuation:

Actuarial valuation date.....June 30, 2013
Actuarial cost method..... Entry-age normal
Amortization method.....Level percentage of pay
Amortization period..... Solved for based on statutory rates
Asset valuation method..... Fair value
Actuarial assumptions:
Investment rate
of return .....7.75%, net of investment expense
Payroll growth ..... 3.5% annual rate
Projected salary increases ..... 3.5% to 14.25% annual rate
Includes inflation at ..... 3.0% annual rate
Mortality rates.....RP-2000, Scale AA

The long-term expected rate of return on pension plan investments was determined using a statistical analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized as follows:

ALL FUNDS - Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
US Equity.....	21.10 %	5.00 %
International Equity.....	24.80	5.20
Private Equity.....	7.00	8.20
Core and Global Fixed Income.	26.10	1.85
Fixed Income Plus Sectors.....	5.00	4.80
Real Estate.....	5.00	5.30
Real Assets.....	7.00	5.70
Absolute Return.....	4.00	4.15
Total.....	100.0 %	

F. Discount Rate

The discount rate used to measure the total pension liability was 7.75%. The projection of cash flows used to determine the discount rate assumed that future contributions will be made in accordance with statutory rates. On this basis, the pension plan's fiduciary net position together with the expected future contributions are sufficient to provide all projected future benefit payments of current plan members as determined in accordance with GASB Statement 67. Therefore, the 7.75% assumed long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following table shows the sensitivity of the net pension liability to changes in the discount rate. In particular, the table presents the net pension liability in each of the City's PERA Fund divisions calculated using the current discount rate of 7.75%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.75%) or one percentage point higher (8.75%) than the current discount rate.

	Assumed Discount Rate		
Proportionate Share of Net Pension Liability:	1% Decrease 6.75%	Current Rate 7.75%	1% Increase 8.75%
Municipal General Plan 2..	$ 26,991,348	$ 14,317,308	$ 4,526,008
Municipal Police Plan 5....	19,617,780	10,287,239	3,320,249
Municipal Fire Plan 5.....	25,055,110	17,732,794	12,332,304
Total.....	$ 71,664,238	$ 42,337,341	$ 20,178,561

G. Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in PERA'S audited comprehensive annual financial report and can be obtained at the following web address: http://www.nmpera.org/financial-overview

H. Payables to the Pension Plan

The City reported $306,658 as payable to PERA at June 30, 2015. The liability is included in the City's accrued payroll adjustment for wages and benefits earned but not yet paid at year-end.

NOTE 13. POST-EMPLOYMENT BENEFITS, RETIREE HEALTHCARE PLAN

A. Plan Description

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

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

The RHCA issues a publicly available financial report that includes financial statements and required supplementary information for the postemployment healthcare plan. That report and further information can be obtained at the following website: www.nmrhca.state.nm.us/Pages/audit-reports.aspx

B. Funding Policy

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

The employer, employee and retiree contributions are required to be remitted to the RHCA on a monthly basis. The statutory requirements for the employer and employee contributions can be changed by the New Mexico State Legislature. Employers that choose to become participating employers after January 1, 1998, are required to make contributions to the RHCA fund in the amount determined to be appropriate by the board.

The Retiree Health Care Act (Section 10-7C-15 NMSA 1978) is the statutory authority that establishes the required contributions of participating employers and their employees. For employees that were members of an enhanced retirement plan (state police and adult correctional officer member coverage plan 1; municipal police member coverage plans 3, 4 or 5; municipal fire member coverage plan 3, 4 or 5; municipal detention officer member coverage plan 1; and members pursuant to the Judicial Retirement Act) during the fiscal year ended June 30, 2015, the statutes required each participating employer to contribute 2.5% of each participating employee's annual salary, and each participating employee was required to contribute 1.25% of their salary. For employees that were not members of an enhanced retirement plan during the fiscal year ended June 30, 2015, the statute required each participating employer to contribute 2.0% of each participating employee's annual salary, and each participating employee was required to contribute 1.0% of their salary. In addition, pursuant to Section 10-7C-15(G) NMSA 1978, at the first session of the Legislature following July 1, 2013, the legislature shall review and adjust the distributions pursuant to Section 7-1-6.1 NMSA 1978 and the employer and employee contributions to the authority in order to ensure the actuarial soundness of the benefits provided under the Retiree Health Care Act.

The City's contributions to the RHCA for the years ended June 30, 2015, 2014 and 2013 were $609,006, $591,498, and $597,400, respectively, which equal the required contributions for each year.

NOTE 14. 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. In 1985, the City joined the New Mexico Self-Insurers' Fund Risk Pool (the Pool), together with other cities and towns in the state. The Pool is a public-entity risk pool currently operating as a common risk management and insurance program for member cities and towns. The City paid an annual

premium of $1,141,267 into the Pool for general insurance coverage during the fiscal year. The agreement provides that the Pool will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of the annual aggregate for general liability, property, and workers' compensation claims. The City carries commercial insurance for all other risks of loss including accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Health and Dental coverage are provided through a self-insurance program administered by outside carriers (Lovelace/Blue Cross Blue Shield and Presbyterian for medical, Express Scripts for prescriptions, and Delta Dental for dental). The City reports its self-insurance programs in the internal service funds. Amounts are charged to the General Fund and Utility Fund to provide sufficient resources to cover claims incurred and to pay the insurance service agent's administrative fee.

The following schedules represent the changes in claims liability for the past three fiscal years for the City's Health and Dental Self-Insurance Programs:

Self-Insured Claims Liability

	2015	2014	2013
Beginning Liability	$ 899,804	$ 900,631	$ 831,589
Claims Incurred and Changes in Estimates	5,572,626	4,443,431	4,355,961
Claims Paid	(5,507,787)	(4,444,258)	(4,286,919)
Ending Liability	$ 964,643	$ 899,804	$ 900,631

NOTE 15. LITIGATION AND CONTINGENCIES

The City records liabilities resulting from claims and legal actions when they become fixed or determinable in amount. The City is currently the defendant in several pending lawsuits. Legal counsel is of the opinion that, except for the lawsuit explained below, potential claims against the City resulting from such litigation not covered by insurance will not impose a significant liability on the City.

In August 2012, the City's Governing Body declared a two-year moratorium on impact fees payable for new construction in the City, cutting residential impact fees by half and non-residential impact fees altogether. Curb North, Inc. (Curb) filed suit against the City claiming that the moratorium impaired the value of its $5.6 million of excess impact fee credits. In March 2014, the court found in favor of Curb to the extent Curb was not able to sell its credits during the two-year moratorium. The court has reserved its decision on the amount of damages due Curb for a trial, which has been scheduled for February 2016. The amount of damages that may be awarded is unknown at this time.

The City has received several federal and state grants for specific purposes that are subject to audit by the grantor agencies. Such audits could lead to requests for reimbursements for expenditures disallowed under the terms of the grants. Based upon prior experience, the City believes such disallowances, if any, will be immaterial.

NOTE 16. SUBSEQUENT EVENTS

A. Refunding of Utility Bonds

On September 8, 2015, the City advance refunded its outstanding Series 2007 Utility Revenue Project Bonds by issuing $27.365 million of Series 2015 Utility Revenue Refunding Bonds. The advance refunding will save the City approximately $5.6 million in cash-flow savings, or $333,000 per year through 2032, in the Utility Enterprise Fund. The refunding will also allow the City to replace a $3.0 million debt service reserve fund with a surety reserve policy, reducing the amount of cash required to be held in reserve for Utility revenue bonds.

B. New GASB Pronouncement on Other Post-Employment Benefits

In June 2015, the Governmental Accounting Standards Board issued Statement 75, *Accounting and Financial Reporting for Post-Employment Benefits Other Than Pensions*. The new pronouncement changes standards for measuring and recognizing liabilities and expense/expenditures for post-employment benefits (OPEB) other than pensions. It also changes the methods and assumptions that should be used to project and discount benefit payments and attribute costs to periods of employee service. The new standard changes note disclosures and required supplementary information about OPEB. As a participant in the New Mexico Retiree Health Care Authority (NMRHCA), the City must rely on information provided by NMRHCA to properly implement the new standard. Although such information is not yet available, the City anticipates reporting a material expense and liability on the government-wide and proprietary fund statements beginning in fiscal year 2018.

Required Supplementary Information

CITY OF RIO RANCHO, NEW MEXICO

Required Supplementary Information
Schedule of the City's Proportionate Share of PERA's Net Pension Liability
All City PERA Plans
Last 10 Fiscal Years *

	2015
MUNICIPAL GENERAL PLAN 2	
City's proportion of the net pension liability	1.84%
City's proportionate share of the net pension liability	$ 14,317,308
City's covered-employee payroll	$ 14,892,418
City's proportionate share of the net pension liability as a percentage of covered-employee payroll	96.14%
Plan fiduciary net position as a percentage of the total pension liability	81.29%
MUNICIPAL POLICE PLAN 5	
City's proportion of the net pension liability	3.16%
City's proportionate share of the net pension liability	$ 10,287,239
City's covered-employee payroll	$ 6,086,935
City's proportionate share of the net pension liability as a percentage of covered-employee payroll	169.01%
Plan fiduciary net position as a percentage of the total pension liability	81.29%
MUNICIPAL FIRE PLAN 5	
City's proportion of the net pension liability	4.25%
City's proportionate share of the net pension liability	$ 17,732,794
City's covered-employee payroll	$ 4,729,681
City's proportionate share of the net pension liability as a percentage of covered-employee payroll	374.93%
Plan fiduciary net position as a percentage of the total pension liability	81.29%

See accompanying notes to the schedule.

* Until a full 10-year trend is compiled, the City will present information for those years for which information is available.

CITY OF RIO RANCHO, NEW MEXICO

Required Supplementary Information
Schedule of the City's Pension Contributions
All City PERA Plans
Last 10 Fiscal Years *

	2015
MUNICIPAL GENERAL PLAN 2	
Contractually required contribution	$ 1,475,140
Contributions in relation to the contractually required contribution	(1,475,140)
Contribution deficiency (excess)	$ —
City's covered-employee payroll	$ 15,503,096
Contributions as a percentage of covered-employee payroll	9.52%
MUNICIPAL POLICE PLAN 5	
Contractually required contribution	$ 1,205,512
Contributions in relation to the contractually required contribution	(1,205,512)
Contribution deficiency (excess)	$ —
City's covered-employee payroll	$ 6,421,540
Contributions as a percentage of covered-employee payroll	18.77%
MUNICIPAL FIRE PLAN 5	
Contractually required contribution	$ 1,077,974
Contributions in relation to the contractually required contribution	(1,077,974)
Contribution deficiency (excess)	$ —
City's covered-employee payroll	$ 4,917,624
Contributions as a percentage of covered-employee payroll	21.92%

See accompanying notes to the schedule.

* Until a full 10-year trend is compiled, the City will present information for those years for which information is available.

Required Supplementary Information – Pension Plan

Changes of Benefit Terms. The PERA Fund cost-of-living (COLA) and retirement eligibility benefit changes in recent years are described in Note 1 of the PERA audited comprehensive annual financial report available at the following web address: http://www.nmpera.org/financial-overview

Changes of Assumptions. The PERA Annual Actuarial Valuation as of June 30, 2014 is available at the web address listed above.

The Summary of Key Findings for the PERA Fund on page 2 of the report states:

> "Based on a recent experience study for the five-year period ending June 30, 2013, the economic and demographic assumptions were updated for this valuation. The changes in assumptions resulted in a decrease of $30.8 million to Fund liabilities and an increase of 0.13% to the funded ratio."

For details about changes in the actuarial assumptions, see Appendix B on page 60 of the PERA Annual Actuarial Valuation referenced above.

Supplementary Information

Rio Rancho

City of Vision

CITY OF RIO RANCHO, NEW MEXICO

Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
June 30, 2015

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	$ 9,662,374	$ 3,700,059	$ 4,506,907	$ 17,869,340
Receivables:				
Accounts, net	16,627	—	—	16,627
Property Taxes	—	141,115	—	141,115
Due From Federal Government	444,186	—	1,138,171	1,582,357
Due From State Government	736,632	484,592	622,099	1,843,323
Due From Local Governments	130,516	—	—	130,516
Restricted Investments	596,661	—	—	596,661
Total Assets	$ 11,586,996	$ 4,325,766	$ 6,267,177	$ 22,179,939
LIABILITIES				
Accounts Payable	$ 388,618	$ 18,375	$ 505,347	$ 912,340
Accrued Liabilities	47,045	—	—	47,045
Due To Other Funds	758,197	—	1,119,676	1,877,873
Unearned Revenue	114,296	—	—	114,296
Total Liabilities	1,308,156	18,375	1,625,023	2,951,554
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue - Property Taxes	—	101,364	—	101,364
Total Deferred Inflows of Resources	—	101,364	—	101,364
FUND BALANCES				
Restricted	10,567,603	4,206,027	4,827,809	19,601,439
Unassigned	(288,763)	—	(185,655)	(474,418)
Total Fund Balances	10,278,840	4,206,027	4,642,154	19,127,021
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 11,586,996	$ 4,325,766	$ 6,267,177	$ 22,179,939

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds - By Fund Type
For the Year Ended June 30, 2015

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
REVENUES				
Property Taxes	$ —	$ 3,764,547	$ —	$ 3,764,547
Municipal and State-Shared Taxes	3,991,715	2,770,299	—	6,762,014
Franchise Taxes	87,884	—	—	87,884
Intergovernmental - Federal	1,033,479	—	2,134,322	3,167,801
Intergovernmental - State	1,335,893	—	2,416,425	3,752,318
Intergovernmental - Local	729,501	—	346,891	1,076,392
Impact Fees	—	—	608,278	608,278
Charges for Services	667,449	—	—	667,449
Fines and Forfeitures	94,071	—	—	94,071
Miscellaneous	879,917	760	52,589	933,266
Total Revenues	8,819,909	6,535,606	5,558,505	20,914,020
EXPENDITURES				
Current:				
General Government	1,789,974	18,375	149,369	1,957,718
Public Safety	2,030,063	—	—	2,030,063
Public Works	464,217	—	72,290	536,507
Parks, Recreation, and Culture	1,530,262	—	5,951	1,536,213
Community and Economic Development	565,770	—	—	565,770
Capital Outlay	1,303,865	—	5,848,053	7,151,918
Debt Service:				
Principal	626,320	4,957,682	—	5,584,002
Interest and Other Charges	175,018	1,553,451	—	1,728,469
Total Expenditures	8,485,489	6,529,508	6,075,663	21,090,660
Revenues Over (Under) Expenditures	334,420	6,098	(517,158)	(176,640)
OTHER FINANCING SOURCES (USES)				
Transfers In	633,832	—	735,076	1,368,908
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	633,832	—	735,076	1,368,908
Net Change in Fund Balances	968,252	6,098	217,918	1,192,268
Fund Balances - Beginning	9,310,588	4,199,929	4,424,236	17,934,753
Fund Balances - Ending	$ 10,278,840	$ 4,206,027	$ 4,642,154	$ 19,127,021

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Animal Shelter Fund **-** To account for animal fees as well as funds donated to the City of Rio Rancho. Expenditures from this fund will be used for the purposes specified by the fee ordinance and the donor. (Provided for by City Budget Resolution.)

Recreation Activities Fund – To account for revenues received for recreation fees and vending machines placed in City facilities. Expenditures may be used for programs and activities, such as, classes and softball programs and various community projects. (Provided for by City Budget Resolution.)

Keep Rio Rancho Beautiful Fund – To account for New Mexico Clean & Beautiful Litter Control & Beautification grant funds. Expenditures may be used for equipment, landscaping, program promotion, recycling, education, and anti-graffiti programs. (Pursuant to NMSA, Section 67-16-1 to 67-16-14.)

Community Response Program Fund – To account for Community Emergency Response Team federal grant funds. Expenditures from this fund may be used to find, train, equip and maintain citizen volunteer teams to respond to and support emergency operations. (Pursuant to the Robert T. Stafford Disaster Relief and Emergency Assistance Act, as amended 42 U.S.C. 5121 et seq.)

Workers Compensation Fund – To account for revenues from other funds for the purpose of self funding workers compensation insurance administered by the New Mexico Self Insurance Fund. (Provided for by City Budget Resolution)

Senior Services Fund – To account for funds donated to the City of Rio Rancho. Expenditures from this fund will be used for the purpose specified by the donor. (Provided for by City Budget Resolution.)

Library Fund – To account for grants, gifts, donations, devises or bequests made to the City, pursuant to NMSA 3-18-4, for the purpose of establishing, increasing or improving the library.

Promotion and Marketing Fund **–** To account for promotional activities. Expenditures from this fund may be used for special events; promoting convention, exposition or entertainment facilities; or advertising and marketing facilities. (Provided for by City Budget Resolution.)

Convention & Visitors Bureau Fund – To account for revenues collected from occupancy taxes (3%) levied within City boundaries pursuant to NMSA 3-38-15. Expenditures from this fund may be used for acquiring, constructing, improving, establishing, and operating convention, exposition or entertainment facilities; acquiring or obtaining an interest in such facilities; or advertising, publicizing, and promoting such facilities.

SPECIAL REVENUE FUNDS (Continued)

Rio Vision Cable Fund - To account for cable franchise fees (2%) received to operate and promote a public access television channel. (Provided for by City Budget Resolution.)

Local Government Corrections Fund – To account for revenues collected from the assessment for correction fees and court costs, pursuant to NMSA 35-14-11. Expenditures from this fund may be used for municipal jailer or juvenile detention officer training; for planning, construction, operating and maintaining a municipal jail for juveniles in a detention facility; or for complying with match or contribution requirements for the receipt of Federal funds relating to jailing or juvenile detention facilities.

Law Enforcement Fund – To account for State revenues received pursuant to the Law Enforcement Corrections Act, NMSA 29-13-3. Expenditures from this fund may be used for the repair and purchase of law enforcement apparatus and equipment, expenditures associated with advanced law enforcement planning and training, and complying with match or contribution requirements for receipt of Federal funds, and salaries for law enforcement personnel under certain conditions.

Public Safety Enforcement Aid Fund – To account for revenue generated from asset forfeitures obtained through narcotics investigations. These revenues can be utilized for officer overtime, police equipment, undercover vehicles, purchase of evidence, training and other narcotic investigation related expenses. (Pursuant to the Attorney General's Guidelines on Seized and Forfeited Property, July 1990.)

Traffic Education and Enforcement Aid Fund – To account for revenues received from the New Mexico Traffic Bureau for DWI checkpoint enforcement and safety belt enforcement. (Pursuant to NMSA 66-7-501 to 511)

DWI Seized Vehicle Fund – To account for revenues received from DWI Seizure Vehicles. Expenditures from this fund may be used for the operation of the program.

NM Gang Task Force Fund – To account for revenue received from the U.S. Department of Justice, Justice Assistance Grant (JAG), the American Recovery and Reinvestment Act (ARRA), contributions and conference revenue to provide training for police agencies throughout the state. (Pursuant to the Omnibus Crime Control and Safe Streets Act of 1968 and the American Recovery and Reinvestment Act of 2009, Public Law 111-5, (the "Recovery Act"))

Fire Protection Fund – To account for State revenues received pursuant to the Fire Protection Fund Law, NMSA 59A-53-1-19. Expenditures from this fund may be used for the purchase, construction, operating, and maintenance of fire stations, except for the station's water supply system; fire apparatus and equipment; the payment of insurance premiums on the above; and for insurance premiums for injuries or death of firefighters.

Emergency Medical Services (EMS) Fund – To account for State revenues received to the Emergency Medical Services Fund Act, 24-10A-1-10. Expenditures from this fund may be used for the establishment of emergency medical services; to acquire emergency medical services vehicles, equipment and supplies; and for training and licensing of local emergency management services personnel.

SPECIAL REVENUE FUNDS (Continued)

DWI Program Fund – To account for State revenues received pursuant to NMSA 7-1-6.1. Expenditures from this fund may be used for only alcohol treatment and rehabilitation services for street inebriates.

Summer Lunch Program Fund – To account for the US Department of Agriculture's Summer Food Service Program (SFSP) administered through the Children Youth and Families Department of the State of New Mexico. The New Mexico SFSP is the single largest federal resource available for local organizations that want to combine a lunch program with a summer activity program for children. The SFSP provides free, nutritious meals and snacks to help children in low-income areas get the nutrition throughout the summer months when they are out of school. (Richard B. Russell National School Lunch Act, Section 9, 13, and 14, as amended, 42 U.S.C. 1758, 1761 and 1762a)

Public Safety and Other Grants Fund – To account for the following state intergovernmental and federal grants: Operation DWI, Operation Buckle Down, Community DWI, Selective Traffic Enforcement Project (STEP), NM Gang Task Force (NMGTF) (Pursuant to Traffic Safety Act, NMSA 1978 Sections 66-7-501 to 511, as amended and the Anti-Drug Abuse Act 1998, PL 100-690, Title VI, Subtitle C.), and Enhanced 911 Grant (Pursuant to NMSA 1978 Section 63-9D-1).

Environmental Gross Receipts Tax Fund – To account for municipal gross receipts tax revenues received to be used for the acquisition, construction, operation, and maintenance of solid waste facilities, water facilities, sewer systems, and related facilities. (Pursuant to NMSA, 1978 section 7-19D-17.)

Higher Education Gross Receipts Tax Fund – To account for municipal gross receipts tax revenues received to be used for the acquisition, construction, renovation or improvement of facilities of a four-year post-secondary public education institution located in the municipality and acquisition of or improvements to land for those facilities or payment of municipal higher education facilities gross receipts tax revenue bonds issued. (Pursuant to Chapter 3, Article 31 NMSA 1978)

Municipal Road Fund – To account for revenues received from the levy of a tax per gallon of gasoline purchased within City boundaries, pursuant to the County and Municipal Gasoline Tax Act, NMSA 7-1-6.9. Expenditures from this fund may be used for the construction of a street, ally, curb, gutter or sidewalk projects.

HUD – CDBG Fund – To account for CDBG grant funds received to prepare an action plan to address issues of low to moderate-income residents. (Title I, Housing & Comm. Dev. Act, PL 92-383.)

Crime Victims Assistance Fund – To account for Federal funds used towards the advocacy for victims of all crimes. (Pursuant to the Victims of Crime Act of 1984.)

CITY OF RIO RANCHO, NEW MEXICO

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2015

	Animal Shelter Fund	Recreation Activities Fund	Keep Rio Rancho Beautiful Fund	Community Response Program Fund	Workers Compensation Fund	Senior Services Fund
ASSETS						
Cash and Cash Equivalents	$ 34,031	$ 157,641	$ —	$ 2,417	$ 1,143,500	$ 37,800
Receivables:						
Accounts, net	—	—	—	—	—	—
Due From Federal Government	—	—	—	9,388	—	—
Due From State Government	—	—	11,691	—	—	—
Due From Local Governments	—	—	—	—	—	—
Restricted Investments	—	—	—	—	—	—
Total Assets	$ 34,031	$ 157,641	$ 11,691	$ 11,805	$ 1,143,500	$ 37,800
LIABILITIES						
Liabilities:						
Accounts Payable	$ 3,812	$ 12,312	$ —	$ 760	$ 135,894	$ 181
Accrued Liabilities	—	3,097	2,261	—	—	—
Due To Other Funds	—	—	10,311	—	—	—
Unearned Revenue	—	—	—	—	—	—
Total Liabilities	3,812	15,409	12,572	760	135,894	181
FUND BALANCES						
Restricted	30,219	142,232	—	11,045	1,007,606	37,619
Unassigned	—	—	(881)	—	—	—
Total Fund Balances	30,219	142,232	(881)	11,045	1,007,606	37,619
Total Liabilities and Fund Balances	$ 34,031	$ 157,641	$ 11,691	$ 11,805	$ 1,143,500	$ 37,800

Library Fund	Promotion and Marketing Fund	Convention and Visitors Bureau Fund	Rio Vision Cable Fund	Local Government Corrections Fund	Law Enforcement Fund	Public Safety Enforcement Aid Fund	Traffic Education and Enforcement Aid Fund
$ —	$ 59,908	$ 111,556	$ 5,412	$ 24,667	$ 27,009	$ 61,457	$ 52,954
—	—	—	16,627	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
130,516	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
$ 130,516	$ 59,908	$ 111,556	$ 22,039	$ 24,667	$ 27,009	$ 61,457	$ 52,954
$ 11,775	$ —	$ —	$ —	$ 38,290	$ —	$ —	$ —
—	5,058	10,609	—	—	—	—	457
89,600	—	—	—	—	—	—	—
—	—	—	—	—	—	40,000	—
101,375	5,058	10,609	—	38,290	—	40,000	457
29,141	54,850	100,947	22,039	—	27,009	21,457	52,497
—	—	—	—	(13,623)	—	—	—
29,141	54,850	100,947	22,039	(13,623)	27,009	21,457	52,497
$ 130,516	$ 59,908	$ 111,556	$ 22,039	$ 24,667	$ 27,009	$ 61,457	$ 52,954

CITY OF RIO RANCHO, NEW MEXICO

Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2015 (Continued)

	DWI Seized Vehicle Fund	NM Gang Task Force Fund	Fire Protection Fund	Emergency Medical Services Fund	DWI Program Fund	Summer Lunch Program Fund
ASSETS						
Cash and Cash Equivalents	$ 250,388	$ —	$ 178,297	$ 2,056	$ 228,534	$ 137,651
Receivables:						
Accounts, net	—	—	—	—	—	—
Due From Federal Government	—	46,838	—	—	—	—
Due From State Government	—	—	—	—	—	—
Due From Local Governments	—	—	—	—	—	—
Restricted Investments	—	—	155,277	—	—	—
Total Assets	$ 250,388	$ 46,838	$ 333,574	$ 2,056	$ 228,534	$ 137,651
LIABILITIES						
Accounts Payable	$ 139	$ 408	$ 33,546	$ —	$ —	$ 44,001
Accrued Liabilities	5,501	3,002	—	—	—	7,345
Due To Other Funds	—	19,157	—	—	—	—
Unearned Revenue	—	—	—	—	—	74,296
Total Liabilities	5,640	22,567	33,546	—	—	125,642
FUND BALANCES						
Restricted	244,748	24,271	300,028	2,056	228,534	12,009
Unassigned	—	—	—	—	—	—
Total Fund Balances	244,748	24,271	300,028	2,056	228,534	12,009
Total Liabilities and Fund Balances	$ 250,388	$ 46,838	$ 333,574	$ 2,056	$ 228,534	$ 137,651

Public Safety and Other Grants Fund	Environmental Gross Receipts Tax Fund	Higher Education Gross Receipts Tax Fund	Municipal Road Fund	HUD CDBG Grant Fund	Crime Victim Assistance Fund	Total Nonmajor Special Revenue Funds
$ —	$ 728,846	$ 5,736,894	$ 681,356	$ —	$ —	$ 9,662,374
—	—	—	—	—	—	16,627
233,202	—	—	—	148,799	5,959	444,186
44,857	131,759	439,122	109,203	—	—	736,632
—	—	—	—	—	—	130,516
—	343,143	—	98,241	—	—	596,661
$ 278,059	$ 1,203,748	$ 6,176,016	$ 888,800	$ 148,799	$ 5,959	$ 11,586,996
$ 56,087	$ 11,917	$ 18,645	$ 16,085	$ 4,766	$ —	$ 388,618
1,864	2,621	—	—	2,791	2,439	47,045
441,620	—	—	—	187,489	10,020	758,197
—	—	—	—	—	—	114,296
499,571	14,538	18,645	16,085	195,046	12,459	1,308,156
—	1,189,210	6,157,371	872,715	—	—	10,567,603
(221,512)	—	—	—	(46,247)	(6,500)	(288,763)
(221,512)	1,189,210	6,157,371	872,715	(46,247)	(6,500)	10,278,840
$ 278,059	$ 1,203,748	$ 6,176,016	$ 888,800	$ 148,799	$ 5,959	$ 11,586,996

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2015

	Animal Shelter Fund	Recreation Activities Fund	Keep Rio Rancho Beautiful Fund	Community Response Program Fund	Workers Compensation Fund	Senior Services Fund
REVENUES						
Municipal and State-Shared Taxes	$ —	$ —	$ —	$ —	$ —	$ —
Franchise Taxes	—	—	—	—	—	—
Intergovernmental - Federal	—	—	—	22,662	—	—
Intergovernmental - State	—	—	57,438	—	—	—
Intergovernmental - Local	—	—	—	—	—	—
Charges for Services	47,183	251,320	—	—	—	16,074
Fines and Forfeitures	735	—	—	—	—	—
Miscellaneous	8,965	—	—	—	757,441	5,146
Total Revenues	56,883	251,320	57,438	22,662	757,441	21,220
EXPENDITURES						
Current:						
General Government	—	—	—	—	659,600	—
Public Safety	54,126	—	—	11,212	—	—
Public Works	—	—	—	—	—	—
Parks, Recreation, and Culture	2,592	221,739	58,319	—	—	16,926
Community and Economic Development	—	—	—	—	—	—
Capital Outlay	—	—	—	1,519	—	—
Debt Service:						
Principal	—	—	—	—	—	—
Interest and Other Charges	—	—	—	—	—	—
Total Expenditures	56,718	221,739	58,319	12,731	659,600	16,926
Revenues Over (Under) Expenditures	165	29,581	(881)	9,931	97,841	4,294
OTHER FINANCING SOURCES (USES)						
Transfers In	—	—	—	—	—	—
Transfers Out	—	—	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—	—	—
Net Change in Fund Balances	165	29,581	(881)	9,931	97,841	4,294
Fund Balances - Beginning	30,054	112,651	—	1,114	909,765	33,325
Fund Balances - Ending	$ 30,219	$ 142,232	$ (881)	$ 11,045	$ 1,007,606	$ 37,619

Library Fund	Promotion and Marketing Fund	Convention and Visitors Bureau Fund	Rio Vision Cable Fund	Local Government Corrections Fund	Law Enforcement Fund	Public Safety Enforcement Aid Fund	Traffic Education and Enforcement Aid Fund
$ —	$ —	$ 350,819	$ —	$ —	$ —	$ —	$ —
—	—	—	87,884	—	—	—	—
—	—	—	—	—	—	67,339	—
11,670	—	—	—	—	105,622	—	—
729,501	—	—	—	—	—	—	—
—	89,383	—	—	259,483	—	—	—
—	—	—	—	—	—	—	87,388
—	—	1,900	—	—	—	3,035	—
741,171	89,383	352,719	87,884	259,483	105,622	70,374	87,388
—	—	—	—	—	—	—	—
—	—	—	—	451,780	35,725	29,036	67,928
—	—	—	—	—	—	—	—
803,023	—	—	104,573	—	—	—	—
—	250,977	314,793	—	—	—	—	—
282,250	—	—	—	—	—	19,900	42,005
—	—	—	—	—	55,333	—	—
—	—	—	—	—	1,079	—	—
1,085,273	250,977	314,793	104,573	451,780	92,137	48,936	109,933
(344,102)	(161,594)	37,926	(16,689)	(192,297)	13,485	21,438	(22,545)
—	116,965	—	14,397	196,672	—	—	—
—	—	—	—	—	—	—	—
—	116,965	—	14,397	196,672	—	—	—
(344,102)	(44,629)	37,926	(2,292)	4,375	13,485	21,438	(22,545)
373,243	99,479	63,021	24,331	(17,998)	13,524	19	75,042
$ 29,141	$ 54,850	$ 100,947	$ 22,039	$ (13,623)	$ 27,009	$ 21,457	$ 52,497

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2015 (Continued)

	DWI Seized Vehicle Fund	NM Gang Task Force Fund	Fire Protection Fund	Emergency Medical Services Fund	DWI Program Fund	Summer Lunch Program Fund
REVENUES						
Municipal and State-Shared Taxes	$ —	$ —	$ —	$ —	$ —	$ —
Franchise Fees	—	—	—	—	—	—
Intergovernmental - Federal	—	56,470	—	—	—	96,452
Intergovernmental - State	—	—	756,668	19,400	—	—
Intergovernmental - Local	—	—	—	—	—	—
Charges for Services	260	—	—	—	—	—
Fines and Forfeitures	—	—	2,541	—	—	—
Miscellaneous	—	23,770	—	(1)	—	—
Total Revenues	260	80,240	759,209	19,399	—	96,452
EXPENDITURES						
Current:						
General Government	—	—	—	—	—	—
Public Safety	38,576	55,969	363,076	17,369	—	—
Public Works	—	—	—	—	—	—
Parks, Recreation, and Culture	—	—	—	—	—	141,217
Community and Economic Development	—	—	—	—	—	—
Capital Outlay	16,936	—	213,790	—	—	—
Debt Service:						
Principal	—	—	178,666	—	—	—
Interest and Other Charges	—	—	66,158	—	—	—
Total Expenditures	55,512	55,969	821,690	17,369	—	141,217
Revenues Over (Under) Expenditures	(55,252)	24,271	(62,481)	2,030	—	(44,765)
OTHER FINANCING SOURCES (USES)						
Transfers In	300,000	—	—	—	—	—
Transfers Out	—	—	—	—	—	—
Total Other Financing Sources (Uses)	300,000	—	—	—	—	—
Net Change in Fund Balances	244,748	24,271	(62,481)	2,030	—	(44,765)
Fund Balances - Beginning	—	—	362,509	26	228,534	56,774
Fund Balances - Ending	$ 244,748	$ 24,271	$ 300,028	$ 2,056	$ 228,534	$ 12,009

Public Safety and Other Grants Fund	Environmental Gross Receipts Tax Fund	Higher Education Gross Receipts Tax Fund	Municipal Road Fund	HUD CDBG Grant Fund	Crime Victim Assistance Fund	Total Nonmajor Special Revenue Funds
$ —	$ 716,816	$ 2,321,072	$ 603,008	$ —	$ —	$ 3,991,715
—	—	—	—	—	—	87,884
425,282	—	—	—	334,743	30,531	1,033,479
385,095	—	—	—	—	—	1,335,893
—	—	—	—	—	—	729,501
—	—	—	3,746	—	—	667,449
—	2,840	—	567	—	—	94,071
—	31,107	1,978	41,576	5,000	—	879,917
810,377	750,763	2,323,050	648,897	339,743	30,531	8,819,909
—	—	756,500	—	373,874	—	1,789,974
863,350	—	—	—	—	41,916	2,030,063
—	91,801	—	372,416	—	—	464,217
126,909	54,964	—	—	—	—	1,530,262
—	—	—	—	—	—	565,770
53,087	160,598	148,552	365,228	—	—	1,303,865
—	237,321	—	155,000	—	—	626,320
—	102,375	—	5,406	—	—	175,018
1,043,346	647,059	905,052	898,050	373,874	41,916	8,485,489
(232,969)	103,704	1,417,998	(249,153)	(34,131)	(11,385)	334,420
—	—	—	—	—	5,798	633,832
—	—	—	—	—	—	—
—	—	—	—	—	5,798	633,832
(232,969)	103,704	1,417,998	(249,153)	(34,131)	(5,587)	968,252
11,457	1,085,506	4,739,373	1,121,868	(12,116)	(913)	9,310,588
$ (221,512)	$ 1,189,210	$ 6,157,371	$ 872,715	$ (46,247)	$ (6,500)	$ 10,278,840

Rio Rancho

City of Vision

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

DEBT SERVICE FUNDS

General Obligation Bond Fund – To account for the debt service of Library Series 2004, Aquatics Series 2006, Roads Series 2009 and Refunding Series 2013.

Gross Receipts Tax Revenue Bond Fund – To account for the debt service of the New Mexico Gross Receipts Tax Revenue Bonds, Series 2005 and Refunding Series 2013.

Gross Receipts Tax Refund Loan Fund – To account for the debt service resulting from Gross Receipts Tax Refund Loan, Series 2010.

HP Loan Fund – To account for the debt service resulting from Gross Receipts Tax Revenue Loan, Series 2009.

HS Loan Fund – To account for the debt service resulting from Gross Receipts Tax Revenue Loan, Series 2009.

Public Safety Vehicle Loan Fund – To account for the debt service resulting from Gross Receipts Tax Revenue Loan, Series 2013.

CITY OF RIO RANCHO, NEW MEXICO

Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2015

	General Obligation Bond Fund	GRT Revenue Bond Fund	GRT Refund Loan Fund	HP Loan Fund
ASSETS				
Cash and Cash Equivalents	$ 3,575,482	$ 57,530	$ —	$ 44,958
Receivables:				
Property Taxes	141,115	—	—	—
Due From State Government	—	287,196	—	75,678
Total Assets	$ 3,716,597	$ 344,726	$ —	$ 120,636
LIABILITIES				
Accounts Payable	$ —	$ 18,375	$ —	$ —
Total Liabilities	—	18,375	—	—
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue-Property Taxes	101,364	—	—	—
Total Deferred Inflows of Resources	101,364	—	—	—
FUND BALANCES				
Restricted	3,615,233	326,351	—	120,636
Total Fund Balances	3,615,233	326,351	—	120,636
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	$ 3,716,597	$ 344,726	$ —	$ 120,636

HS Loan Fund	Public Safety Vehicle Loan Fund	Total Nonmajor Debt Service Funds
$ 17,306	$ 4,783	$ 3,700,059
—	—	141,115
76,552	45,166	484,592
$ 93,858	$ 49,949	$ 4,325,766
$ —	$ —	$ 18,375
—	—	18,375
—	—	101,364
—	—	101,364
93,858	49,949	4,206,027
93,858	49,949	4,206,027
$ 93,858	$ 49,949	$ 4,325,766

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended June 30, 2015

	General Obligation Bond Fund	GRT Revenue Bond Fund	GRT Refund Loan Fund	HP Loan Fund
REVENUES				
Property Taxes	$ 3,764,547	$ —	$ —	$ —
Municipal and State-Shared Taxes	—	1,419,051	275,171	409,271
Miscellaneous	760	—	—	—
Total Revenues	3,765,307	1,419,051	275,171	409,271
EXPENDITURES				
General Government	—	18,375	—	—
Debt Service:				
Principal	2,955,000	1,005,000	327,682	210,000
Interest and Other Charges	646,115	485,319	6,390	206,738
Total Expenditures	3,601,115	1,508,694	334,072	416,738
Revenues Over (Under) Expenditures	164,192	(89,643)	(58,901)	(7,467)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	164,192	(89,643)	(58,901)	(7,467)
Fund Balances - Beginning	3,451,041	415,994	58,901	128,103
Fund Balances - Ending	$ 3,615,233	$ 326,351	$ —	$ 120,636

HS Loan Fund	Public Safety Vehicle Loan Fund	Total Nonmajor Debt Service Funds
$ —	$ —	$ 3,764,547
413,177	253,629	2,770,299
—	—	760
413,177	253,629	6,535,606
—	—	18,375
225,000	235,000	4,957,682
194,393	14,496	1,553,451
419,393	249,496	6,529,508
(6,216)	4,133	6,098
—	—	—
—	—	—
—	—	—
(6,216)	4,133	6,098
100,074	45,816	4,199,929
$ 93,858	$ 49,949	$ 4,206,027

Rio Rancho

City of Vision

NON-MAJOR GOVERNMENTAL FUND DESCRIPTIONS

CAPITAL PROJECT FUNDS

Infrastructure Fund – To account for capital (primarily infrastructure) acquisition, construction and repair from General Fund transfers and intergovernmental grants.

Recreation Development Fund – To account for revenues received for the construction of park facilities. This fund is also used to account for transfers from the General Fund, grants and donations for the development and construction of park facilities. (Provided for by City Budget Resolution.)

State Appropriation Capital Projects Fund – To account for state appropriation capital expenditures approved by the State of New Mexico.

2009 Bond Road Construction Fund – To account for proceeds received for construction various road projects.

Road Impact Fees Fund – To account for impact fees under Sections 5-8-1 through 5-8-42 NMSA 1978 (The Development Fees Act) for the purpose of providing new or enlarged roads, equipment and capital improvements which substantially benefit those developments which pay the impact fees.

Trails Impact Fees Fund – To account for impact fees under Sections 5-8-1 through 5-8-42 NMSA 1978 (The Development Fees Act) for the purpose of providing new or enlarged bikeways, capital improvements, trails, and equipment which substantially benefit those developments which pay the impact fees.

Parks Impact Fees Fund – To account for impact fees under Sections 5-8-1 through 5-8-42 NMSA 1978 (The Development Fees Act) for the purpose of providing new or enlarged parks, equipment and capital improvements, which substantially benefit those developments which pay the impact fees.

Public Safety Impact Fees Fund – To account for impact fees under Sections 5-8-1 through 5-8-42 NMSA 1978 (The Development Fees Act) for the purpose of providing public safety, capital improvements and equipment.

Drainage Impact Fees Fund – To account for impact fees under Sections 5-8-1 through 5-8-42 NMSA 1978 (The Development Fees Act) for the purpose of providing a conveyance system adequate to accommodate the design storm from the farthest upstream property or City boundary to the receiving waters of the Rio Grande river.

CITY OF RIO RANCHO, NEW MEXICO

Combining Balance Sheet
Nonmajor Capital Project Funds
June 30, 2015

	Infrastructure Fund	Recreation Development Fund	State Appropriation Capital Projects Fund	2009 Bond Road Construction Fund	Road Impact Fees Fund
ASSETS					
Cash and Cash Equivalents	$ —	$ 86,541	$ —	$ 2,290,521	$ 555,124
Receivables:	—	—	—	—	—
Due From Federal Government	1,138,171	—	—	—	—
Due From State Government	165,000	62,023	395,076	—	—
Total Assets	$ 1,303,171	$ 148,564	$ 395,076	$ 2,290,521	$ 555,124
LIABILITIES					
Accounts Payable	$ 236,609	$ 20,659	$ 197,899	$ 12,439	$ 32,506
Due To Other Funds	736,844	—	382,832	—	—
Total Liabilities	973,453	20,659	580,731	12,439	32,506
FUND BALANCES					
Restricted	329,718	127,905	—	2,278,082	522,618
Unassigned	—	—	(185,655)	—	—
Total Fund Balances	329,718	127,905	(185,655)	2,278,082	522,618
Total Liabilities and Fund Balances	$ 1,303,171	$ 148,564	$ 395,076	$ 2,290,521	$ 555,124

Trails Impact Fees Fund	Parks Impact Fees Fund	Public Safety Impact Fees Fund	Drainage Impact Fees Fund	Total Nonmajor Capital Project Funds
$ 177,907	$ 500,339	$ 238,779	$ 657,696	$ 4,506,907
—	—	—	—	
—	—	—	—	1,138,171
—	—	—	—	622,099
$ 177,907	$ 500,339	$ 238,779	$ 657,696	$ 6,267,177
$ —	$ 4,298	$ 937	$ —	$ 505,347
—	—	—	—	1,119,676
—	4,298	937	—	1,625,023
177,907	496,041	237,842	657,696	4,827,809
—	—	—	—	(185,655)
177,907	496,041	237,842	657,696	4,642,154
$ 177,907	$ 500,339	$ 238,779	$ 657,696	$ 6,267,177

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Project Funds
For the Year Ended June 30, 2015

	Infrastructure Fund	Recreation Development Fund	State Appropriation Capital Projects Fund	2009 Bond Road Construction Fund	Road Impact Fees Fund
REVENUES					
Intergovernmental - Federal	$ 2,134,322	$ —	$ —	$ —	$ —
Intergovernmental - State	352,500	488,441	1,575,484	—	—
Intergovernmental - Local	300,000	46,891	—	—	—
Impact Fees	—	—	—	—	273,665
Miscellaneous	21,830	30,000		759	
Total Revenues	2,808,652	565,332	1,575,484	759	273,665
EXPENDITURES					
Current:					
General Government	—	—	131,120	—	8,210
Public Works	70,936	—	—	1,354	—
Parks, Recreation, and Culture	—	5,951	—	—	—
Capital Outlay	3,297,990	542,022	1,510,279	167,215	267,127
Total Expenditures	3,368,926	547,973	1,641,399	168,569	275,337
Revenues Over (Under) Expenditures	(560,274)	17,359	(65,915)	(167,810)	(1,672)
OTHER FINANCING SOURCES (USES)					
Transfers In	735,076	—	—	—	—
Transfers Out	—	—	—	—	—
Total Other Financing Sources (Uses)	735,076	—	—	—	—
Net Change in Fund Balances	174,802	17,359	(65,915)	(167,810)	(1,672)
Fund Balances - Beginning	154,916	110,546	(119,740)	2,445,892	524,290
Fund Balances - Ending	$ 329,718	$ 127,905	$ (185,655)	$ 2,278,082	$ 522,618

Trails Impact Fees Fund	Parks Impact Fees Fund	Public Safety Impact Fees Fund	Drainage Impact Fees Fund	Total Nonmajor Capital Project Funds
$ —	$ —	$ —	$ —	$ 2,134,322
—	—	—	—	2,416,425
—	—	—	—	346,891
6,459	93,857	115,081	119,216	608,278
				52,589
6,459	93,857	115,081	119,216	5,558,505
194	2,816	3,452	3,577	149,369
—	—	—	—	72,290
—	—	—	—	5,951
—	15,882	42,040	5,498	5,848,053
194	18,698	45,492	9,075	6,075,663
6,265	75,159	69,589	110,141	(517,158)
—	—	—	—	735,076
—	—	—	—	—
—	—	—	—	735,076
6,265	75,159	69,589	110,141	217,918
171,642	420,882	168,253	547,555	4,424,236
$ 177,907	$ 496,041	$ 237,842	$ 657,696	$ 4,642,154

Rio Rancho

City of Vision

INTERNAL SERVICE FUND DESCRIPTIONS

Health Self-Insurance Fund – To account for revenues collected from employee/employer contributions for the purpose of self funding health insurance administered by Presbyterian and Lovelace Health.

Dental Self-Insurance Fund – To account for revenues collected from employee/employer contributions for the purpose of self funding dental insurance administered by Delta Dental.

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Net Position
Internal Service Funds
June 30, 2015

	Health Self-Insurance Fund	Dental Self-Insurance Fund	Total
ASSETS			
Current Assets:			
Cash and Investments	$ 2,024,630	$ 100,579	$ 2,125,209
Total Assets	2,024,630	100,579	2,125,209
LIABILITIES			
Current Liabilities:			
Claims Payable	888,711	75,932	964,643
Total Liabilities	888,711	75,932	964,643
NET POSITION			
Unrestricted	1,135,919	24,647	1,160,566
Total Net Position	$ 1,135,919	$ 24,647	$ 1,160,566

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Revenues, Expenses, and Changes in Net Position
Internal Service Funds
For the Year Ended June 30, 2015

	Health Self-Insurance Fund	Dental Self-Insurance Fund	Total
OPERATING REVENUES			
Charges for Services	$ 5,420,967	$ 475,069	$ 5,896,036
Total Revenues	5,420,967	475,069	5,896,036
OPERATING EXPENSES			
General and Administrative	409,167	32,641	441,808
Claims and Premiums	5,687,129	434,225	6,121,354
Total Expenses	6,096,296	466,866	6,563,162
Operating Income (Loss)	(675,329)	8,203	(667,126)
NON OPERATING REVENUES (EXPENSES)			
Investment Income	2,329	—	2,329
Total Non-Operating Revenues (Expenses)	2,329	—	2,329
Income (Loss) Before Transfers	(673,000)	8,203	(664,797)
Transfers In	—	—	—
Transfers Out	—	—	—
Change in Net Position	(673,000)	8,203	(664,797)
Net Position - Beginning	1,808,919	16,444	1,825,363
Net Position - Ending	$ 1,135,919	$ 24,647	$ 1,160,566

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2015

	Health Self-Insurance Fund	Dental Self-Insurance Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	$ 5,420,967	$ 475,069	$ 5,896,036
Payments to Suppliers and Contractors	(6,013,681)	(484,642)	(6,498,323)
Net Cash Provided (Used) by Operating Activities	(592,714)	(9,573)	(602,287)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Transfers (To) From Other Funds	—	—	—
Net Cash Provided (Used) by Non-Capital Financing Activities	—	—	—
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on Investments	2,329	—	2,329
Net Cash Provided (Used) by Investing Activities	2,329	—	2,329
Net Cash Provided (Used) - All Activities	(590,385)	(9,573)	(599,958)
Cash and Cash Equivalents - Beginning	2,615,015	110,152	2,725,167
Cash and Cash Equivalents - Ending	$ 2,024,630	$ 100,579	$ 2,125,209
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	$ (673,000)	$ 8,203	$ (664,797)
Adjustments to Reconcile Operating Income (Loss):			
Increase (Decrease) in Accounts Payable	80,286	(17,776)	62,510
Net Cash Provided (Used) by Operating Activities	$ (592,714)	$ (9,573)	$ (602,287)

AGENCY FUND DESCRIPTIONS

Rio Metro Fund – To account for Para-transit fees collected on behalf of Rio Metro and the reimbursement of bus maintenance costs associated with Rio Metro.

Special Assessment District Operations Fund – To account for Special Assessment District administrative fees which may be used for collection or other expenditures related to the administration of Special Assessment Districts.

Special Assessment District VI Bonds Fund – To account for funds held by the City as a paying agent of the special assessment district six projects debt service.

Special Assessment District VII Bonds Fund – To account for funds held by the City as a paying agent of the special assessment district seven projects debt service.

Special Assessment District VIII Bonds Fund – To account for funds held by the City as a paying agent of the special assessment district eight projects debt service.

Rio Rancho Economic Development Fund – To account for contributions from builders for the Rio Rancho Economic Development Corporation. The fund is a pass-through fund; all revenues collected are remitted to RREDC.

S & P Reimbursement Fund – To account for revenues from the State of New Mexico that are offered to a local company as an economic development incentive. This fund is a pass-through fund and all revenues are paid to S&P Data per a local economic development agreement.

Municipal Court Fund – To account for collections and payments of court fines, criminal bonds and other fees from and on behalf of the public.

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2015

	Rio Metro Fund	Special Assessment District Operations Fund	Special Assessment District VI Bond Fund	Special Assessment District VII Bond Fund
ASSETS				
Cash	$ 10,055	$ 27,821	$ 1,125,386	$ 1,946,229
Total Assets	$ 10,055	$ 27,821	$ 1,125,386	$ 1,946,229
LIABILITIES				
Deposits Held for Others	$ 10,055	$ 27,821	$ 1,125,386	$ 1,946,229
Total Liabilities	$ 10,055	$ 27,821	$ 1,125,386	$ 1,946,229

Special Assessment District VIII Bond Fund	Rio Rancho Economic Development Fund	S&P Reimbursement Fund	Municipal Court Fund	Total
$ 363,007	$ 8,025	$ 211,232	$ 20,445	$ 3,712,200
$ 363,007	$ 8,025	$ 211,232	$ 20,445	$ 3,712,200
$ 363,007	$ 8,025	$ 211,232	$ 20,445	$ 3,712,200
$ 363,007	$ 8,025	$ 211,232	$ 20,445	$ 3,712,200

CITY OF RIO RANCHO, NEW MEXICO

Combining Statement of Changes in Assets and Liabilities
Agency Funds
June 30, 2015

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
RIO METRO FUND				
ASSETS				
Cash	$ 8,378	$ 113,490	$ (111,813)	$ 10,055
Total Assets	$ 8,378	$ 113,490	$ (111,813)	$ 10,055
LIABILITIES				
Deposits Held for Others	$ 8,378	$ 113,490	$ (111,813)	$ 10,055
Total Liabilities	$ 8,378	$ 113,490	$ (111,813)	$ 10,055
SPECIAL ASSESSMENT DISTRICT OPERATIONS FUND				
ASSETS				
Cash	$ 23,171	$ 68,212	$ (63,562)	$ 27,821
Total Assets	$ 23,171	$ 68,212	$ (63,562)	$ 27,821
LIABILITIES				
Deposits Held for Others	$ 23,171	$ 68,212	$ (63,562)	$ 27,821
Total Liabilities	$ 23,171	$ 68,212	$ (63,562)	$ 27,821
SPECIAL ASSESSMENT DISTRICT VI BOND FUND				
ASSETS				
Cash	$ 909,296	$ 895,659	$ (679,569)	$ 1,125,386
Total Assets	$ 909,296	$ 895,659	$ (679,569)	$ 1,125,386
LIABILITIES				
Deposits Held for Others	$ 909,296	$ 895,659	$ (679,569)	$ 1,125,386
Total Liabilities	$ 909,296	$ 895,659	$ (679,569)	$ 1,125,386
SPECIAL ASSESSMENT DISTRICT VII BOND FUND				
ASSETS				
Cash	$ 1,005,894	$ 1,215,913	$ (275,578)	$ 1,946,229
Total Assets	$ 1,005,894	$ 1,215,913	$ (275,578)	$ 1,946,229
LIABILITIES				
Deposits Held for Others	$ 1,005,894	$ 1,215,913	$ (275,578)	$ 1,946,229
Total Liabilities	$ 1,005,894	$ 1,215,913	$ (275,578)	$ 1,946,229
SPECIAL ASSESSMENT DISTRICT VIII BOND FUND				
ASSETS				
Cash	$ 298,637	$ 126,954	$ (62,585)	$ 363,007
Total Assets	$ 298,637	$ 126,954	$ (62,585)	$ 363,007
LIABILITIES				
Deposits Held for Others	$ 298,637	$ 126,954	$ (62,585)	$ 363,007
Total Liabilities	$ 298,637	$ 126,954	$ (62,585)	$ 363,007

	Balance July 1, 2014	Additions	Deductions	Balance June 30, 2015
RIO RANCHO ECONOMIC DEVELOPMENT FUND				
ASSETS				
Cash	$ 1,425	$ 6,600	$ —	$ 8,025
Total Assets	$ 1,425	$ 6,600	$ —	$ 8,025
LIABILITIES				
Deposits Held for Others	$ 1,425	$ 6,600	$	$ 8,025
Total Liabilities	$ 1,425	$ 6,600	$ —	$ 8,025
S&P REIMBURSEMENT FUND				
ASSETS				
Cash	$ —	$ 500,000	$ (288,768)	$ 211,232
Total Assets	$ —	$ 500,000	$ (288,768)	$ 211,232
LIABILITIES				
Deposits Held for Others	$ —	$ 500,000	$ (288,768)	$ 211,232
Total Liabilities	$ —	$ 500,000	$ (288,768)	$ 211,232
MUNICIPAL COURT FUND				
ASSETS				
Cash	$ 28,251	$ 31,610	$ (39,416)	$ 20,445
Total Assets	$ 28,251	$ 31,610	$ (39,416)	$ 20,445
LIABILITIES				
Deposits Held for Others	$ 28,251	$ 31,610	$ (39,416)	$ 20,445
Total Liabilities	$ 28,251	$ 31,610	$ (39,416)	$ 20,445
TOTAL AGENCY FUNDS				
ASSETS				
Cash	$ 2,275,052	$ 2,958,439	$ (1,521,291)	$ 3,712,200
Total Assets	$ 2,275,052	$ 2,958,439	$ (1,521,291)	$ 3,712,200
LIABILITIES				
Deposits Held for Others	$ 2,275,052	$ 2,958,439	$ (1,521,291)	$ 3,712,200
Total Liabilities	$ 2,275,052	$ 2,958,439	$ (1,521,291)	$ 3,712,200

Rio Rancho

City of Vision

BUDGETARY COMPARISON SCHEDULES

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Animal Shelter Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	$ 30,000	$ 30,000	$ 47,183	$ 17,183
Fines and Forfeitures	800	800	735	(65)
Miscellaneous	4,050	5,540	8,965	3,425
Total Revenues	34,850	36,340	56,883	20,543
EXPENDITURES				
Current:				
Public Safety	64,161	66,530	53,042	13,488
Total Expenditures	64,161	66,530	53,042	13,488
Revenues Over (Under) Expenditures	(29,311)	(30,190)	3,841	34,031
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(29,311)	(30,190)	3,841	34,031
Fund Balances - Beginning, Budgetary Basis	30,190	30,190	30,190	—
Fund Balances - Ending, Budgetary Basis	$ 879	$ —	$ 34,031	$ 34,031

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 56,883
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 56,883
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 53,042
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	3,812
Prior year accrued expenditures	(136)
Total Actual Expenditures - GAAP Basis	$ 56,718

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Recreation Activities Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	$ 287,924	$ 292,432	$ 251,320	$ (41,112)
Miscellaneous	—	—	—	—
Total Revenues	287,924	292,432	251,320	(41,112)
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	315,111	339,660	225,933	113,727
Total Expenditures	315,111	339,660	225,933	113,727
Revenues Over (Under) Expenditures	(27,187)	(47,228)	25,387	72,615
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(27,187)	(47,228)	25,387	72,615
Fund Balances - Beginning, Budgetary Basis	64,542	132,254	132,254	—
Fund Balances - Ending, Budgetary Basis	$ 37,355	$ 85,026	$ 157,641	$ 72,615

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 251,320
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 251,320
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 225,933
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	15,409
Prior year accrued expenditures	(19,603)
Total Actual Expenditures - GAAP Basis	$ 221,739

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Keep Rio Rancho Beautiful Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	$ 59,350	$ 105,378	$ 90,361	$ (15,017)
Total Revenues	59,350	105,378	90,361	(15,017)
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	59,350	62,153	57,447	4,706
Total Expenditures	59,350	62,153	57,447	4,706
Revenues Over (Under) Expenditures	—	43,225	32,914	(10,311)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	—	43,225	32,914	(10,311)
Fund Balances - Beginning, Budgetary Basis	—	(43,225)	(43,225)	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ (10,311)	$ (10,311)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 90,361
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	11,691
Prior year accrued revenue	(44,614)
Total Actual Revenues - GAAP Basis	$ 57,438
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 57,447
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	2,261
Prior year accrued expenditures	(1,389)
Total Actual Expenditures - GAAP Basis	$ 58,319

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Community Response Program Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ —	$ 32,364	$ 20,324	$ (12,040)
Total Revenues	—	32,364	20,324	(12,040)
EXPENDITURES				
Current:				
Public Safety	—	25,667	11,212	14,455
Capital Outlay	—	761	759	2
Total Expenditures	—	26,428	11,971	14,457
Revenues Over (Under) Expenditures	—	5,936	8,353	2,417
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	—	5,936	8,353	2,417
Fund Balances - Beginning, Budgetary Basis	—	(5,936)	(5,936)	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 2,417	$ 2,417

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 20,324
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	9,388
Prior year accrued revenue	(7,050)
Total Actual Revenues - GAAP Basis	$ 22,662
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 11,971
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	760
Prior year accrued expenditures	—
Total Actual Expenditures - GAAP Basis	$ 12,731

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Workers Compensation Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	$ 784,222	$ 784,222	$ 757,441	$ (26,781)
Total Revenues	784,222	784,222	757,441	(26,781)
EXPENDITURES				
Current:				
General Government	524,108	524,108	594,878	(70,770)
Total Expenditures	524,108	524,108	594,878	(70,770)
Revenues Over (Under) Expenditures	260,114	260,114	162,563	(97,551)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	260,114	260,114	162,563	(97,551)
Fund Balances - Beginning, Budgetary Basis	980,937	980,937	980,937	—
Fund Balances - Ending, Budgetary Basis	$ 1,241,051	$ 1,241,051	$ 1,143,500	$ (97,551)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 757,441
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 757,441
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 594,878
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	135,894
Prior year accrued expenditures	(71,172)
Total Actual Expenditures - GAAP Basis	$ 659,600

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Senior Services Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	$ 22,468	$ 15,500	$ 16,074	$ 574
Miscellaneous	1,850	3,152	5,146	1,994
Total Revenues	24,318	18,652	21,220	2,568
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	41,501	35,835	17,100	18,735
Total Expenditures	41,501	35,835	17,100	18,735
Revenues Over (Under) Expenditures	(17,183)	(17,183)	4,120	21,303
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(17,183)	(17,183)	4,120	21,303
Fund Balances - Beginning, Budgetary Basis	33,530	33,530	33,680	150
Fund Balances - Ending, Budgetary Basis	$ 16,347	$ 16,347	$ 37,800	$ 21,453

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 21,220
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 21,220
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 17,100
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	181
Prior year accrued expenditures	(355)
Total Actual Expenditures - GAAP Basis	$ 16,926

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Library Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	$ —	$ 297,642	$ 11,670	$ (285,972)
Intergovernmental - Local	—	762,804	751,868	(10,936)
Miscellaneous	—	346	—	(346)
Total Revenues	—	1,060,792	763,538	(297,254)
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	—	1,008,473	804,998	203,475
Capital Outlay	—	286,428	282,250	4,178
Total Expenditures	—	1,294,901	1,087,248	207,653
Revenues Over (Under) Expenditures	—	(234,109)	(323,710)	(89,601)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	—	(234,109)	(323,710)	(89,601)
Fund Balances - Beginning, Budgetary Basis	—	234,109	234,109	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ (89,601)	$ (89,601)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 763,538
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	130,516
Prior year accrued revenue	(152,883)
Total Actual Revenues - GAAP Basis	$ 741,171
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 1,087,248
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	11,775
Prior year accrued expenditures	(13,750)
Total Actual Expenditures - GAAP Basis	$ 1,085,273

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Promotion and Marketing Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	$ 114,800	$ 212,479	$ 89,383	$ (123,096)
Miscellaneous	—	—	—	—
Total Revenues	114,800	212,479	89,383	(123,096)
EXPENDITURES				
Current:				
Community and Economic Development	293,092	413,307	248,393	164,914
Total Expenditures	293,092	413,307	248,393	164,914
Revenues Over (Under) Expenditures	(178,292)	(200,828)	(159,010)	41,818
OTHER FINANCING SOURCES (USES)				
Transfers In	116,965	116,965	116,965	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	116,965	116,965	116,965	—
Net Change in Fund Balances	(61,327)	(83,863)	(42,045)	41,818
Fund Balances - Beginning, Budgetary Basis	61,327	101,954	101,954	—
Fund Balances - Ending, Budgetary Basis	$ —	$ 18,091	$ 59,909	$ 41,818

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 89,383
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 89,383
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 248,393
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	5,058
Prior year accrued expenditures	(2,474)
Total Actual Expenditures - GAAP Basis	$ 250,977

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Convention and Visitors Bureau Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 315,000	$ 315,000	$ 350,819	$ 35,819
Intergovernmental - State	5,000	—	—	—
Miscellaneous	5	1,905	1,900	(5)
Total Revenues	320,005	316,905	352,719	35,814
EXPENDITURES				
Current:				
Community and Economic Development	342,099	346,799	310,667	36,132
Total Expenditures	342,099	346,799	310,667	36,132
Revenues Over (Under) Expenditures	(22,094)	(29,894)	42,052	71,946
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(22,094)	(29,894)	42,052	71,946
Fund Balances - Beginning, Budgetary Basis	66,111	69,504	69,504	—
Fund Balances - Ending, Budgetary Basis	$ 44,017	$ 39,610	$ 111,556	$ 71,946

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 352,719
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 352,719
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 310,667
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	10,609
Prior year accrued expenditures	(6,483)
Total Actual Expenditures - GAAP Basis	$ 314,793

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Rio Vision Cable Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Franchise Fees	$ 115,000	$ 115,000	$ 94,694	$ (20,306)
Charges for Services	800	800	—	(800)
Total Revenues	115,800	115,800	94,694	(21,106)
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	136,033	136,694	114,288	22,406
Total Expenditures	136,033	136,694	114,288	22,406
Revenues Over (Under) Expenditures	(20,233)	(20,894)	(19,594)	1,300
OTHER FINANCING SOURCES (USES)				
Transfers In	14,397	14,397	14,397	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	14,397	14,397	14,397	—
Net Change in Fund Balances	(5,836)	(6,497)	(5,197)	1,300
Fund Balances - Beginning, Budgetary Basis	5,836	10,610	10,610	—
Fund Balances - Ending, Budgetary Basis	$ —	$ 4,113	$ 5,413	$ 1,300

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 94,694
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	16,627
Prior year accrued revenue	(23,437)
Total Actual Revenues - GAAP Basis	$ 87,884
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 114,288
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	—
Prior year accrued expenditures	(9,715)
Total Actual Expenditures - GAAP Basis	$ 104,573

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Local Government Corrections Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	$ 300,000	$ 250,000	$ 259,483	$ 9,483
Total Revenues	300,000	250,000	259,483	9,483
EXPENDITURES				
Current:				
Public Safety	430,264	462,241	447,057	15,184
Total Expenditures	430,264	462,241	447,057	15,184
Revenues Over (Under) Expenditures	(130,264)	(212,241)	(187,574)	24,667
OTHER FINANCING SOURCES (USES)				
Transfers In	141,672	196,672	196,672	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	141,672	196,672	196,672	—
Net Change in Fund Balances	11,408	(15,569)	9,098	24,667
Fund Balances - Beginning, Budgetary Basis	(11,408)	15,569	15,569	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 24,667	$ 24,667

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 259,483
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 259,483
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 447,057
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	38,290
Prior year accrued expenditures	(33,567)
Total Actual Expenditures - GAAP Basis	$ 451,780

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Law Enforcement Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	$ 105,600	$ 105,600	$ 105,622	$ 22
Total Revenues	105,600	105,600	105,622	22
EXPENDITURES				
Current:				
Public Safety	62,712	62,712	35,725	26,987
Debt Service:				
Principal	55,333	55,333	55,333	—
Interest and Other Charges	1,079	1,079	1,079	—
Total Expenditures	119,124	119,124	92,137	26,987
Revenues Over (Under) Expenditures	(13,524)	(13,524)	13,485	27,009
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(13,524)	(13,524)	13,485	27,009
Fund Balances - Beginning, Budgetary Basis	13,524	13,524	13,524	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 27,009	$ 27,009

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 105,622
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 105,622
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 92,137
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 92,137

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Public Safety Enforcement Aid Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ —	$ 75,665	$ 82,397	$ 6,732
Miscellaneous	3,500	3,500	3,035	(465)
Total Revenues	3,500	79,165	85,432	6,267
EXPENDITURES				
Current:				
Public Safety	28,461	84,226	29,036	55,190
Capital Outlay	—	19,900	19,900	—
Total Expenditures	28,461	104,126	48,936	55,190
Revenues Over (Under) Expenditures	(24,961)	(24,961)	36,496	61,457
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(24,961)	(24,961)	36,496	61,457
Fund Balances - Beginning, Budgetary Basis	24,961	24,961	24,961	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 61,457	$ 61,457

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 85,432
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year unearned revenue	(40,000)
Prior year unearned revenue	24,942
Total Actual Revenues - GAAP Basis	$ 70,374
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 48,936
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 48,936

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Traffic Education and Enforcement Aid Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Fines and Forfeitures	$ 90,000	$ 90,000	$ 87,388	$ (2,612)
Total Revenues	90,000	90,000	87,388	(2,612)
EXPENDITURES				
Current:				
Public Safety	91,865	100,758	67,940	32,818
Capital Outlay	42,000	42,005	42,005	—
Total Expenditures	133,865	142,763	109,945	32,818
Revenues Over (Under) Expenditures	(43,865)	(52,763)	(22,557)	30,206
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(43,865)	(52,763)	(22,557)	30,206
Fund Balances - Beginning, Budgetary Basis	66,613	75,511	75,511	—
Fund Balances - Ending, Budgetary Basis	$ 22,748	$ 22,748	$ 52,954	$ 30,206

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 87,388
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 87,388
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 109,945
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	457
Prior year accrued expenditures	(469)
Total Actual Expenditures - GAAP Basis	$ 109,933

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
DWI Seized Vehicle Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	$ —	$ 125,759	$ 260	$ (125,499)
Total Revenues	—	125,759	260	(125,499)
EXPENDITURES				
Current:				
Public Safety	—	127,263	32,936	94,327
Capital Outlay	—	20,000	16,936	3,064
Total Expenditures	—	147,263	49,872	97,391
Revenues Over (Under) Expenditures	—	(21,504)	(49,612)	(28,108)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	300,000	300,000	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	300,000	300,000	—
Net Change in Fund Balances	—	278,496	250,388	(28,108)
Fund Balances - Beginning, Budgetary Basis	—	—	—	—
Fund Balances - Ending, Budgetary Basis	$ —	$ 278,496	$ 250,388	$ (28,108)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 260
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 260
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 49,872
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	5,640
Prior year accrued expenditures	—
Total Actual Expenditures - GAAP Basis	$ 55,512

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
NM Gang Task Force Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ —	$ 157,380	$ 9,632	$ (147,748)
Miscellaneous	—	25,000	23,770	(1,230)
Total Revenues	—	182,380	33,402	(148,978)
EXPENDITURES				
Current:				
Public Safety	—	182,380	52,559	129,821
Total Expenditures	—	182,380	52,559	129,821
Revenues Over (Under) Expenditures	—	—	(19,157)	(19,157)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	—	—	(19,157)	(19,157)
Fund Balances - Beginning, Budgetary Basis	—	—	—	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ (19,157)	$ (19,157)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 33,402
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	46,838
Prior year accrued revenue	—
Total Actual Revenues - GAAP Basis	$ 80,240
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 52,559
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	3,410
Prior year accrued expenditures	—
Total Actual Expenditures - GAAP Basis	$ 55,969

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Fire Protection Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	$ 632,762	$ 756,668	$ 756,668	$ —
Total Revenues	632,762	756,668	756,668	—
EXPENDITURES				
Current:				
Public Safety	390,145	443,432	365,058	78,374
Capital Outlay	60,000	276,211	185,285	90,926
Debt Service:				
Principal	178,666	178,666	178,666	—
Interest and Other Charges	76,178	75,155	66,158	8,997
Total Expenditures	704,989	973,464	795,167	178,297
Revenues Over (Under) Expenditures	(72,227)	(216,796)	(38,499)	178,297
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(72,227)	(216,796)	(38,499)	178,297
Fund Balances - Beginning, Budgetary Basis	224,348	368,917	368,917	—
Fund Balances - Ending, Budgetary Basis	$ 152,121	$ 152,121	$ 330,418	$ 178,297

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 756,668
Certain year-end adjustments related to the fair market value of the city's investments are considered revenue for financial reporting but not for budgetary reporting	2,541
Total Actual Revenues - GAAP Basis	$ 759,209
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 795,167
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	33,546
Prior year accrued expenditures	(7,023)
Total Actual Expenditures - GAAP Basis	$ 821,690

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Emergency Medical Services Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	$ 19,200	$ 19,400	$ 19,400	$ —
Miscellaneous	—	—	—	—
Total Revenues	19,200	19,400	19,400	—
EXPENDITURES				
Current:				
Public Safety	19,225	19,425	17,369	2,056
Capital Outlay	—	—	—	—
Total Expenditures	19,225	19,425	17,369	2,056
Revenues Over (Under) Expenditures	(25)	(25)	2,031	2,056
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(25)	(25)	2,031	2,056
Fund Balances - Beginning, Budgetary Basis	25	25	25	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 2,056	$ 2,056

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 19,400
Certain year-end adjustments related to the fair market value of the city's investments are considered revenue for financial reporting but not for budgetary reporting	(1)
Total Actual Revenues - GAAP Basis	$ 19,399
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 17,369
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 17,369

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
DWI Program Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	$ —	$ —	$ —	$ —
Total Revenues	—	—	—	—
EXPENDITURES				
Current:				
Public Safety	228,534	228,534	—	228,534
Total Expenditures	228,534	228,534	—	228,534
Revenues Over (Under) Expenditures	(228,534)	(228,534)	—	228,534
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(228,534)	(228,534)	—	228,534
Fund Balances - Beginning, Budgetary Basis	228,534	228,534	228,534	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 228,534	$ 228,534

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ —
(no differences)	—
Total Actual Revenues - GAAP Basis	$ —
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ —
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ —

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Summer Lunch Program Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ 127,116	$ 127,116	$ 144,811	$ 17,695
Total Revenues	127,116	127,116	144,811	17,695
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	237,857	269,057	149,101	119,956
Total Expenditures	237,857	269,057	149,101	119,956
Revenues Over (Under) Expenditures	(110,741)	(141,941)	(4,290)	137,651
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(110,741)	(141,941)	(4,290)	137,651
Fund Balances - Beginning, Budgetary Basis	110,741	141,941	141,941	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 137,651	$ 137,651

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 144,811
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year unearned revenue	(74,296)
Prior year unearned revenue	25,937
Total Actual Revenues - GAAP Basis	$ 96,452
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 149,101
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	51,346
Prior year accrued expenditures	(59,230)
Total Actual Expenditures - GAAP Basis	$ 141,217

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Public Safety and Other Grants Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ —	$ 937,529	$ 237,384	$ (700,145)
Intergovernmental - State	386,200	1,926,439	362,335	(1,564,104)
Total Revenues	386,200	2,863,968	599,719	(2,264,249)
EXPENDITURES				
Current:				
Public Safety	386,200	2,567,120	845,448	1,721,672
Parks, Recreation, and Culture	—	210,224	119,628	90,596
Capital Outlay	—	54,186	43,826	10,360
Total Expenditures	386,200	2,831,530	1,008,902	1,822,628
Revenues Over (Under) Expenditures	—	32,438	(409,183)	(441,621)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	—	32,438	(409,183)	(441,621)
Fund Balances - Beginning, Budgetary Basis	—	(50,547)	(50,547)	—
Fund Balances - Ending, Budgetary Basis	$ —	$ (18,109)	$ (459,730)	$ (441,621)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 599,719
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	278,059
Prior year accrued revenue	(67,401)
Total Actual Revenues - GAAP Basis	$ 810,377
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 1,008,902
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	57,951
Prior year accrued expenditures	(23,507)
Total Actual Expenditures - GAAP Basis	$ 1,043,346

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Environmental Gross Receipts Tax Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 692,659	$ 683,963	$ 691,714	$ 7,751
Miscellaneous	21,106	41,106	31,177	(9,929)
Total Revenues	713,765	725,069	722,891	(2,178)
EXPENDITURES				
Current:				
Public Works	297,891	336,400	87,273	249,127
Parks, Recreation, and Culture	63,925	63,925	53,858	10,067
Capital Outlay	—	187,342	160,691	26,651
Debt Service:				
Principal	237,321	237,321	237,321	—
Interest and Other Charges	118,400	118,400	102,375	16,025
Total Expenditures	717,537	943,388	641,518	301,870
Revenues Over (Under) Expenditures	(3,772)	(218,319)	81,373	299,692
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(3,772)	(218,319)	81,373	299,692
Fund Balances - Beginning, Budgetary Basis	783,850	986,471	986,471	—
Fund Balances - Ending, Budgetary Basis	$ 780,078	$ 768,152	$ 1,067,844	$ 299,692

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 722,891
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	131,759
Prior year accrued revenue	(106,657)
Certain year-end adjustments related to the fair market value of the city's investments are considered revenue for financial reporting but not for budgetary reporting	2,770
Total Actual Revenues - GAAP Basis	$ 750,763
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 641,518
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	14,538
Prior year accrued expenditures	(8,997)
Total Actual Expenditures - GAAP Basis	$ 647,059

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Higher Education Gross Receipts Tax Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 2,216,508	$ 2,188,683	$ 2,223,096	$ 34,413
Miscellaneous	500	500	1,978	1,478
Total Revenues	2,217,008	2,189,183	2,225,074	35,891
EXPENDITURES				
Current:				
General Government	—	756,500	756,500	—
Capital Outlay	3,250,000	3,571,885	146,140	3,425,745
Total Expenditures	3,250,000	4,328,385	902,640	3,425,745
Revenues Over (Under) Expenditures	(1,032,992)	(2,139,202)	1,322,434	3,461,636
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(1,032,992)	(2,139,202)	1,322,434	3,461,636
Fund Balances - Beginning, Budgetary Basis	4,092,575	4,414,460	4,414,460	—
Fund Balances - Ending, Budgetary Basis	$ 3,059,583	$ 2,275,258	$ 5,736,894	$ 3,461,636

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 2,225,074
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	439,122
Prior year accrued revenue	(341,146)
Total Actual Revenues - GAAP Basis	$ 2,323,050
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 902,640
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	18,645
Prior year accrued expenditures	(16,233)
Total Actual Expenditures - GAAP Basis	$ 905,052

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Municipal Road Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 550,000	$ 550,000	$ 602,157	$ 52,157
Charges for Services	6,000	6,000	3,746	(2,254)
Miscellaneous	200	200	37,021	36,821
Total Revenues	556,200	556,200	642,924	86,724
EXPENDITURES				
Current:				
Public Works	485,000	474,355	369,955	104,400
Capital Outlay	68,442	501,657	393,127	108,530
Debt Service:				
Principal	155,000	155,000	155,000	—
Interest and Other Charges	6,178	6,178	5,287	891
Total Expenditures	714,620	1,137,190	923,369	213,821
Revenues Over (Under) Expenditures	(158,420)	(580,990)	(280,445)	300,545
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(158,420)	(580,990)	(280,445)	300,545
Fund Balances - Beginning, Budgetary Basis	564,886	1,032,671	1,032,671	—
Fund Balances - Ending, Budgetary Basis	$ 406,466	$ 451,681	$ 752,226	$ 300,545

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 642,924
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	109,203
Prior year accrued revenue	(103,797)
Certain year-end adjustments related to the fair market value of the city's investments are considered revenue for financial reporting but not for budgetary reporting	567
Total Actual Revenues - GAAP Basis	$ 648,897
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 923,369
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	16,204
Prior year accrued expenditures	(41,523)
Total Actual Expenditures - GAAP Basis	$ 898,050

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
HUD CDBG Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ 422,852	$ 559,341	$ 195,873	$ (363,468)
Miscellaneous	—	5,000	5,000	—
Total Revenues	422,852	564,341	200,873	(363,468)
EXPENDITURES				
Current:				
General Government	422,852	558,391	382,412	175,979
Total Expenditures	422,852	558,391	382,412	175,979
Revenues Over (Under) Expenditures	—	5,950	(181,539)	(187,489)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	—	5,950	(181,539)	(187,489)
Fund Balances - Beginning, Budgetary Basis	—	(5,950)	(5,950)	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ (187,489)	$ (187,489)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 200,873
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	148,799
Prior year accrued revenue	(9,929)
Total Actual Revenues - GAAP Basis	$ 339,743
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 382,412
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	7,557
Prior year accrued expenditures	(16,095)
Total Actual Expenditures - GAAP Basis	$ 373,874

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Crime Victim Assistance Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ 4,125	$ 67,192	$ 27,264	$ (39,928)
Total Revenues	4,125	67,192	27,264	(39,928)
EXPENDITURES				
Current:				
Public Safety	5,139	76,582	39,477	37,105
Total Expenditures	5,139	76,582	39,477	37,105
Revenues Over (Under) Expenditures	(1,014)	(9,390)	(12,213)	(2,823)
OTHER FINANCING SOURCES (USES)				
Transfers In	1,014	12,994	5,798	(7,196)
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	1,014	12,994	5,798	(7,196)
Net Change in Fund Balances	—	3,604	(6,415)	(10,019)
Fund Balances - Beginning, Budgetary Basis	—	(3,604)	(3,605)	(1)
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ (10,020)	$ (10,020)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 27,264
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	5,959
Prior year accrued revenue	(2,692)
Total Actual Revenues - GAAP Basis	$ 30,531
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 39,477
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	2,439
Prior year accrued expenditures	—
Total Actual Expenditures - GAAP Basis	$ 41,916

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
General Obligation Bond Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Property Taxes	$ 3,568,661	$ 3,568,661	$ 3,765,886	$ 197,225
Miscellaneous	—	—	760	760
Total Revenues	3,568,661	3,568,661	3,766,646	197,985
EXPENDITURES				
Debt Service:				
Principal	2,955,000	2,955,000	2,955,000	—
Interest and Other Charges	874,413	874,413	646,115	228,298
Total Expenditures	3,829,413	3,829,413	3,601,115	228,298
Revenues Over (Under) Expenditures	(260,752)	(260,752)	165,531	426,283
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(260,752)	(260,752)	165,531	426,283
Fund Balances - Beginning, Budgetary Basis	3,409,951	3,409,951	3,409,951	—
Fund Balances - Ending, Budgetary Basis	$ 3,149,199	$ 3,149,199	$ 3,575,482	$ 426,283

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 3,766,646
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	39,751
Prior year accrued revenue	(41,090)
Total Actual Revenues - GAAP Basis	$ 3,765,307
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 3,601,115
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 3,601,115

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
GRT Revenue Bond Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 1,358,514	$ 1,358,514	$ 1,358,273	$ (241)
Total Revenues	1,358,514	1,358,514	1,358,273	(241)
EXPENDITURES				
Debt Service:				
Principal	1,005,000	1,005,000	1,005,000	—
Interest and Other Charges	543,090	543,090	485,319	57,771
Total Expenditures	1,548,090	1,548,090	1,490,319	57,771
Revenues Over (Under) Expenditures	(189,576)	(189,576)	(132,046)	57,530
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(189,576)	(189,576)	(132,046)	57,530
Fund Balances - Beginning, Budgetary Basis	189,576	189,576	189,576	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 57,530	$ 57,530

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 1,358,273
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	287,196
Prior year accrued revenue	(226,418)
Total Actual Revenues - GAAP Basis	$ 1,419,051
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 1,490,319
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	18,375
Prior year accrued expenditures	—
Total Actual Expenditures - GAAP Basis	$ 1,508,694

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
GRT Refund Loan Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 337,405	$ 337,405	$ 331,405	$ (6,000)
Total Revenues	337,405	337,405	331,405	(6,000)
EXPENDITURES				
Debt Service:				
Principal	327,682	327,682	327,682	—
Interest and Other Charges	12,390	12,390	6,390	6,000
Total Expenditures	340,072	340,072	334,072	6,000
Revenues Over (Under) Expenditures	(2,667)	(2,667)	(2,667)	—
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(2,667)	(2,667)	(2,667)	—
Fund Balances - Beginning, Budgetary Basis	2,667	2,667	2,667	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ —	$ —

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 331,405
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	—
Prior year accrued revenue	(56,234)
Total Actual Revenues - GAAP Basis	$ 275,171
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 334,072
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 334,072

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
HP Loan Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 400,311	$ 400,311	$ 400,311	$ —
Total Revenues	400,311	400,311	400,311	—
EXPENDITURES				
Debt Service:				
Principal	210,000	210,000	210,000	—
Interest and Other Charges	222,330	222,330	206,738	15,592
Total Expenditures	432,330	432,330	416,738	15,592
Revenues Over (Under) Expenditures	(32,019)	(32,019)	(16,427)	15,592
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(32,019)	(32,019)	(16,427)	15,592
Fund Balances - Beginning, Budgetary Basis	61,385	61,385	61,385	—
Fund Balances - Ending, Budgetary Basis	$ 29,366	$ 29,366	$ 44,958	$ 15,592

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 400,311
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	75,678
Prior year accrued revenue	(66,718)
Total Actual Revenues - GAAP Basis	$ 409,271
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 416,738
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 416,738

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
HS Loan Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 403,949	$ 403,949	$ 403,949	$ —
Total Revenues	403,949	403,949	403,949	—
EXPENDITURES				
Current:				
Debt Service:				
Principal	225,000	225,000	225,000	—
Interest and Other Charges	209,176	209,176	194,393	14,783
Total Expenditures	434,176	434,176	419,393	14,783
Revenues Over (Under) Expenditures	(30,227)	(30,227)	(15,444)	14,783
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(30,227)	(30,227)	(15,444)	14,783
Fund Balances - Beginning, Budgetary Basis	32,750	32,750	32,750	—
Fund Balances - Ending, Budgetary Basis	$ 2,523	$ 2,523	$ 17,306	$ 14,783

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 403,949
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	76,552
Prior year accrued revenue	(67,324)
Total Actual Revenues - GAAP Basis	$ 413,177
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 419,393
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 419,393

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Public Safety Vehicle Loan Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	$ 245,694	$ 245,694	$ 249,411	$ 3,717
Total Revenues	245,694	245,694	249,411	3,717
EXPENDITURES				
Debt Service:				
Principal	235,000	235,000	235,000	—
Interest and Other Charges	15,562	15,562	14,496	1,066
Total Expenditures	250,562	250,562	249,496	1,066
Revenues Over (Under) Expenditures	(4,868)	(4,868)	(85)	4,783
OTHER FINANCING SOURCES (USES)				
Loan Proceeds	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(4,868)	(4,868)	(85)	4,783
Fund Balances - Beginning, Budgetary Basis	8,584	8,584	8,584	—
Fund Balances - Ending, Budgetary Basis	$ 3,716	$ 3,716	$ 8,499	$ 4,783

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 249,411
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	45,166
Prior year accrued revenue	(40,948)
Total Actual Revenues - GAAP Basis	$ 253,629
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 249,496
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 249,496

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Infrastructure Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	$ —	$ 14,640,901	$ 1,551,187	$ (13,089,714)
Intergovernmental - State	352,500	352,500	187,500	(165,000)
Intergovernmental - Local	—	300,000	300,000	—
Miscellaneous	—	21,830	21,830	—
Total Revenues	352,500	15,315,231	2,060,517	(13,254,714)
EXPENDITURES				
Current:				
Public Works	90,000	90,000	65,518	24,482
Capital Outlay	1,262,500	15,831,618	3,338,236	12,493,382
Total Expenditures	1,352,500	15,921,618	3,403,754	12,517,864
Revenues Over (Under) Expenditures	(1,000,000)	(606,387)	(1,343,237)	(736,850)
OTHER FINANCING SOURCES (USES)				
Transfers In	1,000,000	735,076	735,076	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	1,000,000	735,076	735,076	—
Net Change in Fund Balances	—	128,689	(608,161)	(736,850)
Fund Balances - Beginning, Budgetary Basis	(42,155)	(128,684)	(128,684)	—
Fund Balances - Ending, Budgetary Basis	$ (42,155)	$ 5	$ (736,845)	$ (736,850)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 2,060,517
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	1,303,171
Prior year accrued revenue	(555,036)
Total Actual Revenues - GAAP Basis	$ 2,808,652
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 3,403,754
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	236,609
Prior year accrued expenditures	(271,437)
Total Actual Expenditures - GAAP Basis	$ 3,368,926

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Recreation Development Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	$ —	$ 571,273	$ 509,249	$ (62,024)
Intergovernmental - Local	3,162	213,162	46,891	(166,271)
Miscellaneous	—	30,000	30,000	—
Total Revenues	3,162	814,435	586,140	(228,295)
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	—	6,184	5,951	233
Capital Outlay	3,166	890,468	575,865	314,603
Total Expenditures	3,166	896,652	581,816	314,836
Revenues Over (Under) Expenditures	(4)	(82,217)	4,324	86,541
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(4)	(82,217)	4,324	86,541
Fund Balances - Beginning, Budgetary Basis	4	82,217	82,217	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 86,541	$ 86,541

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 586,140
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	62,023
Prior year accrued revenue	(82,831)
Total Actual Revenues - GAAP Basis	$ 565,332
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 581,816
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	20,659
Prior year accrued expenditures	(54,502)
Total Actual Expenditures - GAAP Basis	$ 547,973

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
State Appropriation Capital Projects Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	$ —	$ 3,222,399	$ 1,516,554	$ (1,705,845)
Total Revenues	—	3,222,399	1,516,554	(1,705,845)
EXPENDITURES				
Current:				
General Government	—	184,505	131,120	53,385
Capital Outlay	—	2,859,329	1,585,146	1,274,183
Total Expenditures	—	3,043,834	1,716,266	1,327,568
Revenues Over (Under) Expenditures	—	178,565	(199,712)	(378,277)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	4,555	—	(4,555)
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	4,555	—	(4,555)
Net Change in Fund Balances	—	183,120	(199,712)	(382,832)
Fund Balances - Beginning, Budgetary Basis	—	(183,120)	(183,120)	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ (382,832)	$ (382,832)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 1,516,554
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	395,076
Prior year accrued revenue	(336,146)
Total Actual Revenues - GAAP Basis	$ 1,575,484
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 1,716,266
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	197,899
Prior year accrued expenditures	(272,766)
Total Actual Expenditures - GAAP Basis	$ 1,641,399

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
2009 Bond Road Construction Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	$ —	$ —	$ 759	$ 759
Total Revenues	—	—	759	759
EXPENDITURES				
Current:				
Public Works	—	1,354	1,354	—
Capital Outlay	20,338	2,474,473	184,711	2,289,762
Total Expenditures	20,338	2,475,827	186,065	2,289,762
Revenues Over (Under) Expenditures	(20,338)	(2,475,827)	(185,306)	2,290,521
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(20,338)	(2,475,827)	(185,306)	2,290,521
Fund Balances - Beginning, Budgetary Basis	20,338	2,475,827	2,475,827	—
Fund Balances - Ending, Budgetary Basis	$ —	$ —	$ 2,290,521	$ 2,290,521

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 759
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 759
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 186,065
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	12,439
Prior year accrued expenditures	(29,935)
Total Actual Expenditures - GAAP Basis	$ 168,569

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Road Impact Fees Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	$ 225,099	$ 225,099	$ 273,665	$ 48,566
Total Revenues	225,099	225,099	273,665	48,566
EXPENDITURES				
Current:				
General Government	6,753	6,753	8,210	(1,457)
Capital Outlay	125,069	517,766	246,886	270,880
Total Expenditures	131,822	524,519	255,096	269,423
Revenues Over (Under) Expenditures	93,277	(299,420)	18,569	317,989
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	93,277	(299,420)	18,569	317,989
Fund Balances - Beginning, Budgetary Basis	244,732	536,555	536,555	—
Fund Balances - Ending, Budgetary Basis	$ 338,009	$ 237,135	$ 555,124	$ 317,989

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 273,665
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 273,665
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 255,096
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	32,506
Prior year accrued expenditures	(12,265)
Total Actual Expenditures - GAAP Basis	$ 275,337

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Trails Impact Fees Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	$ 10,815	$ 10,815	$ 6,459	$ (4,356)
Total Revenues	10,815	10,815	6,459	(4,356)
EXPENDITURES				
Current:				
General Government	324	324	194	130
Capital Outlay	—	138,987	—	138,987
Total Expenditures	324	139,311	194	139,117
Revenues Over (Under) Expenditures	10,491	(128,496)	6,265	134,761
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	10,491	(128,496)	6,265	134,761
Fund Balances - Beginning, Budgetary Basis	32,655	171,642	171,642	—
Fund Balances - Ending, Budgetary Basis	$ 43,146	$ 43,146	$ 177,907	$ 134,761

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 6,459
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 6,459
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 194
(no differences)	—
Total Actual Expenditures - GAAP Basis	$ 194

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Parks Impact Fees Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	$ 91,830	$ 91,830	$ 93,857	$ 2,027
Total Revenues	91,830	91,830	93,857	2,027
EXPENDITURES				
Current:				
General Government	2,755	2,755	2,816	(61)
Capital Outlay	—	365,451	11,584	353,867
Total Expenditures	2,755	368,206	14,400	353,806
Revenues Over (Under) Expenditures	89,075	(276,376)	79,457	355,833
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	89,075	(276,376)	79,457	355,833
Fund Balances - Beginning, Budgetary Basis	55,431	420,882	420,882	—
Fund Balances - Ending, Budgetary Basis	$ 144,506	$ 144,506	$ 500,339	$ 355,833

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 93,857
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 93,857
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 14,400
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	4,298
Prior year accrued expenditures	—
Total Actual Expenditures - GAAP Basis	$ 18,698

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Public Safety Impact Fees Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	$ 197,485	$ 197,485	$ 115,081	$ (82,404)
Total Revenues	197,485	197,485	115,081	(82,404)
EXPENDITURES				
Current:				
General Government	5,925	5,925	3,452	2,473
Capital Outlay	47,800	52,534	41,103	11,431
Total Expenditures	53,725	58,459	44,555	13,904
Revenues Over (Under) Expenditures	143,760	139,026	70,526	(68,500)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	143,760	139,026	70,526	(68,500)
Fund Balances - Beginning, Budgetary Basis	163,519	168,253	168,253	—
Fund Balances - Ending, Budgetary Basis	$ 307,279	$ 307,279	$ 238,779	$ (68,500)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 115,081
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 115,081
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 44,555
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	937
Prior year accrued expenditures	—
Total Actual Expenditures - GAAP Basis	$ 45,492

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Drainage Impact Fees Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	$ 108,643	$ 108,643	$ 119,216	$ 10,573
Total Revenues	108,643	108,643	119,216	10,573
EXPENDITURES				
Current:				
General Government	3,260	3,260	3,577	(317)
Capital Outlay	141,141	546,141	44,691	501,450
Total Expenditures	144,401	549,401	48,268	501,133
Revenues Over (Under) Expenditures	(35,758)	(440,758)	70,948	511,706
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(35,758)	(440,758)	70,948	511,706
Fund Balances - Beginning, Budgetary Basis	177,651	586,747	586,747	—
Fund Balances - Ending, Budgetary Basis	$ 141,893	$ 145,989	$ 657,695	$ 511,706

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 119,216
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 119,216
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 48,268
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	—
Prior year accrued expenditures	(39,193)
Total Actual Expenditures - GAAP Basis	$ 9,075

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Utilities Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for services - water	$ 25,850,392	$ 23,106,672	$ 23,240,069	$ 133,397
Charges for services - wastewater	18,548,686	18,065,804	18,196,339	130,535
Intergovernmental federal	75,592	6,469,688	39,641	(6,430,047)
Intergovernmental state	12,598	2,070,022	1,164,543	(905,479)
Intergovernmental county	—	—	3,000	3,000
Impact fees	623,965	623,965	843,418	219,453
Loan Proceeds	—	17,279,696	4,121,888	(13,157,808)
Other revenues	161,000	161,000	256,199	95,199
Total Revenues	45,272,233	67,776,847	47,865,097	(19,911,750)
EXPENDITURES				
Operations	20,501,440	25,894,258	21,818,019	4,076,239
Capital outlay	7,475,233	35,458,894	13,056,270	22,402,624
Debt service -				
Principal	8,566,265	8,566,265	8,566,265	—
Interest and fiscal charges	4,914,604	5,006,796	5,000,697	6,099
Total Expenditures	41,457,542	74,926,213	48,441,251	26,484,962
Revenues Over (Under) Expenditures	3,814,691	(7,149,366)	(576,154)	6,573,212
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	3,814,691	(7,149,366)	(576,154)	6,573,212
Fund Balances - Beginning, Budgetary Basis	14,285,536	23,688,131	40,026,408	16,338,277
Fund Balances - Ending, Budgetary Basis	$ 18,100,227	$ 16,538,765	$ 39,450,254	$ 22,911,489

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 47,865,097
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	8,234,999
Prior year accrued revenue	(8,094,439)
Loan Proceeds are considered revenue for budgetary reporting but not for financial reporting	(4,121,888)
Fair Market Value adjustments are considered revenue for financial reporting but not for budgetary reporting	11,116
Capital Contributions from the State are considered revenue for budgetary reporting but not for financial reporting	(1,164,543)
Total Actual Revenues - GAAP Basis	$ 42,730,342
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 48,441,251
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	2,270,431
Prior year accrued expenditures	(2,800,614)
Changes in Compensated Absence balances are considered expenditures for financial reporting but not for budgetary reporting	10,195
Capital Outlay is considered expenditures for budgetary reporting but not for financial reporting	(10,101,240)
Allowances for doubtful accounts are considered expenditures for financial reporting but not for budgetary reporting	225,676
Depreciation, amortization and other expenses are considered expenditures for financial reporting but not for budgetary reporting	7,590,617
Principal payments on long-term debt are not considered expenses for financial reporting	(8,566,265)
Total Actual Expenditures - GAAP Basis	$ 37,070,051

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Multi-Purpose Event Center Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for services	$ 350,000	350,000	455,278	$ 105,278
Interest on investments	2,500	2,500	2,903	403
Intergovernmental	1,728,844	1,728,844	1,648,467	(80,377)
Other revenues	—	93,190	93,190	—
Total Revenues	2,081,344	2,174,534	2,199,838	25,304
EXPENDITURES				
Operations	1,167,258	1,167,258	1,187,088	(19,830)
Debt service -				
Principal	1,515,000	1,515,000	1,515,000	—
Interest and fiscal charges	1,026,019	1,026,019	955,740	70,279
Total Expenditures	3,708,277	3,708,277	3,657,828	50,449
Revenues Over (Under) Expenditures	(1,626,933)	(1,533,743)	(1,457,990)	75,753
OTHER FINANCING SOURCES (USES)				
Transfers In	1,344,860	1,344,860	1,428,597	83,737
Transfers Out	(270,000)	(270,000)	(353,737)	(83,737)
Total Other Financing Sources (Uses)	1,074,860	1,074,860	1,074,860	—
Net Change in Fund Balances	(552,073)	(458,883)	(383,130)	75,753
Fund Balances - Beginning, Budgetary Basis	3,432,546	3,432,546	40,581,293	37,148,747
Fund Balances - Ending, Budgetary Basis	$ 2,880,473	$ 2,973,663	$ 40,198,163	$ 37,224,500

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 2,199,838
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current year accrued revenue	416,019
Prior year accrued revenue	(334,895)
Total Actual Revenues - GAAP Basis	$ 2,280,962
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 3,657,828
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	314,287
Prior year accrued expenditures	(87,853)
Depreciation, amortization and other expenses are considered expenditures for financial reporting but not for budgetary reporting	929,973
Reclassification of certain capital related transactions	(21,788)
Principal payments on long-term debt are not considered expenses for financial reporting	(1,515,000)
Total Actual Expenditures - GAAP Basis	$ 3,277,447

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Health Self-Insurance Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for services	$ 5,342,604	$ 5,342,604	$ 5,420,967	$ 78,363
Interest on investments	1,620	1,620	2,329	709
Other revenues	35,693	35,693	111,739	76,046
Total Revenues	5,379,917	5,379,917	5,535,035	155,118
EXPENDITURES				
General and Administrative	424,918	424,918	409,167	15,751
Claims and Premiums	5,458,413	5,458,413	5,716,253	(257,840)
Total Expenditures	5,883,331	5,883,331	6,125,420	(242,089)
Revenues Over (Under) Expenditures	(503,414)	(503,414)	(590,385)	(86,971)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	(503,414)	(503,414)	(590,385)	(86,971)
Fund Balances - Beginning, Budgetary Basis	2,643,695	2,643,695	2,643,695	—
Fund Balances - Ending, Budgetary Basis	$ 2,140,281	$ 2,140,281	$ 2,053,310	$ (86,971)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 5,535,035
Certain collections are considered revenues for budgetary reporting but are classified as a reduction of expenses for financial reporting purposes	(111,739)
Total Actual Revenues - GAAP Basis	$ 5,423,296
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 6,125,420
Certain collections are considered revenues for budgetary reporting but are classified as a reduction of expenses for financial reporting purposes	(111,739)
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	888,711
Prior year accrued expenditures	(806,096)
Total Actual Expenditures - GAAP Basis	$ 6,096,296

CITY OF RIO RANCHO, NEW MEXICO

Budgetary Comparison Schedule
Dental Self-Insurance Fund
For the Year Ended June 30, 2015

	Budget		Actual - Budgetary Basis	Variance From Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for services	$ 477,168	$ 477,168	$ 475,069	$ (2,099)
Interest on investments	10	10	—	(10)
Total Revenues	477,178	477,178	475,069	(2,109)
EXPENDITURES				
General and Administrative	35,369	35,369	32,641	2,728
Claims and Premiums	441,799	441,799	452,001	(10,202)
Total Expenditures	477,168	477,168	484,642	(7,474)
Revenues Over (Under) Expenditures	10	10	(9,573)	(9,583)
OTHER FINANCING SOURCES (USES)				
Transfers In	—	—	—	—
Transfers Out	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—
Net Change in Fund Balances	10	10	(9,573)	(9,583)
Fund Balances - Beginning, Budgetary Basis	81,472	81,472	81,472	—
Fund Balances - Ending, Budgetary Basis	$ 81,482	$ 81,482	$ 71,899	$ (9,583)

Budget to GAAP Reconciliation

Revenues:	
Total Actual Revenues - Budgetary Basis	$ 475,069
(no differences)	—
Total Actual Revenues - GAAP Basis	$ 475,069
Expenditures:	
Total Actual Expenditures - Budgetary Basis	$ 484,642
Certain payments made after year-end are considered expenditures of the current period for financial reporting but not for budgetary reporting:	
Current year accrued expenditures	75,932
Prior year accrued expenditures	(93,708)
Total Actual Expenditures - GAAP Basis	$ 466,866

OTHER SUPPLEMENTAL INFORMATION REQUIRED BY THE NEW MEXICO STATE AUDITOR

CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF DEPOSIT AND INVESTMENT ACCOUNTS
AND PLEDGED COLLATERAL
June 30, 2015

DEPOSIT ACCOUNTS

Financial Institution: Account Name	Account Type	Balances: Reconciled	Balances: On Deposit
Wells Fargo			
Operating	Checking	$ 38,256,978	$ 39,412,003
Operating	Savings	21,239,832	21,239,832
Municipal Court - Bond	Checking	20,445	22,942
Total Wells Fargo Deposit Accounts		$ 59,517,255	$ 60,674,777

INVESTMENT ACCOUNTS

Financial Institution: Account Name	Account Type	Cost	Market
State of New Mexico			
Local Government Investment Pool	Investment	$ 6,594	$ 6,594
Total State of New Mexico Investment Accounts		6,594	6,594
Bank of New York Mellon *			
Reserve (Loan# riorancho7)	Trust/Money Market	152,121	155,277
Reserve (Loan# riorancho19)	Trust/Money Market	339,000	343,143
Reserve (Loan# riorancho21)	Trust/Money Market	511,486	517,738
Reserve (Loan# riorancho22)	Trust/Money Market	653,528	661,516
Reserve (Loan# riorancho28)	Trust/Money Market	281,647	282,211
Reserve (Loan# riorancho26)	Trust/Money Market	70,870	98,241
Total Bank of New York Mellon Investment Accounts		2,008,652	2,058,126
New Mexico Finance Authority			
NMFA Program Funds	US Treasuries/Money Market	4,205,580	4,206,605
Total New Mexico Finance Authority Program Funds		4,205,580	4,206,605
		$ 6,220,826	$ 6,271,325

PLEDGED COLLATERAL

Custodian	Security	CUSIP Number	Location	Maturity Date	Fair Market Value
Bank of New York Mellon	FNMA-PT	3128PTUX1	San Francisco, CA	01/01/26	$ 59,763
Bank of New York Mellon	FNMA-PT	3132L5AL7	San Francisco, CA	05/01/43	49,750,177
Bank of New York Mellon	FNMA-PT	3137ATED0	San Francisco, CA	06/01/27	653,811
Bank of New York Mellon	FNMA-PT	3138AV6U4	San Francisco, CA	12/01/26	7,213,525
Bank of New York Mellon	FNMA-PT	3138W4Z61	San Francisco, CA	03/01/43	305,843
Bank of New York Mellon	FNMA-PT	3138WMLR0	San Francisco, CA	04/01/43	900,301
Bank of New York Mellon	FNMA-PT	3138X3XU1	San Francisco, CA	09/01/43	6,099,233
Bank of New York Mellon	FNMA-PT	31417DKG7	San Francisco, CA	10/01/42	548,472
Bank of New York Mellon	FNMA-PT	31417FZV3	San Francisco, CA	03/01/43	2,152,448
Bank of New York Mellon	FNMA-PT	31418ANY0	San Francisco, CA	01/01/43	279,449
Total Pledged Collateral					$ 67,963,022

*Bank of New York Mellon pledges internal cash reserves of 100% of deposit amounts.

CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF STATE APPROPRIATIONS
YEAR ENDED JUNE 30, 2015

Appropriation Purpose	Original Appropriation Amount	Reversion Date	Source of Funding	Legislature	FY 2015 Expenditures	Remaining Balance
Library Equipment and Resources	$ 143,068	6/30/2016	GO Bonds	Ch 54, Sec 10, Par B1(b) (2012)	$ 130,516	$ 12,162
Library Equipment and Resources	142,904	6/30/2018	GO Bonds	Ch 65, Sec 10, Par B(1)(a) (2014)	—	142,904
All Inclusive Park	300,000	6/30/2015	Sev Tax Bonds	Ch 202, Sec 37 (2013)	265,423	—
All Inclusive Park	182,926	6/30/2017	Sev Tax Bonds	Ch 226, Sec 31, Par 171 (2013)	182,926	—
All Inclusive Park	60,000	6/30/2018	Sev Tax Bonds	Ch 66, Sec 22/185 (2014)	60,000	—
Fire Station 1 Renovation	520,000	6/30/2017	Sev Tax Bonds	Ch 226, Sec 31, Par 173 (2013)	520,000	—
Senior Center Kitchen Equip	29,450	6/30/2016	Sev Tax Bonds	Ch 226, Sec 5, Par 42 (2013)	4,448	25,002
Senior Center Parking Lot	350,000	6/30/2016	Sev Tax Bonds	Ch 64, Sec 4, Par 6 (2012)	282,810	—
Senior Center Computer Lab	70,810	6/30/2016	Sev Tax Bonds	Ch 54, Sec 10-A, Par 96 (2012)	22,636	48,174
Senior Center Improvements	113,410	6/30/2016	Sev Tax Bonds	Ch 54, Sec 10-A, Par 97 (2012)	66,785	16,855
Senior Center Renovations	562,600	6/30/2017	Sev Tax Bonds	Ch 226, Sec 5, Par 41 (2013)	552,861	9,739
Sports Complex North	200,000	6/30/2018	Sev Tax Bonds	Ch 66, Sec 22/186 (2014)	9,961	190,039
Police Vehicles	337,000	6/30/2016	Sev Tax Bonds	Ch 66, Sec 22/187 (2014)	337,000	—
Well 13	100,000	6/30/2018	Sev Tax Bonds	Ch 66, Sec 16, Par 142	—	100,000
Water Line Replacement	1,075,000	6/30/2017	Sev Tax Bonds	Ch 226, Sec 23, Par 70 (2013)	557,424	—
Water Line Replacement	1,400,000	6/30/2018	Sev Tax Bonds	Ch 66, Sec 16, Par 141 (2014)	833,219	566,781
Westside Blvd Widening	965,000	6/30/2018	Sev Tax Bonds	Ch 66, §66, §§73 (2014)	13,545	951,455
Totals	**$ 6,552,168**				**$ 3,839,554**	**$ 2,063,111**

CITY OF RIO RANCHO, NEW MEXICO
JOINT POWERS AGREEMENT (JPA) SCHEDULE
FISCAL YEAR ENDED
June 30, 2015

TYPE	*PARTICIPANTS*	*RESPONSIBLE PARTY*	*DESCRIPTION*	*BEGINNING/ ENDING DATES OF AGREEMENT*	*TOTAL AMOUNT CITY SHARE*	*FY15 AMOUNT*	*AUDIT RESPONSIBILITY*	*FISCAL AGENT*	*GOVERNMENT AGENCY FOR REPORTED REVENUES AND EXPENDITURES ARE REPORTED*
JPA	CITY OF RIO RANCHO/ NEW MEXICO TAXATION & REVENUE DEPARTMENT	BOTH	APPOINTMENT AS AGENT FOR ISSUANCE OF TAX ID	08/01/1988 - INDEFINITE	0.00%	$ -	N/A	N/A	N/A
JPA	CITY OF RIO RANCHO/ NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT, STATE FORESTRY DIVISION (EMNRD)	BOTH	USE OF INMATE CREWS FOR NATURAL RESOURCE IMPROVEMENTS TO CITY PROPERTY	12/1/2003 - UNTIL TERMINATED BY EITHER PARTY	0.00%	$ -	N/A	N/A	N/A
JPA	CITY OF RIO RANCHO/ COUNTY OF SANDOVAL, VILLAGE OF CORRALES, TOWN OF BERNALILLO, AND PUEBLO OF SANTA ANA	SANDOVAL COUNTY REGIONAL EMERGENCY COMMUNICATIONS CENTER BOARD	OPERATING, ADMINISTERING, AND MAINTAINING A JOINT ENHANCED 911 REGIONAL COMMUNICATIONS CENTER	08/25/2008- INDEFINITE	52.00%	$ 1,591,444	SANDOVAL COUNTY REGIONAL EMERGENCY COMMUNICATIONS CENTER BOARD	CITY	CITY
JPA	CITY OF RIO RANCHO/ NEW MEXICO SELF-INSURER'S FUND (NMSIF)	NMSIF BOARD OF TRUSTEES	PROTECTIONS FOR MEMBERS AND THEIR EMPLOYEES RELATING TO INSURANCE OR SELF-INSURANCE	07/01/1996- INDEFINITE	100.00%	$ 1,141,267	NMSIF	NMSIF	NMSIF
JPA	CITY OF RIO RANCHO/ NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT, STATE FORESTRY DIVISION (EMNRD)	BOTH	SUPPRESSION OF WILDFIRES ON STATE AND NON-MUNICIPAL PRIVATE LANDS AND PROVIDE ASSISTANCE TO EQUIP LOCAL FIREFIGHTING FORCES TO SUPPRESS FIRES IN RURAL AREAS	03/25/1998-UNTIL TERMINATED BY EITHER PARTY	0.00%	$ -	N/A	N/A	N/A

CITY OF RIO RANCHO, NEW MEXICO
MEMORANDUM OF UNDERSTANDING (MOU) SCHEDULE
FISCAL YEAR ENDED
June 30, 2015

TYPE	*PARTICIPANTS*	*RESPONSIBLE PARTY*	*DESCRIPTION*	*BEGINNING/ ENDING DATES OF AGREEMENT*	*TOTAL AMOUNT CITY SHARE*	*FY15 AMOUNT*	*AUDIT RESPONSIBILITY*	*FISCAL AGENT*	*GOVERNMENT AGENCY FOR REPORTED REVENUES AND EXPENDITURES ARE REPORTED*
MOU	CITY OF RIO RANCHO/ REGENTS OF THE UNIVERSITY OF NEW MEXICO (UNM)/SANDIA FOUNDATION/LOBO DEVELOPMENT CORPORATION	CITY	PROVIDE REVENUES COLLECTED FROM THE MUNICIPAL HIGHER EDUCATION FACILITIES GROSS RECEIPTS TAX	06/17/2009-UNTIL PAYMENT OBLIGATIONS HAVE BEEN FULFILLED	$ 7,565,000	$ 756,500	CITY	CITY	CITY
MOU	CITY OF RIO RANCHO/ UNIVERSITY OF NEW MEXICO (UNM)	BOTH	DESIGN, MAINTAIN, CONSTRUCT AND OWN A MARQUEE SIGN	03/12/2012-UNTIL TERMINATED	$ 150,000	$ -	CITY	BOTH	CITY
MOU	CITY OF RIO RANCHO/ CENTRAL NEW MEXICO COMMUNITY COLLEGE (CNM)	BOTH	DESIGN, MAINTAIN, CONSTRUCT AND OWN A MARQUEE SIGN	03/12/2012-UNTIL TERMINATED	$ 125,000	$ -	CITY	BOTH	CITY
MOU	CITY OF RIO RANCHO/ TOWN OF BERNALILLO	BOTH	EMERGENCY INTERCONNECTION AND EMERGENCY WATER SERVICE BETWEEN TOWN'S WATER SYSTEM AND CITY'S WATER SYSTEM	06/27/2011-06/27/2016	CURRENT RATE PER 1,000 GAL OF WATER	$ -	TOWN	TOWN	TOWN
MOU	CITY OF RIO RANCHO/COUNTY OF BERNALILLO	COUNTY	ADMINISTRATION OF SECTION 8 HOUSING CHOICE VOUCHER PROGRAM	12/01/2012-UNTIL TERMINATED	$ -	$ -	COUNTY	COUNTY	COUNTY
MOU	CITY OF RIO RANCHO/ALBUQUERQUE HOUSING AUTHORITY (AHA)	AHA	AHA PROVIDES RENTAL ASSISTANCE PROGRAMS FOR ELIGIBLE CITY OF RIO RANCHO RESIDENTS	03/01/2013-UNTIL TERMINATED	$ -	$ -	AHA	AHA	AHA
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	COUNTY	COMPENSATION COUNTY RESIDENTS USE OF THE CITY'S BULK WATER FILL STATION	03/21/2013-06/01/2014	$ 35,718	$ 35,718	CITY	CITY	CITY
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	BOTH	PARTICIPATE IN JOINT PLANNING SESSION WITH DWI TASKFORCE; PARTICIPATE IN JOINT OPERATIONS; SUBMIT OVERTIME DOCUMENTATION WITH 2 WEEKS OF OPERATION	7/15/2014 - 06/30/2015	$ 30,000	$ 30,000	CITY	COUNTY	BOTH

CITY OF RIO RANCHO, NEW MEXICO
MEMORANDUM OF UNDERSTANDING (MOU) SCHEDULE
FISCAL YEAR ENDED
June 30, 2015

TYPE	*PARTICIPANTS*	*RESPONSIBLE PARTY*	*DESCRIPTION*	*BEGINNING/ ENDING DATES OF AGREEMENT*	*TOTAL AMOUNT CITY SHARE*	*FY15 AMOUNT*	*AUDIT RESPONSIBILITY*	*FISCAL AGENT*	*GOVERNMENT AGENCY FOR REPORTED REVENUES AND EXPENDITURES ARE REPORTED*
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	CITY	PROVIDE FUNDING FOR PLANNING, DESIGN AND CONSTRUCTION COSTS OF THE COMMUNITY PARK (A PARK ABOVE)	12/05/2012-06/10/2016	$ 210,000	$ 75,790	CITY	COUNTY	BOTH
MOU	CITY OF RIO RANCHO/MIDDLE RIO GRANDE VALLEY TASK FORCE (REGION ONE) (USDEA)	CITY	PROVIDE ONE POLICE OFFICER TO WORK WITH TASK FORCE TO CONDUCT JOINT NARCOTICS INVESTIGATIONS AND PROVIDE AN UNMARKED POLICE VEHICLE	9/30/2014 - 9/30/2015	$ 17,374	$ 16,737	BOTH	USDEA	BOTH
MOU	CITY OF RIO RANCHO/NEW MEXICO REGIONAL COMPUTER FORENSICS LABORATORY (NMRCFL)/NM FEDERAL BUREAU OF INVESTIGATION	CITY	PROVIDE ONE POLICE OFFICER TO WORK WITH TASK FORCE TO PROVIDE FORENSICS EXAMINATIONS OF DIGITAL OR MULTIMEDIA STORAGE DEVICES BELIEVED TO CONTAIN EVIDENCE OF CRIMES	10/01/2014 - 09/30/2015	$ 17,374	$ 867	BOTH	NMRCFL	BOTH
MOU	CITY OF RIO RANCHO/FEDERAL BUREAU OF INVESTIGATION	BOTH	PROVIDE ONE POLICE OFFICER TO WORK WITH THE ALBUQUERQUE SAFE STREETS TASK FORCE (SSTF) TO IDENTIFY AND TARGET FOR PROSECUTION CRIMINAL ENTERPRISE GROUPS INVOLVED WITH DRUG TRAFFICKING, MONEY	01/16/2015 - 09/30/2015	$ 17,374	$ 7,645	BOTH	FBI	BOTH
MOU	CITY OF RIO RANCHO/US MARSHAL SERVICE (USMS)	BOTH	PROVIDE POLICE OFFICERS TO WORK WITH USMS TO INVESTIGATE AND ARREST PERSONS WHO HAVE ACTIVE STATE AND FEDERAL WARRANTS FOR THEIR ARREST	01/09/2015 - 9/30/2015	$ 10,000	$ 3,549	CITY	USMS	BOTH
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	BOTH	PURCHASE AND IMPLEMENTATION OF THE IMAGE TREND EMERGENCY DATA SYSTEM FOR FIRE AND EMS INCIDENT REPORTING FOR ELECTRONIC REPORTING; SHARE COSTS OF ANNUAL MAINTENANCE FEES FOR MAINTAINING THE FIRE AND EMS REPORTING SYSTEM	2008-UNTIL TERMINATED BY EITHER PARTY	$ 49,300	$ 11,560	BOTH	CITY	BOTH
MOU	CITY OF RIO RANCHO/RIO METRO REGIONAL TRANSIT DISTRICT	BOTH	TRANSFER THE FUNDING, MANAGEMENT AND OPERATIONAL RESPONSIBILITIES OF RIO TRANSIT FROM THE CITY TO RIO METRO	2009-UNTIL TERMINATED BY MUTUAL CONSENT OF BOTH PARTIES	$ -	$ 109,261	RIO METRO	RIO METRO	BOTH

CITY OF RIO RANCHO, NEW MEXICO
MEMORANDUM OF UNDERSTANDING (MOU) SCHEDULE
FISCAL YEAR ENDED
June 30, 2015

TYPE	*PARTICIPANTS*	*RESPONSIBLE PARTY*	*DESCRIPTION*	*BEGINNING/ ENDING DATES OF AGREEMENT*	*TOTAL AMOUNT CITY SHARE*	*FY15 AMOUNT*	*AUDIT RESPONSIBILITY*	*FISCAL AGENT*	*GOVERNMENT AGENCY FOR REPORTED REVENUES AND EXPENDITURES ARE REPORTED*
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	BOTH	USE OF AND PURCHASE FUEL FROM THE SANDOVAL COUNTY FULE TANKS FOR PUBLIC WORKS VEHICLES AND HEAVY EQUIPMENT; 10% ADMIN FEE	2010-UNTIL TERMINATED BY EITHER PARTY	$ -	$ 12,448	COUNTY	COUNTY	BOTH
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	BOTH	"SUNDAY IS FUNDAY" FREE EVENT TO SANDOVAL COUNTY RESIDENTS; WILL FUND PORTABLE TOILETS AND ENTERTAINMENT	7/8/2014 - 10/31/2014	$ 1,000	$ 1,000	BOTH	BOTH	BOTH
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	BOTH	TRANSPORTATION COSTS FOR RIO RANCHO PUBLIC SCHOOL'S BUSES TO TRANSPORT STUDENTS TO AND FROM THE CHILDREN'S WATER FESTIVAL HELD AT THE SANTA ANA STAR CENTER	9/10/2014 - 12/31/2014	$ 3,000	$ 3,000	BOTH	BOTH	BOTH
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	CITY	HOUSHOLD HAZARDOUS WASTE COLLECTION EVENT	03/11/2014-06/30/2014	$ 600	$ 600	CITY	CITY	BOTH
MOU	CITY OF RIO RANCHO/COUNTY OF SANDOVAL	BOTH	AMENDED AND RESTATED OPERATION AND MANAGEMENT OF RECYCLING AND HOUSEHOLD HAZARDOUS WASTE FACILITY	06/12/2014-06/11/016	$ -	$ -	BOTH	CITY	BOTH
MOU	CITY OF RIO RANCHO/ MID-REGION COUNCIL OF GOVERNMENTS	BOTH	PARTICIPATION IN THE MID-REGION COUNCIL OF GOVERNMENTS 2016 DIGITAL ORTHOPHOTOGRAPHY PROJECT	01/01/2014-12/31/2016	$ 15,000	$ 7,500	CITY	BOTH	BOTH
MOU	CITY OF RIO RANCHO/ NEW MEXICO INTERSTATE STREAM COMMISSION (NMISC)	BOTH	INTEGRATED MANAGEMENT PLAN OF THE BOSQUE OPEN SPACE AND PLANNING AND DESIGN FOR PROPOSED HABITAT RESTORATION	01/01/2014-UNTIL TERMINATED	$ -	$ -	CITY	BOTH	BOTH

SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING $ 60,000 (excluding NMGRT)
For the Year Fiscal Year Ending June 30, 2015

IFB/RFP/Other Agency Contracts/Other	Type of Procurement	Awarded Vendor	Awarded Vendor Address	Amount of Awarded Contract (Amounts include NMGRT)	Amount of Amended Contract	Name & Physical Address of ALL Vendor(s) that responded	In-State/Out-of-State Vendor (Y or N) Based on Statutory Definition	Was the Vendor In-State & chose Veteran's Preference (Y or N)	Brief Description of the Scope of Work
N/A	Exempt	Sandoval County Detention Center	1100 Montoya Road Bernalillo, NM 87004	$ 451,780.00		N/A	N/A		Inmate Care
N/A	Exempt	Rio Rancho Public Schools	500 Laser Rd. Rio Rancho, NM 87124	$ 99,245.07		N/A	N/A		Summer meal program/breakfast & lunch
N/A	Emergency	New Concepts	PO Box 9555 Albuquerque, NM 87119-9555	$ 100,520.01		N/A	N/A		Emergency procurement - Idaho Creek waterline break
IFB 15-PW-004	Invitation for Bid	Salls Brothers	PO Box 66239 Albuquerque, NM 87193-6239	$ 455,870.02	$ (18,322.63)	**Franklin's Earthmoving, Inc.** 2425 Jefferson St. NE Albuquerque, NM 87110;	Y	N	Montoyas Arroyo Sanitary Sewer Improvements - Bid Package 2
						TLC Plumbing and Utility 5000 Edith Blvd. NE Albuquerque, NM 87107			
RFP 14-PW-016	Request for Proposal	Eisenhardt Group Inc.	211 Taylor Street - Ste. 34 Port Townsend, WA 98368	$ 85,842.56	$ 75,689.72	**Matrix Consulting Group** 201 San Antonio Circle Ste. 148 Mountain View, CA 94040	N	N	Water Utilities Operations and Maintenance Contract Analysis
						Raftelis Financial Consultants, Inc. 12835 E. Arapahoe Rd. Tower II Ste. 600 Centennial, CO 80112-6726			
						UtiliWorks Consulting LLC 2351 Energy Dr. Ste. 1200 Baton Rouge, LA 70808			
IFB 15-PW-003	Invitation for Bid	Anderson-Brown, Inc.	1210 Prosperity Ave. SE - Ste. B Albuquerque, NM 87105	$ 1,731,629.28	$ 26,230.27	**Lone Mountain Contracting, Inc.** 125 Bosque Farms Blvd. Bosque Farms, NM 87068	Y	N	Enchanted Hills Tank 12 West Construction
						Meridian Contracting, Inc. 3223 Los Arboles NE Albuquerque, NM 87107			
						RMCI 6211 Chappell Rd NE Albuquerque, NM 87113			
						TLC Company Inc. 5000 Edith Blvd. NE Albuquerque, NM 87107			
RFP 15-PW-001	Request for Proposal	Bohannan Huston, Inc.	Courtyard One 7500 Jefferson NE Albuquerque, NM 87109	$ 182,283.27		**Huitt-Zollars** 333 Rio Rancho Dr. NE Rio Rancho, NM 87124	Y	N	Enchanted Hills Tank 12 West Construction Oversight and Observation/Inspection Services
						Smith Engineering 2201 San Pedro NE Albuquerque, NM 87110			
N/A	Sole Source	Sandoval Economic Alliance	1201 Rio Rancho Blvd. SE Rio Rancho, NM 87124	$ 159,999.00		N/A	N/A		Provide economic development services
N/A	Emergency	RMCI	6211 Chappell Rd NE Albuquerque, NM 87113	$ 144,339.12		N/A	N/A		Lift Station #3 emergency repair
IFB 15-FR-006	Invitation for Bid	AIC General Contractor Inc.	2703 Broadbent Parkway Ste. G Albuquerque, NM 87107	$ 422,752.01	$ 20,730.94	**BCH** 1060 10th Avenue NE Rio Rancho, NM 87144	N	N	Fire Station #1 Renovation - Phase I East Side
						Enterprises Builders Corp. PO Box 3987 Albuquerque, NM 87190			

SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING $ 60,000 (excluding NMGRT)
For the Year Fiscal Year Ending June 30, 2015

IFB/RFP/Other Agency Contracts/Other	Type of Procurement	Awarded Vendor	Awarded Vendor Address	Amount of Awarded Contract (Amounts include NMGRT)	Amount of Amended Contract	Name & Physical Address of ALL Vendor(s) that responded	In-State/Out-of-State Vendor (Y or N) Based on Statutory Definition	Was the Vendor In-State & chose Veteran's Preference (Y or N)	Brief Description of the Scope of Work
						First Mesa Construction PO Box 92258 Albuquerque, NM 87199			
						Longhorn Construction Services Inc. 9208 Lona Lane NE Albuquerque, NM 87111			
RFP 15-PW-004	Request for Proposal	Bohannan Huston, Inc.	Courtyard One 7500 Jefferson NE Albuquerque, NM 87109	$ 265,867.57		**Daniel B. Stephens & Associates, Inc.** 6020 Academy Blvd. NE – Ste. 100 Albuquerque, NM 87109	Y	N	Planning, Design & Construction Management Services for a New Booster Station at Tank 8
						Huitt-Zollars 333 Rio Rancho Dr. NE Rio Rancho, NM 87124			
						Smith Engineering 2201 San Pedro NE Albuquerque, NM 87110			
						Wilson & Company 2600 The American Rd. Ste. Rio Rancho, NM 87124			
IFB 15-PW-012	Invitation for Bid	TLC Plumbing & Utility	5000 Edith Blvd. NE Albuquerque, NM 87107	$ 226,475.35	$ 11,397.83	**A & S Plumbing, Inc.** 5720 Industry Way SE Albuquerque, NM 87105	Y	N	Idaho Creek Waterline Replacement
						AUI, Inc. PO Box 9825 Albuquerque, NM 87119-9825			
						KBK Construction PO Box 3107 Milan, NM 87021;			
						Maxtek Contractors, Inc. 2201 Phoenix Ave. NE Albuquerque, NM 87107			
						Salls Brothers Construction, Inc. PO Box 66239 Albuquerque, NM 87193			
						Star Paving Company 3109 Love Rd. SW Albuquerque, NM 87121			
						Sundance Mechanical and Utility Corp. 4400 Alameda NE - Ste. E Albuquerque, NM 87113			
						Total Contracting Services, Inc. PO Box 72395 Albuquerque, NM 87195			
						Vis-Com Inc. 101 Menaul Blvd. NE Albuquerque, NM 87107			
IFB 15-PW-014	Invitation for Bid	Vis-Com, Inc.	101 Menaul Blvd. NE Albuquerque, NM 87107	$ 187,972.59	$ (420.08)	**Bixby Electric Inc.** 521 Wheeler Ave. SE Albuquerque, NM 87102;	Y	Y	Installation of Traffic Signal at Northern Blvd and Rockaway Blvd.

SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING $ 60,000 (excluding NMGRT)
For the Year Fiscal Year Ending June 30, 2015

IFB/RFP/Other Agency Contracts/Other	Type of Procurement	Awarded Vendor	Awarded Vendor Address	Amount of Awarded Contract (Amounts include NMGRT)	Amount of Amended Contract	Name & Physical Address of ALL Vendor(s) that responded	In-State/Out-of-State Vendor (Y or N) Based on Statutory Definition	Was the Vendor In-State & chose Veteran's Preference (Y or N)	Brief Description of the Scope of Work
						MWI, Inc. PO Box 30670 Albuquerque, NM 87191			
RFP 15-PW-05	Request for Proposal	Huitt-Zollars	333 Rio Rancho Dr. NE Rio Rancho, NM 87124	$ 252,306.23		**Wilson & Company** 2600 The American Rd. Ste. 100 Rio Rancho, NM 87124	Y	N	Design & Construction Phase Services for 3MG Recycled Water Tank at Well 10A Site
N/A	Emergency	Anderson-Brown, Inc.	1210 Prosperity Ave. SE - Ste. B Albuquerque, NM 87105	$ 123,216.84		N/A	N/A		Emergency procurement - Manhole repair 2520 Sandia Loop
IFB 15-PW-013	Invitation for Bid	New Concepts	PO Box 9555 Albuquerque, NM 87119-9555	$ 2,352,419.27		**AUI, Inc.** PO Box 9825 Albuquerque, NM 87119-9825	Y	Y	Water Service Line Replacement - Phase III
						TLC Company, Inc. 5000 Edith Blvd. NE Albuquerque, NM 87108			
N/A	Emergency	New Concepts	PO Box 9555 Albuquerque, NM 87119-9555	$ 158,765.77		N/A	N/A		Emergency work at Well 8 and Well 19 PRV
IFB 15-PW-009	Invitation for Bid	G Sandoval Construction	2000 E Lohman Ste. C Las Cruces, NM 88001	$ 1,599,526.28	$ (1,190.08)	**Armour Pavement** 10306 2nd Street NW Albuquerque, NM 87114	N	N	Westside Blvd Phase 2
						AUI, Inc. PO Box 9825 Albuquerque, NM 87119-9825			
						Meridian Contracting, Inc. 3223 Los Arboles NE Albuquerque, NM 87107			
						RMCI, Inc. 6211 Chappell Rd. NE Albuquerque, NM 87116			
IFB 15-PW-015	Invitation for Bid	Star Paving Company Inc.	3109 Love Rd. SW Albuquerque, NM 87121	$ 147,009.52		**Armour Pavement** 10306 2nd Street NW Albuquerque, NM 87114	Y	N	Unser ADA Sidewalk Improvements
						Century Club Construction LLC 8201 Golf Course Rd. NW - Ste. D3 #295 Albuquerque, NM 87120			
						G. Sandoval Construction, Inc. 3311 Candelaria NE - Ste. J Albuquerque, NM 87109			
IFB 15-PW-016	Invitation for Bid	Star Paving Company Inc.	3109 Love Rd. SW Albuquerque, NM 87121	$ 576,613.09	$ 68,760.00	**Albuquerque Asphalt, Inc.**, PO Box 66450 Albuquerque, NM 87193;	Y	N	FY15 Pavement Preservation Projects
						TLC Company, Inc. 5000 Edith Blvd. NE Albuquerque, NM 87108			
IFB 15-FR-018	Invitation for Bid	RCC LLC	4300 Standfier Ct. SW Albuquerque, NM 87105	$ 99,460.03	$ 4,549.53	**AIC General Contractors, Inc.** 2703 G Broadbent Parkway NE Albuquerque, NM 87107	N	N	Fire Administration Building Renovation
						BCH Construction Inc. 2516 Southern Blvd. NE Rio Rancho, NM 87124			

SCHEDULE OF VENDOR INFORMATION FOR PURCHASES EXCEEDING $ 60,000 (excluding NMGRT)
For the Year Fiscal Year Ending June 30, 2015

IFB/RFP/Other Agency Contracts/Other	Type of Procurement	Awarded Vendor	Awarded Vendor Address	Amount of Awarded Contract (Amounts include NMGRT)	Amount of Amended Contract	Name & Physical Address of ALL Vendor(s) that responded	In-State/Out-of-State Vendor (Y or N) Based on Statutory Definition	Was the Vendor In-State & chose Veteran's Preference (Y or N)	Brief Description of the Scope of Work
						Klinger Constructors, LLC PO Box 90850 Albuquerque, NM 87199;			
						Platinum Builders Corporation PO Box 27249 Albuquerque, NM 87125;			
						Stoven Construction, Inc. 2709 Vassar Place NE #F Albuquerque, NM 87107			
RFP 15-PW-009	Request for Proposal	John Shomaker and Associates	2611 Broadbent Parkway NE Albuquerque, NM 87107	$ 161,163.40	$ 40,075.53	**Daniel B. Stephens & Associates, Inc.** 6020 Academy NE, Ste. 100 Albuquerque, NM 87109	Y	N	Planning, Design & Construction Management Services for the Abandonment and Re-drilling of Well 13
						Glorieta Geoscience, Inc. PO Box 5727 Santa Fe, NM 87503			
N/A	Sole Source	MKF Technologies Corp	8813 A Midvale Ave. N Seattle , WA 98103	$ 63,900.00		N/A	N/A		Maintenance and Service for Safeguard Equipment and Arsenic Equipment located at multiple Well Sites.
N/A	Sole Source	Siddons Martin	4214 2nd St. NW Albuquerque, NM 87107	$ 124,186.81		N/A	N/A		Repairs and Service to all Pierce Fire Trucks
N/A	Exempt	First American Title Insurance	9400 Holly Ave NE Building 1 Albuquerque, NM 87122	$ 107,029.31		N/A	N/A		Water Rights Purchase
N/A	Exempt	Old Republic Natl Title	4061 Ridgerock Rd SE Rio Rancho, NM 87124	$ 209,908.66		N/A	N/A		Purchase of Land for Lift Station #10 Relocation
N/A	Exempt	Baker and Taylor	Dept 4160 Los Angeles, CA 90096	$ 123,931.04		N/A	N/A		Library Books and Media Purchases
N/A	Exempt	First American Title Insurance	9400 Holly Ave NE Building 1 Albuquerque, NM 87122	$ 151,206.33		N/A	N/A		Water Right Purchase
N/A	Exempt	Baker and Taylor	Dept 4160 Los Angeles, CA 90096	$ 75,991.12		N/A	N/A		Library Books and Media Purchases
N/A	Exempt	First American Title Insurance	9400 Holly Ave NE Building 1 Albuquerque, NM 87122	$ 280,753.28		N/A	N/A		Water Rights Purchase
N/A	Exempt	Baker and Taylor	Dept 4160 Los Angeles, CA 90096	$ 65,974.16		N/A	N/A		Library Books and Media Purchases
N/A	Exempt	First American Title Insurance	9400 Holly Ave NE Building 1 Albuquerque, NM 87122	$ 576,024.87		N/A	N/A		Water Rights Purchase
N/A	Exempt	First American Title Insurance	9400 Holly Ave NE Building 1 Albuquerque, NM 87122	$ 507,008.38		N/A	N/A		Water Rights Purchase
N/A	Exempt	NM Country Homes LLC	1311 Golf Course Road Rio Rancho, NM 87124	$ 77,660.00		N/A	N/A		Partial Right of Way Acquisition
N/A	Exempt	Sungard Public Sector Inc.	1000 Business Center DR Lake Mary FL 32746	$ 85,745.88		N/A	N/A		Software Maintenance
N/A	Other Agency Contract - NJPA Contract 022014-FSC	Petes Equipment Repair Inc.	1412 Broadway NE Albuquerque, NM 87102	$ 403,003.00		N/A	N/A		Purchase of a Vactor for Wastewater Department
N/A	Other Agency Contract - NJPA Contract 060311-CAT	Wagner Equipment	4000 Osuna Rd NE Albuquerque, NM 87109	$ 127,900.00		N/A	N/A		CS44 Vibratory Compactor Paving Equipment for Streets ROW
N/A	Other Agency Contract - NJPA Contract 022014-AMI	Atlantic Machinery Inc.	2628 Garfield Ave Silver Spring, MD 20910	$ 251,765.00		N/A	N/A		Schwarze Model M6000TE Avalanche Standard Street Sweeper
N/A	Other Agency Contract - McKinley County IFB 2014-04	Life-Assist Inc.	11277 Sunrise Park Drive Rancho Cordova, CA 95742	$ 62,395.80		N/A	N/A		EMS Consumables Medical Supplies

Rio Rancho

City of Vision

Statistical Section

Index to the Statistical Section

The Statistical Section provides additional historical context and detail to aid in using the information in Rio Rancho's financial statements and in understanding and assessing the City's overall financial health.

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Sources: Unless otherwise noted, the information in the following schedules is derived from the City's Comprehensive Annual Financial Reports for the years indicated.

City of Rio Rancho, New Mexico

Schedule 1

Net Position By Component

Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental activities										
Net investment in capital assets	$ 159,084,358	$ 184,408,573	$ 197,267,351	$ 206,205,225	$ 233,285,141	$ 233,918,334	$ 245,203,138	$ 226,630,240	$ 225,858,001	$ 226,442,463
Restricted	36,157,574	19,344,282	8,797,171	8,006,271	9,465,808	10,158,631	7,128,889	6,362,543	9,421,756	9,731,861
Unrestricted	653,855	18,443,967	22,168,709	17,829,165	15,843,998	20,205,632	18,389,010	18,719,011	17,249,556	(28,532,260)
Total governmental activities net position	$ 195,895,787	$ 222,196,822	$ 228,233,231	$ 232,040,661	$ 258,594,947	$ 264,282,597	$ 270,721,037	$ 251,711,794	$ 252,529,313	$ 207,642,064
Business-type activities										
Net investment in capital assets	$ 45,520,647	$ 57,733,951	$ 72,484,053	$ 108,895,574	$ 122,367,287	$ 137,363,850	$ 123,725,543	$ 159,709,769	$ 164,157,164	$ 169,543,683
Restricted	8,378,213	11,581,655	11,284,077	8,813,942	9,111,523	9,623,009	10,276,537	10,079,181	10,076,109	9,716,564
Unrestricted	20,805,858	19,686,293	26,649,899	21,069,336	21,579,698	25,110,463	43,127,249	21,830,139	28,897,723	29,757,651
Total business-type activities net position	$ 74,704,718	$ 89,001,899	$ 110,418,029	$ 138,778,852	$ 153,058,508	$ 172,097,322	$ 177,129,329	$ 191,619,089	$ 203,130,996	$ 209,017,898
Primary government										
Net investment in capital assets	$ 204,605,005	$ 242,142,524	$ 269,751,404	$ 315,100,799	$ 355,652,428	$ 371,282,184	$ 368,928,681	$ 386,340,009	$ 390,015,165	$ 395,986,146
Restricted	44,535,787	30,925,937	20,081,248	16,820,213	18,577,331	19,781,640	17,405,426	16,441,724	19,497,865	19,448,425
Unrestricted	21,459,713	38,130,260	48,818,608	38,898,501	37,423,696	45,316,095	61,516,259	40,549,150	46,147,279	1,225,391
Total primary government net position	$ 270,600,505	$ 311,198,721	$ 338,651,260	$ 370,819,513	$ 411,653,455	$ 436,379,919	$ 447,850,366	$ 443,330,883	$ 455,660,309	$ 416,659,962

City of Rio Rancho, New Mexico

Schedule 2

Changes in Net Position
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental Activities:										
General government	$ 4,749,168	$ 9,446,698	$ 10,106,998	$ 8,726,702	$ 8,667,435	$ 13,287,694	$ 10,366,776	$ 10,771,678	$ 11,786,728	$ 11,754,103
Public safety	18,308,571	22,755,627	30,453,273	28,644,454	36,265,064	35,822,606	29,556,691	29,856,037	28,239,143	32,104,922
Public works	12,893,315	15,388,104	18,078,174	16,119,562	14,926,671	25,118,971	17,987,939	38,202,128	16,718,667	16,485,501
Culture and recreation	7,383,200	8,877,320	9,478,686	10,277,960	9,497,987	9,882,400	9,600,763	10,100,647	10,365,242	10,578,196
Economic development	2,626,428	2,944,345	3,507,872	3,477,853	2,672,473	2,296,117	2,631,288	2,484,220	2,234,663	2,437,296
Interest on long-term debt	1,323,496	1,943,996	1,583,622	1,918,399	2,588,532	2,484,088	2,265,490	2,194,752	1,753,498	1,569,485
Total Government Activities	47,284,178	61,356,090	73,208,625	69,164,930	74,618,162	88,891,876	72,408,947	93,609,463	71,097,941	74,929,503
Business-type Activities:										
Water	19,460,962	19,502,867	23,733,204	24,725,258	27,303,245	29,008,301	35,628,205	33,025,443	35,799,139	37,070,051
Event Center	1,663,068	2,682,495	2,116,636	1,430,731	130,200	2,639,138	2,574,952	5,128,579	3,338,172	3,277,447
Total Business-type Activities	21,124,030	22,185,362	25,849,840	26,155,989	27,433,445	31,647,439	38,203,157	38,154,022	39,137,311	40,347,498
Total Expenses	$ 68,408,208	$ 83,541,452	$ 99,058,465	$ 95,320,919	$ 102,051,607	$ 120,539,315	$ 110,612,104	$ 131,763,484	$ 110,235,252	$ 115,277,001
Program Revenues										
Governmental Activities:										
Charge for services										
General government	$ 1,321,470	$ 1,234,218	$ 1,304,678	$ 1,324,081	$ 1,464,466	$ 2,291,335	$ 2,418,576	$ 2,500,231	$ 6,894,697	$ 7,928,337
Public safety	4,934,508	4,408,392	4,388,583	4,630,047	5,024,002	5,440,125	5,737,263	5,983,192	4,005,987	4,578,298
Public works	1,426,493	1,163,828	1,097,003	1,014,410	1,282,527	1,421,236	1,346,006	1,373,664	41,601	219,898
Culture and recreation	1,998,717	1,661,845	1,610,322	1,756,449	1,689,523	1,801,170	1,801,534	1,872,303	1,367,068	1,333,145
Economic development	622,809	490,463	495,912	515,304	466,756	372,553	530,137	516,409	291,331	222,277
Operating grants and contributions	1,424,185	2,564,015	3,660,574	3,308,384	10,780,000	10,059,893	2,699,763	2,572,438	3,032,461	3,553,834
Capital grants and contributions	28,864,918	25,160,023	15,336,888	12,616,188	32,356,726	22,786,582	9,614,534	8,769,372	4,229,012	5,931,198
Total Governmental Activities	40,593,100	36,682,784	27,893,960	25,164,863	53,064,000	44,172,894	24,147,813	23,587,609	19,862,157	23,766,987
Business-type Activities:										
Charge for services:										
Water	25,283,780	24,602,522	28,671,808	26,895,980	31,898,378	32,687,159	35,871,655	39,453,567	41,467,206	41,826,751
Event Center	159,074	1,161,574	864,634	1,249,508	581,776	463,616	447,954	473,043	455,144	511,453
Operating grants and contributions	-	150,000	1,650,000	-	-	-	-	2,500	2,130,793	2,652,028
Capital grants and contributions	18,313,509	7,130,740	13,320,728	9,952,147	8,316,845	12,546,387	988,436	4,783,616	3,085,525	1,784,369
Total Business-type Activities	43,756,363	33,044,836	44,507,170	38,097,635	40,796,999	45,697,162	37,308,045	44,712,726	47,138,668	46,774,601
Total Program Revenues	$ 84,349,463	$ 69,727,620	$ 72,401,130	$ 63,262,498	$ 93,860,999	$ 89,870,056	$ 61,455,858	$ 68,300,335	$ 67,000,825	$ 70,541,588

City of Rio Rancho, New Mexico

Schedule 2

Changes in Net Position (continued)

(Continued)

Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Net (Expense)/Revenue										
Governmental Activities	$ (6,691,078)	$ (24,673,306)	$ (45,314,665)	$ (44,000,067)	$ (21,554,162)	$ (44,718,982)	$ (48,261,134)	$ (70,021,854)	$ (51,235,784)	$ (51,162,516)
Business-type Activities	22,632,333	10,859,474	18,657,330	11,941,646	13,363,554	14,049,723	(895,112)	6,558,704	8,001,357	6,427,103
Total Net Expense	$ 15,941,255	$ (13,813,832)	$ (26,657,335)	$ (32,058,421)	$ (8,190,608)	$ (30,669,259)	$ (49,156,246)	$ (63,463,150)	$ (43,234,427)	$ (44,735,413)
General Revenues										
Governmental Activities:										
Taxes:										
Property taxes	$ 8,394,598	$ 9,759,949	$ 12,857,673	$ 14,484,127	$ 15,969,391	$ 16,349,117	$ 15,650,672	$ 16,293,568	$ 17,056,432	$ 18,070,313
Gross receipts taxes	19,526,233	18,858,973	18,148,103	15,720,986	15,434,222	17,201,811	19,132,261	19,154,083	18,914,841	21,738,193
Franchise taxes	2,692,885	2,800,615	2,898,700	2,988,269	2,995,701	3,219,655	3,552,461	3,615,212	3,526,365	3,551,726
Unrestricted grants, aid and state shared revenues	13,034,242	15,969,522	14,268,918	13,425,817	12,772,147	13,534,932	12,691,071	11,765,404	12,568,335	13,760,046
Investment income	2,004,373	2,881,181	1,167,530	284,896	53,817	23,408	(2,913)	2,870	57,881	16,668
Miscellaneous	15,590	704,101	2,010,150	903,402	764,358	77,709	306,977	181,474	43,542	172,329
Transfers	-	-	-	-	-	-	-	-	(1,097,052)	(1,074,860)
Impact fees **(A)**	-	-	-	-	-	-	-	-	-	-
Total Governmental Activities	45,667,921	50,974,341	51,351,074	47,807,497	47,989,636	50,406,632	51,330,529	51,012,611	51,070,344	56,234,415
Business-type Activities										
Unrestricted grants, aid and state shared revenues	-	-	-	-	-	4,972,974	2,671,184	2,452,570	-	-
Investment income	2,611,880	3,437,707	2,711,197	1,191,571	75,894	42,183	37,164	47,876	8,273	21,072
Miscellaneous	-	-	47,603	531,454	840,208	323,934	272,951	310,340	-	-
Transfers	-	-	-	-	-	-	-	-	1,097,052	1,074,860
Impact fees **(A)**	-	-	-	-	-	-	-	-		
Total Business-type Activities	2,611,880	3,437,707	2,758,800	1,723,025	916,102	366,117	2,981,299	2,810,786	1,105,325	1,095,932
Total primary government	48,279,801	54,412,048	54,109,874	49,530,522	48,905,738	50,772,749	54,311,828	53,823,397	52,175,669	57,330,347
Change in Net Position										
Governmental Activities	38,976,843	26,301,035	6,036,409	3,807,430	26,435,474	5,687,650	3,069,395	(19,009,243)	(165,440)	5,071,899
Business-type Activities	25,244,213	14,297,181	21,416,130	13,664,671	14,279,656	19,388,814	2,086,187	9,369,490	9,106,682	7,523,035
Total Change in Net Position	$ 64,221,056	$ 40,598,216	$ 27,452,539	$ 17,472,101	$ 40,715,130	$ 25,076,464	$ 5,155,582	$ (9,639,753)	$ 8,941,242	$ 12,594,934

(A) - Beginning in fiscal year 2006, impact fees are reclassified as Capital Grants and Contributions.

City of Rio Rancho, New Mexico

Schedule 3

Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Revenues										
Taxes	$ 40,938,066	$ 44,497,571	$ 44,647,539	$ 43,369,647	$ 44,037,406	$ 46,975,454	$ 47,720,554	$ 47,388,395	$ 48,818,310	$ 53,622,680
Licenses and permits	379,136	375,559	362,924	309,310	335,490	595,520	470,789	347,319	360,856	424,379
Intergovernmental	6,843,550	14,967,100	7,160,889	8,302,542	23,581,048	22,738,572	8,524,385	6,849,622	6,947,391	8,854,167
Impact fees	3,656,952	3,346,000	1,969,502	1,312,729	2,251,932	1,262,121	447,021	350,561	286,417	608,278
Charges for services	7,650,816	6,266,634	5,798,568	5,383,534	5,487,067	5,555,463	6,116,083	6,141,128	5,075,417	6,676,432
Fines and forfeits	1,076,497	1,158,149	1,176,750	1,222,371	1,269,327	1,168,292	1,417,946	1,510,765	1,620,723	1,220,799
Franchise fees	2,692,885	2,800,615	2,898,700	2,988,269	2,995,701	3,219,655	3,552,461	3,615,212	3,526,365	3,551,726
Contributions and donations	2,129,098	1,707,453	35,554	81,493	65,298	71,202	182,263	51,323	47,766	62,659
Investment income	2,004,373	2,881,181	1,574,356	284,896	53,817	23,408	(2,913)	2,870	19,137	14,339
Other revenues	2,458,128	1,859,006	3,089,261	3,228,478	3,397,058	5,576,243	4,115,342	4,406,885	4,184,928	4,673,998
Total Revenues	69,829,501	79,859,268	68,714,043	66,483,269	83,474,144	87,185,930	72,543,931	70,664,080	70,887,310	79,709,457
Expenditures										
Current:										
General government	4,620,073	9,116,075	8,741,072	8,176,267	8,364,557	12,184,946	11,016,390	11,472,338	10,395,440	10,172,513
Public safety	17,415,423	21,579,173	26,644,563	26,989,915	34,893,280	34,260,842	28,048,592	28,412,480	28,682,657	30,291,203
Public works	5,917,153	8,836,988	10,584,274	8,885,685	7,378,256	17,248,448	9,166,030	7,096,798	8,049,846	8,015,682
Cultural and recreation	7,001,339	8,286,106	8,716,377	9,290,738	8,377,039	8,377,638	8,630,207	8,808,809	9,220,589	9,449,796
Economic development	2,557,163	2,864,539	3,467,383	3,428,467	2,652,601	2,261,268	2,397,408	2,447,343	2,267,103	2,508,773
Other expenses	-	-	-	11,500	3,000	43,874	-	-	-	-
Capital outlay	20,793,304	42,447,948	23,399,838	12,878,264	30,832,461	18,438,538	9,112,802	9,557,131	6,801,576	8,090,721
Debt service:										
Payment to bond escrow agent	-	-	-	-	-	-	-	-	-	-
Principal	2,827,984	3,128,174	2,097,825	4,790,762	4,464,510	5,285,055	5,087,639	4,712,283	4,922,232	5,584,002
Interest and fiscal charges	1,338,273	1,958,773	1,601,563	1,839,743	2,595,876	2,485,545	2,344,979	2,194,752	1,925,112	1,728,469
Bond issuance costs	135,027	-	-	85,097	50,249		-	-	-	
Total Expenditures	62,605,739	98,217,776	85,252,895	76,376,438	99,611,829	100,586,154	75,804,047	74,701,934	72,264,555	75,841,159
Revenues Over (Under) Expenditures	7,223,762	(18,358,508)	(16,538,852)	(9,893,169)	(16,137,685)	(13,400,224)	(3,260,116)	(4,037,854)	(1,377,245)	3,868,298
Other Financing Sources (Uses)										
Issuance of general obligation bonds	7,000,000	-	-	25,554,472	-	-	-	-	-	-
Issuance of revenue bonds	-	-	-	-	-	-	-	-	-	-
Loan proceeds	-	2,696,286	231,639	9,886,100	337,259	5,179,765	-	795,925	2,034,000	-
Premium on sale of bonds	310,182	-	-	-	-	-	-	-	-	-
Sale of land proceeds	-	-	-	-	202,690	-	-	-	-	-
Transfer in	7,058,925	12,410,603	7,204,181	2,987,569	4,740,124	1,485,408	922,012	1,274,104	289,148	1,368,908
Payment to bond escrow agent	-	-	-	-	-	-	-	-	-	-
Transfer out	(7,058,925)	(12,410,603)	(7,204,181)	(2,987,569)	(4,740,124)	(1,485,408)	(922,012)	(1,274,104)	(1,386,200)	(2,443,768)
Total other Financing Sources (Uses)	7,310,182	2,696,286	231,639	35,440,572	539,949	5,179,765	-	795,925	936,948	(1,074,860)
Net Change in fund balances	$ 14,533,944	$ (15,662,222)	$ (16,307,213)	$ 25,547,403	$ (15,597,736)	$ (8,220,459)	$ (3,260,116)	$ (3,241,929)	$ (440,297)	$ 2,793,438
Debt service as a percentage of noncapital expenditures	9.96%	9.12%	5.98%	10.44%	10.27%	9.46%	11.14%	10.60%	10.46%	10.79%

City of Rio Rancho, New Mexico

Schedule 4

Fund Balances of Governmental Funds
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011 (A)	2012	2013	2014	2015
General Fund										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Restricted	-	-	-	-	-	282,630	58,279	137,120	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	18,424	2	3	-	-
Unassigned	-	-	-	-	-	13,013,702	14,611,124	14,067,789	13,724,452	15,325,622
Unreserved	20,969,824	19,180,448	13,787,854	9,600,869	10,925,800	-	-	-	-	-
Total general fund	$ 20,969,824	$ 19,180,448	$ 13,787,854	$ 9,600,869	$ 10,925,800	$ 13,314,756	$ 14,669,405	$ 14,204,912	$ 13,724,452	$ 15,325,622
All other Governmental Funds										
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Restricted	-	-	-	-	-	25,791,554	20,486,621	17,311,487	18,085,520	19,601,439
Committed	-	-	-	-	-	122,462	87,381	76,479	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	(409,895)	(1,295)	(150,767)	(474,418)
Unreserved, reported in:	-	-	-	-	-	(2,609,260)	-	-	-	-
Special revenue funds	5,649,848	6,602,598	5,754,154	7,222,212	9,592,523	-	-	-	-	-
Capital project funds	39,254,295	24,834,816	11,381,019	39,219,423	20,129,681	-	-	-	-	-
Debt service funds	1,885,213	1,609,098	3,848,464	4,276,390	4,191,966	-	-	-	-	-
Total all other governmental funds	$ 46,789,356	$ 33,046,512	$ 20,983,637	$ 50,718,025	$ 33,914,170	$ 23,304,756	$ 20,164,107	$ 17,386,671	$ 17,934,753	$ 19,127,021

(A) - Starting in FY 2011 the City is reporting Fund Balance as per GASB 54 requirements.

City of Rio Rancho, New Mexico

Schedule 5

Taxable and Full Value of Taxable Property

Last Ten Fiscal Years

	Residential property		Commercial Property			Total	
Fiscal Year	**Taxable Value**	**Full Value**	**Taxable Value**	**Full Value**	**Less: Tax-exempt Property**	**Net Taxable Value**	**Full Value**
2006	$ 1,069,218,338	$ 4,276,873,673	$ 259,941,082	$ 1,039,764,406	$ 80,353,755	$ 1,248,805,665	$ 4,995,223,035
2007	1,366,623,309	5,466,493,646	637,122,948	2,548,491,983	114,916,226	1,888,830,031	7,555,320,691
2008	1,559,397,277	6,237,589,576	671,867,798	2,687,471,394	126,743,476	2,104,521,599	8,418,087,027
2009	1,698,427,954	6,793,712,326	619,403,825	2,477,615,486	132,470,213	2,185,361,566	8,741,446,920
2010	1,708,132,373	6,832,530,004	674,206,382	2,696,825,730	155,971,338	2,226,367,417	8,905,470,336
2011	1,650,124,698	6,600,499,287	582,585,052	2,330,340,383	168,557,342	2,064,152,408	8,256,610,251
2012	1,621,435,904	6,485,744,102	588,373,899	2,353,495,773	200,251,777	2,009,558,026	8,038,232,707
2013	1,641,169,056	6,564,676,716	572,179,464	2,288,718,028	202,734,054	2,010,614,466	8,042,458,467
2014	1,675,774,509	6,703,098,539	549,149,647	2,196,598,753	210,570,008	2,014,354,148	8,057,417,196
2015	1,703,300,535	6,813,202,651	568,496,769	2,273,987,247	254,795,026	2,017,002,278	8,068,009,717

Source: Sandoval County Assessor's Office Abstract 2006 through 2015.

Note: This data has been restated based on updated figures and does not reflect the small portion of Rio Rancho that is in Bernalillo County.

City of Rio Rancho, New Mexico

Schedule 6

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage		Amount	Percentage of Levy
2005	$ 8,139,109	$ 8,130,593	99.90%	$ -	$ 8,130,593	99.90%
2006	9,273,780	9,270,723	99.97%	-	9,270,723	99.97%
2007	12,238,267	12,226,476	99.90%	-	12,226,476	99.90%
2008	14,604,897	13,790,591	94.42%	790,723	14,581,314	99.84%
2009	16,053,255	15,231,543	94.88%	775,947	16,007,490	99.71%
2010	16,397,378	15,498,538	94.52%	857,780	16,356,318	99.75%
2011	15,815,228	15,206,260	96.15%	558,461	15,764,721	99.68%
2012	16,429,631	15,951,790	97.09%	386,698	16,338,488	99.45%
2013	17,367,199	16,801,608	96.74%	332,632	17,134,240	98.66%
2014	18,173,644	17,592,907	96.80%	55,376	17,648,284	97.11%

Source: Sandoval and Bernalillo County Treasurer's Offices (small portion of Rio Rancho is in Bernalillo County)

City of Rio Rancho, New Mexico

Schedule 7

Property Tax Rates - Direct and Overlapping Governments
Last Ten Fiscal Years
(rate per $1,000 of assessed value)

	City of Rio Rancho			Overlapping Rates						
Fiscal Year	General Fund	Debt Service Fund	Total	State	County	School District	Central NM Comm. College	Pres. Hospital (A)	SSCAFCA (B)	Total
2006	6.138	1.826	7.964	1.291	6.271	10.704	3.027	-	1.631	30.888
2007	5.914	2.060	7.974	1.221	5.800	10.624	2.992	-	1.494	30.105
2008	5.847	2.060	7.907	1.250	5.368	10.899	2.989	-	1.482	29.895
2009	5.944	2.067	8.011	1.150	5.809	10.635	3.046	4.250	1.623	34.524
2010	6.113	2.060	8.173	1.530	5.952	10.694	3.158	4.250	1.654	35.411
2011	6.518	1.645	8.163	1.362	6.659	10.773	3.237	4.250	1.867	36.311
2012	6.990	1.617	8.607	1.360	6.995	10.785	3.344	4.250	1.851	37.192
2013	7.181	1.789	8.970	1.360	7.167	10.791	3.392	4.250	2.076	38.006
2014	7.307	1.881	9.188	1.360	6.779	10.795	3.377	4.250	2.076	37.825
2015	7.426	1.848	9.274	1.360	7.191	10.802	3.381	4.250	2.076	38.334

Source: State of New Mexico Department of Finance and Administration

(A) - Starting in 2009 Presbyterian Hospital Rates are listed separately.

City of Rio Rancho, New Mexico

Schedule 8

Principal Property Taxpayers
Current Year and Nine Years Ago

	2014 (A)			2005		
Tax Payer	**Taxable Assessed Value**	**Rank**	**Percent of Total Taxable Valuation**	**Taxable Assessed Value**	**Rank**	**Percent of Total Taxable Valuation**
Public Service Company of New Mexico	$ 20,002,566	1	0.99%	$ 15,268,948	1	1.22%
Presbyterian Healthcare	13,598,995	2	0.67%	6,123,432	2	0.49%
New Mexico Gas Company	7,420,661	3	0.37%	4,403,918	4	0.35%
Walmart Stores	5,147,491	4	0.26%			
De High Resort LLC Etal	4,761,835	5	0.24%			
Rio Rancho Retirement Residence	4,692,565	6	0.23%			
Sandia View LLC	4,682,814	7	0.23%			
Tri State Generation & Transmission Assoc	4,213,929	8	0.21%			
Qwest Corp.	3,415,024	9	0.17%	5,040,773	5	0.40%
Rio Rancho Community I Inc	3,333,039	10	0.17%			
G & I III Pinnacle High Resort				5,950,897	3	0.48%
Leisure Care, Inc.				3,098,353	6	0.25%
U.S. Cotton				2,826,114	7	0.23%
Meadowlark Apartments				2,536,400	8	0.20%
Fulcrum Building, Inc.				2,259,561	9	0.18%
Target				2,043,463	10	0.16%
Total	$ 71,268,919		3.54%	$ 49,551,859		3.96%

Source: Sandoval and Bernalillo County Assessor's Offices

(A) - The fiscal year for collection is November through October; this schedule uses the 2014 collection year valuation.

City of Rio Rancho, New Mexico

Schedule 9

Taxable Gross Receipts by Type of Trade
Last Ten Fiscal Years

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Construction	$ 393,313,384	$ 490,940,456	$ 375,570,976	$ 266,089,467	$ 160,792,616	$ 249,844,125	$ 176,706,959	$ 152,623,955	$ 121,401,829	$ 196,513,109
Manufacturing	8,226,714	14,124,152	10,518,506	12,671,847	5,160,066	7,616,958	8,932,464	20,637,604	35,061,412	27,719,740
Transportation, Communication, and Utilities	109,619,203	110,037,820	98,640,371	107,587,644	97,909,454	102,451,897	122,637,955	106,060,766	79,347,221	87,485,170
Wholesale	13,745,588	11,293,040	11,301,564	9,110,123	9,326,176	8,763,818	10,740,203	9,903,257	9,852,041	12,538,155
Retail	280,255,799	402,411,448	455,834,662	380,784,663	396,763,790	399,295,852	418,644,640	412,419,647	420,470,058	344,409,473
Finance, Insurance and Real Estate	32,469,846	32,486,743	29,108,506	20,584,655	25,015,494	24,603,362	25,000,526	20,857,006	21,650,905	26,836,442
Services	161,736,299	172,096,364	199,175,032	193,070,878	226,829,005	255,388,681	278,055,736	283,096,347	290,050,737	281,890,937
Other **(A)**	(9,632,397)	(22,743,369)	(102,518,633)	(20,924,025)	-	1,213,942	2,650,447	2,763,517	4,547,528	14,093,065
Total Taxable Gross Receipts	$ 989,734,436	$1,210,646,654	$1,077,630,984	$ 968,975,252	$ 921,796,601	$1,049,178,635	$1,043,368,930	$1,008,362,099	$ 982,381,731	$ 991,486,091
City direct sales tax rate	6.6875%	6.6875%	6.6875%	6.9375%	7.0625%	7.4375%	7.4375%	7.4375%	7.4375%	7.4375%
Sandoval County direct sales tax rate	6.0000%	6.0000%	6.0000%	6.0000%	6.1250%	6.2500%	6.2500%	6.2500%	6.2500%	6.2500%

Source: State of New Mexico, Department of Taxation and Revenue

Note: Unable to provide schedule of Principal Sales Tax Remitters, per New Mexico Taxation and Revenue Laws and Regulations 2004 Edition, section 7-1-8, Confidentiality of returns and other information.

(A) - This category is made up of "undetermined establishments" due to adjustments of monthly reportings by the state, therefore, negative amounts may be reported.

City of Rio Rancho, New Mexico

Schedule 10

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

	Governmental Activities			Business-Type Activities				
Fiscal Year	**General Obligation Bonds**	**GRT Revenue Bonds**	**Notes Payable**	**Revenue Bonds**	**Loan Payable**	**Total Primary Government**	**Percentage of Personal Income (A)**	**Per Capita (B)**
2006	$ 16,765,000	$ 20,980,000	$ 843,357	$ 130,555,000	$ 9,280,350	$ 178,423,707	1.82%	$ 2,687
2007	15,075,000	20,225,000	2,856,469	159,655,000	8,853,895	206,665,364	1.68%	2,886
2008	14,325,000	19,445,000	2,520,283	154,200,000	8,414,645	198,904,928	1.93%	2,618
2009	36,075,000	18,645,000	11,665,621	158,460,000	8,032,219	232,877,840	1.74%	2,924
2010	32,875,000	17,820,000	11,563,370	151,825,000	8,888,514	222,971,884	1.90%	2,548
2011	30,124,384	17,340,884	15,918,080	149,252,148	16,513,872	229,149,368	1.93%	2,565
2012	26,374,440	16,707,249	15,115,441	142,080,510	27,558,858	227,836,498	2.02%	2,509
2013	23,739,496	16,847,314	14,769,084	137,968,590	31,564,398	224,888,882	2.09%	2,446
2014	20,715,000	14,425,000	15,410,852	130,694,026	34,307,146	215,552,024	N/A	2,298
2015	17,760,000	13,420,000	13,786,850	118,085,000	38,969,847	202,021,697	N/A	2,153

Source: The City's Financial Records, Financial Services Department

(A) - This information uses Sandoval County Personal Income through 2012, this information is not available for 2014 through 2015.

(B) - This information uses Rio Rancho population from 2014, for the 2015 per capita amount as 2015 population is not available.

City of Rio Rancho, New Mexico

Schedule 11

Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property	Per Capita
2006	$ 16,765,000	$ 1,469,470	$ 15,295,530	1.22%	$ 230.33
2007	15,075,000	1,506,930	13,568,070	0.72%	189.48
2008	14,325,000	3,584,693	10,740,307	0.51%	141.36
2009	36,075,000	3,893,758	32,181,242	1.47%	404.01
2010	32,875,000	4,039,681	28,835,319	1.30%	349.21
2011	30,124,384	4,180,471	25,943,913	1.26%	296.43
2012	26,374,440	3,045,519	23,328,921	1.16%	261.18
2013	23,739,496	2,878,113	20,861,383	1.04%	229.71
2014	20,715,000	3,451,041	17,263,959	0.86%	187.74
2015	17,760,000	3,615,233	14,144,767	0.70%	150.76

Source: The City's Financial Records, Financial Services Department

(A) - This information uses the Bureau of Business and Economic Research (BBER) City of Rio Rancho population estimation.

City of Rio Rancho, New Mexico

Schedule 12

Direct and Overlapping Debt
As of June 30, 2015

Governmental Unit	Debt Outstanding	Estimated Applicable Percentage (A)	Estimated Share Applicable to City
Debt repaid with property taxes			
State of New Mexico	$ 389,270,000	3.46%	$ 13,468,742
Sandoval County	11,915,000	61.13%	7,283,640
Central NM Community College	71,310,000	12.09%	8,621,379
SSCAFCA	21,450,000	80.31%	17,226,495
Rio Rancho School District	124,105,000	96.07%	119,227,674
Subtotal, overlapping debt			165,827,929
City direct debt			44,966,850
Total direct & overlapping debt			$ 210,794,779

Source: Sandoval County Assessor's Office

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Rio Rancho. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(A) - The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

City of Rio Rancho, New Mexico

Schedule 13

Computation of Legal Debt Margin
Last Ten Fiscal Years

Fiscal Year	Debt Limit	Total net debt applicable to limit	Total net debt applicable to limit as a % of debt limit
2006	$ 49,987,941	$ 15,295,530	30.60%
2007	73,611,213	13,568,070	18.43%
2008	83,765,112	10,740,307	12.82%
2009	86,731,396	32,181,242	37.10%
2010	86,824,311	28,835,319	33.21%
2011	81,961,320	25,943,913	31.65%
2012	79,685,637	23,328,921	29.28%
2013	79,523,289	20,861,383	26.23%
2014	79,963,344	17,263,959	21.59%
2015	80,680,091	14,144,767	17.53%

Legal Debt Margin Calculation for Fiscal Year 2015:

Assessed value	$ 2,017,002,278
Debt limit (4% of assessed value)	80,680,091
Debt applicable to limit:	
General obligation bonds	17,760,000
Less: Amount set aside for repayment of general obligation debt	(3,615,233)
Total net debt applicable to limit	14,144,767
Legal debt margin	$ 66,535,324

Sources: The City's Financial Records, Financial Services Department and the Sandoval County Assessor's Office.

City of Rio Rancho, New Mexico

Schedule 14

Demographic and Economic Statistics

Last Ten Fiscal Years

Year	City Population	County Population	Personal Income	Per Capita Personal Income			Unemployment Rate		
				U.S.	New Mexico	Sandoval County	U.S.	New Mexico	Sandoval County
2006	66,407	105,625	$ 3,319,080	$ 37,698	$ 30,513	$ 29,620	4.60%	4.20%	4.40%
2007	71,607	111,855	3,632,911	39,392	32,018	30,833	4.60%	3.50%	4.00%
2008	75,978	117,583	3,986,250	40,166	33,609	31,907	5.80%	4.20%	4.90%
2009	79,655	122,298	3,992,904	39,635	33,267	32,172	9.30%	7.20%	8.20%
2010	87,521	131,561	4,187,920	39,945	33,368	32,021	9.60%	8.40%	9.30%
2011	89,320	134,259	4,421,270	41,560	34,133	32,931	8.90%	7.40%	7.80%
2012	90,818	135,588	4,600,835	42,693	35,079	33,932	8.10%	6.90%	7.90%
2013	91,956	136,575	4,689,809	N/A	35,965	34,339	7.40%	6.90%	8.00%
2014	93,820	137,608	N/A	N/A	37,605	N/A	6.10%	7.30%	8.50%
2015	N/A	N/A	N/A	N/A	N/A	N/A	5.30%	7.20%	7.40%

Sources: Bureau of Business and Economic Research (BBER), www.homefacts.com and City of Rio Rancho budget documents.

Notes: Personal income, per capita income and unemployment rates are only available for the county, not for the city.
Per capita personal income for the U.S. is unavailable for 2013 through 2015.
Personal income and per capita personal income for Sandoval County is unavailable for 2014 and 2015.
Population and economic data is unavailable for the City, County, State and U.S for 2015.

City of Rio Rancho, New Mexico

Schedule 15

Principal Employers
Current Year and Nine Years Ago

	2014 (A)			2005 (B)		
Employer	**Employees**	**Rank**	**Percentage of Total County Employment**	**Employees**	**Rank**	**Percentage of Total County Employment**
Intel Corporation	3,300	1	6%	-		
Rio Rancho Public Schools	2,000	2	3%	-		
Pueblo of Sandia Casino	1,800	3	3%	-		
Hewlett Packard	860	4	1%	-		
Sprint PCS	800	5	1%	-		
City of Rio Rancho	650	6	1%	-		
US Cotton Inc	250	7	0%	-		
Brycon Corporation	196	8	0%	-		
Alliance Data	150	9	0%	-		
Convergys/Stream Data	150	10	0%	-		
				-		
Total Major Employers-Sandoval County *	10,156			-		
Total Sandoval County Employment **	57,547					

Sources: (*) http://nmnetlinks.com, 2014
(**) US Census Bureau, 2009-2013 American Fact Finder

(A) - The 2014 data is the most recent available.

(B) - Data unavailable for fiscal year 2005.

City of Rio Rancho, New Mexico

Schedule 16

Full-time-Equivalent Employees by Function/Program
Last Ten Fiscal Years

Function/Program	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
City Administration	3	4	5	6	5	5	5	5	5	5
Human Resources	11	10	10	9	8	6	6	6	6	7
City Clerk	4	4	4	4	4	4	3	3	3	3
City Attorney	5	6	7	7	6	6	6	6	6	6
Municipal Court	12	13	13	13	12	12	11	11	11	13
Finance/IT	30	30	35	29	34	34	34	34	33	32
Public Safety										
Police	118	123	124	127	127	127	129	129	133	136
Firefighters	56	99	100	101	100	99	100	100	104	105
Civilians	72	90	88	86	87	88	90	90	88	39
Public Works										
Engineering	13	21	25	27	25	21	17	17	18	18
Others	65	77	75	74	71	68	68	68	71	69
Parks and Recreation	78	110	132	139	115	92	91	91	88	89
Senior Services	18	17	17	8	15	8	8	8	7	8
Library and Information Services	30	36	36	38	35	36	36	36	35	35
City Development	32	40	42	36	32	29	30	30	29	28
Special Funds	11	14	14	20	5	15	18	18	15	71
Water and Wastewater	36	41	42	38	35	35	33	33	33	35
Total	594	736	769	762	716	685	685	685	685	699

Source: City of Rio Rancho Annual Budget

Note: A full-time employee is scheduled to work 2,080 hours per year (including vacation and sick leave). Full-time-equivalent employment is calculated by dividing total labor hours by 2,080.

City of Rio Rancho, New Mexico **Schedule 17**

Operating Indicators by Function/Program

Last Ten Fiscal Years

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Function/Program										
Police										
Total Violent Crimes (A)	776	927	886	920	946	935	717	726	588	419
Total Property Crimes (B)	1,399	1,775	1,961	1,709	1,686	1,426	1,816	1,891	1,760	1,723
Total Warnings & Citations (C)	24,305	23,840	27,250	21,082	19,898	15,777	19,055	22,382	22,005	19,320
Total Arrests (D)	3,008	3,337	3,620	3,613	3,477	3,269	4,073	3,895	6,258	6,396
Total Traffic Crashes	1,791	2,008	1,856	1,576	1,593	1,844	1,591	1,581	1,532	1,058
Total Incident Reports (E)	3,586	8,881	9,045	9,485	8,716	8,099	9,113	8,915	9,132	7,149
Total Calls for Service	39,165	36,271	49,842	44,651	43,618	45,928	45,598	43,725	38,984	40,465
Fire										
Total Structural Fires	25	29	46	54	59	62	51	68	40	46
Total Fire Inspections	999	901	1,049	736	1,087	1,148	1,650	1,564	1,460	1,670
Total Calls for Service	1,582	1,372	1,693	1,508	9,505	10,261	8,116	8,113	8,165	9,372
EMS										
Total EMS Patients	4,345	5,141	—	—	—	—	—	—	7,357	4,821
Total Patient Transports	3,056	3,407	4,129	4,122	4,089	—	—	4,644	4,218	8,087
Total Calls for Service	4,764	5,243	6,330	7,481	5,896	5,956	5,971	7,797	7,357	6,829
Animal Control (F)										
Total Impounds	2,330	2,417	2,543	2,584	2,308	2,201	2,128	1,786	2,100	2,184
Total Claims	617	754	830	914	856	736	758	626	661	817
Total Adoptions	851	724	988	854	830	781	741	623	679	573
Total Euthanasia	674	732	663	758	574	684	579	515	661	545
Total Complaints	4,755	4,740	5,193	5,821	5,666	5,658	4,580	4,634	4,944	4,217
Code Enforcement (G)										
Total Inspections	8,043	10,010	7,055	6,989	9,430	8,884	8,259	7,374	6,729	8,058
Total Citations	280	260	479	369	489	511	524	408	371	368
Public Works										
Total Utility Cuts	390	—	—	—	—	—	—	—	—	—
Total Potholes Repaired	971	423	1,385	592	590	1,041	1,926	708	352	1,643
Parks & Recreation (A)										
Total Program Participation-Youth	20,961	19,632	22,620	9,149	8,311	13,221	—	—	—	—
Total Program Participation-Adult	18,638	6,556	6,621	3,969	8,581	1,672	—	—	—	—
Total Program Participation-Aquatics	7,050	2,897	2,935	4,321	3,966	3,865	—	—	—	—

City of Rio Rancho, New Mexico
Operating Indicators by Function/Program
Last Ten Fiscal Years

Schedule 17
(Continued)

	Fiscal Year									
Function/Program	**2006**	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**
Parks & Recreation (cont)										
Total Summer Camp Participants	—	—	—	—	—	—	2,370	2,972	2,869	2,911
Total KidsZone Participants	—	—	—	—	—	—	93	145	201	726
Total Youth Sports League Participants	—	—	—	—	—	—	748	1,288	1,198	740
Total Adult Sports League Participants	—	—	—	—	—	—	280	271	231	230
Total Indoor/Outdoor Aquatics Participants	—	—	—	—	—	—	3,397	3,975	3,812	3,234
Total Free Summer Meals Served	—	—	—	—	—	—	42,901	35,616	45,373	42,959
Total Student Attendance of Keep Rio Rancho Beautiful Program	—	—	—	—	—	—	4,227	5,072	4,072	6,491
Meadowlark Senior Center										
Average # of Daily Participants per Employee	—	—	—	—	—	—	126	170	125	111
Total Volunteer Hours (B)	—	—	—	—	—	—	23,439	24,658	23,826	24,669
Library										
Total Collection	146,626	154,258	166,857	174,388	183,554	188,065	195,688	192,493	186,392	176,100
New Items Added	23,233	17,288	23,501	23,800	24,351	23,490	26,453	24,705	22,354	21,405
Items Withdrawn	7,252	9,656	10,902	16,269	15,185	18,979	18,830	27,900	28,455	31,697
Collection Growth/Decrease	15,981	7,632	12,599	7,531	9,166	4,511	7,623	(3,195)	(6,101)	(10,292)
Circulation Stats:										
Visitors	224,977	216,106	256,734	354,985	354,411	340,070	336,647	335,018	336,057	315,405
Circulation	171,156	296,142	426,653	543,528	605,737	654,031	674,227	680,672	686,638	648,683
Computer Usage	31,711	32,931	61,358	85,938	95,998	84,480	81,089	76,904	74,767	69,532
Program Attendance	5,578	15,597	24,074	26,016	25,489	25,297	30,403	20,396	18,122	24,646
Transit (C)										
Total Clients Registered	3,172	3,356	3,665	3,955	4,229	—	—	—	—	—
New Clients Registered	184	309	290	274	88	—	—	—	—	—
Total Fare Cards Sold (D)	1,905	1,809	1,999	2,052	929	1,764	1,760	1,837	1,925	1,927
Total Trips in Rio Rancho	26,804	25,262	13,633	16,037	7,609	—	—	—	—	—
Total Trips to Albuquerque	6,212	6,115	2,983	2,310	692	—	—	—	—	—
Purpose of Trips:										
Medical	9,906	7,220	4,538	4,442	2,060	—	—	—	—	—
Personal Errands	3,307	5,645	2,830	4,936	2,118	—	—	—	—	—
Work	13,153	9,624	6,067	6,359	3,199	—	—	—	—	—
City Facilities	2,846	4,252	1,725	1,769	843	—	—	—	—	—
Education	4,004	4,636	1,456	944	76	—	—	—	—	—
Total Miles Traveled	133,672	142,273	127,576	132,971	N/A.....)	—	—	—	—	—

Note: The City chose to use the prospective method of reporting for this schedule as the data was not tracked prior to GASB 44 implementation.
(A) Parks & Recreation changed all operating indicators beginning fiscal year 2012.
(B) The Meadowlark Senior Center was closed during the months of July and August 2014 which resulted in some volunteer driven events being cancelled.
(C) Beginning in January 2010, the City of Rio Rancho no longer operates the transit system.
(D) Selling fare cards for the Rio Metro Transit system is the only transit function that the City currently performs.

Sources: Various City Departments

City of Rio Rancho, New Mexico
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years [1]

Schedule 18

	Fiscal Year									
	2006	2007	2008	2009	2010 [2]	2011	2012	2013	2014	2015 [3]
Function/Program										
Police										
Main Stations	1	1	1	1	1	1	1	1	1	1
Substations (A)	4	4	-	-	-	-	-	-	-	-
Law Enforcement Units (B)	152	178	181	180	126	139	160	160	186	174
Fire										
Main Stations	2	5	6	5	5	5	6	6	6	6
Substations	4	1	1	1	1	1	1	1	1	1
Firetrucks	11	15	15	15	17	19	17	17	13	14
EMS										
Ambulances	7	8	9	9	11	11	11	12	11	11
Animal Control										
Patrol Units	7	7	7	7	7	7	7	7	8	7
Public Works										
Streets (centerline miles) (C)	831	831	837	846	428	449	454	455	456	462
Streetlights	1,156	2,544	2,604	2,710	2,770	2,859	2,930	2,941	2,972	2,972
Traffic Signals (Signalized Intersections)	35	42	45	45	49	49	53	53	55	54
Sidewalks & Paths (D)	121	121	123	134	-	-	-	-	-	-
Parks & Recreation										
New/Renovated Park Facilities	2	3	2	1	10	1	5	7	1	0
Developed Parkland (acres) (E)	242	285	304	311	298	300	303	306	306	308
Constructed Trailways (linear feet) (F)	53,873	57,516	64,380	64,380	64,380	65,150	65,150	65,150	65,150	65,150
Transit										
Mini buses (G)	7	7	8	8	0	0	0	0	0	0
Water										
Water mains (miles)	385	388	395	403	552	563	565	567	570	569
Fire hydrants	24,950	25,822	25,866	25,939	3,768	3,870	3,871	3,890	3,928	4,282
New Connections (H)	-	1,381	1,040	668	472	348	375	503	504	435
Water main breaks (I)	-	32	39	37	43	49	32	36	41	31
Storage capacity (thousands of gallons) (J)	31.0	31.0	-	-	34,500	34,500	34,500	34,500	34,500	41,350
Average daily consumption (thousands of gallons) (K)		10,409	11,745	11,814	10,616	11,621	12,610	13,137	10,635	9,710
Booster Stations (L)	-	-	-	-	8	8	9	10	10	11
Wells (in production) (M)	-	-	-	-	19	17	17	17	17	15
Storage Tanks (N)	-	-	-	-	18	18	18	18	18	18
Arsenic Treatment Facilities (O)	-	-	-	-	8	10	10	10	10	10
Wastewater										
Sanitary sewers (miles)	335	337	343	351	355	368	371	377	378	382
Average daily treatment (thousands of gallons) (P)	4,176	4,565	4,954	4,863	4,875	4,324	4,626	4,398	4,889	4,595
Wastewater Treatment Plants (in operation) (Q)	-	-	-	-	6	5	5	5	5	4
Lift Stations (R)	-	-	-	-	28	28	28	28	26	27

Sources: Various City Departments

City of Rio Rancho, New Mexico
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years [1]

Schedule 18
(Continued)

Notes:
1. The city chose to use the prospective method of reporting for this schedule as the data was not tracked prior to GASB 44 implementatior
2. The city established a baseline year for restatement of capital asset statistics for Fiscal Year ending June 30, 2010. Baseline figures were primarily obtained from the city's Geographic InformationSystem (GIS).
3. The city established a second baseline year for restatement of capital asset statistics for Fiscal Year ending June 30, 2015. Baseline figures were obtained from the city' Geographic Information System (GIS) and staff facility inventories.
(A) Substation numbers for the then consolidated Department of Public Safety (Fire and Police) were reported in error under the Police heading. A restatement to reflect no Police substations was made for Fiscal Year ending June 30, 2008.
(B) Amended the number of patrol units to correctly state the baseline point for Fiscal Year ending June 30, 2010. Law Enforcement Units include Marked, Unmarked, Administrative, Pool, and Special Use vehicles.
(C) Amended the number of centerline miles of paved roadway to correctly state the baseline point for Fiscal Year ending June 30, 2010 Previous year's reporting was presumably based on a lane mile unit of measure.
(D) The Public Works Department discontinued tracking sidewalks in Fiscal Year ending June 30, 2010. Sidewalks are considered part of the roadway/street infrastructure.
(E) Amended the number of developed parkland acreage to correctly state the baseline point for Fiscal Year ending June 30, 2010.
(F) Amended the number of linear feet of constructed trailways to correctly state the baseline point for Fiscal Year ending June 30, 2006
(G) On Dec. 16, 2009, the Rio Rancho City Council adopted a Resolution No. 134, ENACT 09-134 to transfer the city's Rio Transit Program to the Mid-Region Council of Governments.
(H) The city began tracking new connections in the CAFR beginning in Fiscal Year ending June 30, 2007
(I) The city began tracking water main breaks in the CAFR beginning in Fiscal Year ending June 30, 2007
(J) The city discontinued tracking water storage capacity in the CAFR for Fiscal Years 2008 and 2009
(K) The city began tracking average daily water consumption in the CAFR beginning in Fiscal Year ending June 30, 2007
(L) The city began tracking the number of booster stations in the CAFR beginning in Fiscal Year ending June 30, 2010.
(M) The city began tracking the number of wells in the CAFR beginning in Fiscal Year ending June 30, 2010.
(N) The city began tracking the number of water storage tanks in the CAFR beginning in Fiscal Year ending June 30, 2010.
(O) The city began tracking the number of arsenic treatment facilities in the CAFR beginning in Fiscal Year ending June 30, 2010.
(P) The city discontinued tracking wastewater treatment capacity and began tracking average daily treatment capacity in thousands of gallons in the CAFR beginning in Fiscal Year ending June 30, 2006.
(Q) The city began tracking the number of wastewater treatment plants (WWTP) in operation in the CAFR beginning in Fiscal Year ending June 30, 2010. Amended the number of wastewater treatment plants in operation to correctly state the baseline point for Fiscal Year ending June 30, 2015. WWTP#3 is in reserve status and is not in active operation. WWTP#4 has been permanently abandonded.
(R) The city began tracking the number of lift stations in the CAFR beginning in Fiscal Year ending June 30, 2010.

Rio Rancho

City of Vision

Single Audit Section

Rio Rancho

City of Vision

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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*

Independent Auditor's Report

Mr. Tim Keller
New Mexico State Auditor

Honorable Mayor and Members of the City Council
City of Rio Rancho, New Mexico

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, business-type activities, each major fund, the aggregate remaining fund information and the budgetary comparison for the general fund of City of Rio Rancho, New Mexico, as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise City of Rio Rancho, New Mexico's basic financial statements, and the combining and individual funds and related budgetary comparisons of the City of Rio Rancho, New Mexico, presented as supplementary information, and have issued our report thereon dated November 20, 2015. Our report included an emphasis of matter paragraph as to comparability because of the implementation of Governmental Accounting Standards Board Statement No. 68, as amended Statement No. 71.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered City of Rio Rancho, New Mexico's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Rio Rancho, New Mexico's internal control. Accordingly, we do not express an opinion on the effectiveness of City of Rio Rancho, New Mexico's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Rio Rancho, New Mexico's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2015-001.

City of Rio Rancho, New Mexico's Response to Findings

City of Rio Rancho, New Mexico's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. City of Rio Rancho, New Mexico's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
CPAs and Business Consultants

November 20, 2015

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Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and
Report on Schedule of Expenditures of Federal Awards
Required by OMB Circular A-133

Independent Auditor's Report

Mr. Tim Keller
New Mexico State Auditor

Honorable Mayor and Members of the City Council
City of Rio Rancho, New Mexico

Report on Compliance for Each Major Federal Program

We have audited City of Rio Rancho, New Mexico's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Rio Rancho, New Mexico's major federal programs for the year ended June 30, 2015. City of Rio Rancho, New Mexico's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of City of Rio Rancho, New Mexico's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Rio Rancho, New Mexico's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of City of Rio Rancho, New Mexico's compliance.

Opinion on Each Major Federal Program
In our opinion, City of Rio Rancho, New Mexico complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance
Management of City of Rio Rancho, New Mexico is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered City of Rio Rancho, New Mexico's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Rio Rancho, New Mexico's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Heinfeld, Meech & Co., P.C.

HEINFELD, MEECH & CO., P.C.
CPAs and Business Consultants

November 20, 2015

CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Grantor or Pass-Through Number	Expenditures
U.S. Department of Health and Human Services			
Passed through New Mexico Department of Health:			
Hospital Preparedness Program (HPP) and Public Health Emergency Preparedness (PHEP) Aligned Cooperative Agreements	93.074	15/665.0300.18181	$ 5,894
Total U.S. Department of Health and Human Services			**5,894**
U.S. Department of Homeland Security			
Passed through New Mexico Department of Homeland Security:			
Emergency Management Performance Grant	97.042	EMW-2014-EP-00047-S01	47,245
Emergency Management Performance Grant	97.042	EMW-2014-EP-00039-S01	27,570
Emergency Management Performance Grant	97.042	EMW-2014-EP-00030-S01	94,290
			169,105
Homeland Security Grant Program	97.067	EMW-2011-SS-00094-S01	2,855
Homeland Security Grant Program	97.067	EMW-2013-SS-00152-S01	5,433
Homeland Security Grant Program	97.067	EMW-2014-SS-00030-S01	36,379
Homeland Security Grant Program	97.067	EMW-2013-SS-00152-S01	49,755
			94,422
Total U.S. Department of Homeland Security			**263,527**
U.S. Department of Justice			
Direct Program:			
FBI Crime Laboratory Support	16.301	N/A	532
Crime Victims Assistance	16.575	2013-VA-GX-0000	3,371
Crime Victims Assistance	16.575	2014-VA-GX-0059	40,670
			44,041
Bulletproof Vest Program	16.607	N/A	6,081
Public Safety Partnership and Community Policing Grants	16.710	2013UMWX0186	106,418
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2014-DJ-BX-1210	29,463
Edward Byrne Memorial Justice Assistance Grant Program	16.738	M-14-D84-O-000171	846
Edward Byrne Memorial Justice Assistance Grant Program	16.738	M-15-D51-O-000143	3,549
Edward Byrne Memorial Justice Assistance Grant Program (passed through NM Dept. of Public Safety Grant Management Bureau):	16.738	12-JAG-NMGTF-SFY13-1	56,470
			90,328
Equitable Sharing Program	16.922	N/A	40,893
Passed through New Mexico Department of Public Safety Grant Management Bureau:			
Project Safe Neighborhoods	16.609	DPSPSN13GTF	3,086
Total U.S. Department of Justice			**291,379**
U.S. Department of Agriculture			
Passed through New Mexico Department of Children Youth and Family:			
National School Lunch Program	10.555	3185	96,452
Total U.S. Department of Agriculture			**96,452**

See accompanying notes to schedule.

CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	CFDA Number	Grantor or Pass-Through Number	Expenditures
U.S. Department of Housing and Urban Development			
Direct Program:			
Community Development Block Grant/Entitlement Grants	14.218	B-13-MC-35-0004	97,613
Community Development Block Grant/Entitlement Grants	14.218	B-14-MC-35-0004	261,494
Total U.S. Department of Housing and Urban Development			**359,107**
U.S. Department of Transportation			
Passed through New Mexico Department of Transportation:			
Highway Planning and Construction	20.205	CN #A300520	882,001
Highway Planning and Construction	20.205	CN #A300200	1,315,739
Highway Planning and Construction	20.205	CN #A301140	8,203
Highway Planning and Construction	20.205	CN #A301040	293,806
Highway Planning and Construction	20.205	CN #A301320	99,471
			2,599,220
State and Community Highway Safety	20.600	14-PT-02-P01	30,000
State and Community Highway Safety	20.600	15-PT-02-P01	45,000
			75,000
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	14-AL-64-P13	62,412
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	15-AL-64-081	22,867
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	14-AL-64-081	21,025
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	15-AL-64-P10	186,514
			292,818
Total U.S. Department of Transportation			**2,967,038**
U.S. Department of the Interior			
Direct Program:			
Water Conservation Field Services Program (WCFSP)	15.530	R12AP40020	2,044
Total U.S. Department of the Interior			**2,044**
Executive Office of the President			
Passed through City of Albuquerque, New Mexico:			
High Intensity Drug Trafficking Areas Program	95.001	N/A	22,009
Total Executive Office of the President			**22,009**
Total Expenditures of Federal Awards			**$ 4,007,450**

See accompanying notes to schedule.

NOTE 1 – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (Schedule) includes the federal grant activity of the City of Rio Rancho under programs of the federal government for the year ended June 30, 2015. The information in the schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations.* Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the applicable OMB cost principles circular, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Any negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE 3 – CATALOG OF FEDERAL DOMESTIC ASSISTANCE (CFDA) NUMBERS

The program titles and CFDA numbers were obtained from the federal or pass-through grantors or the 2015 *Catalog of Federal Domestic Assistance*.

NOTE 4 – NON-CASH ASSISTANCE, LOANS, AND LOAN GUARANTEES

In accordance with OMB Circular A-133, the City had no non-cash assistance, loans, or loan agreements outstanding at year-end.

(Notes continue on the next page)

NOTE 5 – CDBG GRANT AWARDS

Following are the various uses of the City's Community Development Block Grant (CDBG) awards, including funds granted to subrecipients:

Grantor Agency / Grant Title and Subrecipients	Grant Number-Federal or State	Federal CFDA Number	Pass-through Grant Amount
U.S. Department of Housing and Urban Development			
Community Development Block Grant/Entitlement Grants			
2014 calendar year grant			
Administration *	B-13-MC-35-0004	14.218	$ 9,835
Down Payment Assistance *	B-13-MC-35-0004	14.218	14,202
Emergency Home Repair Program *	B-13-MC-35-0004	14.218	42,500
Storehouse West	B-13-MC-35-0004	14.218	20,598
St. Felix Pantry	B-13-MC-35-0004	14.218	24
Rebuilding Together Sandoval County	B-13-MC-35-0004	14.218	10,454
Total			$ 97,613
2015 calendar year grant			
Administration *	B-14-MC-35-0004	14.218	$ 55,556
Abrazos Family Support	B-14-MC-35-0004	14.218	5,000
Big Brothers Big Sisters	B-14-MC-35-0004	14.218	4,583
Emergency Home Repair Program *	B-14-MC-35-0004	14.218	87,457
Haven House Inc.	B-14-MC-35-0004	14.218	2,882
Sandoval County Shelter Plus Care Program	B-14-MC-35-0004	14.218	8,525
Storehouse West	B-14-MC-35-0004	14.218	12,069
People Helping People	B-14-MC-35-0004	14.218	10,500
Rebuilding Together Sandoval Co.	B-14-MC-35-0004	14.218	63,831
St Felix Pantry Inc.	B-14-MC-35-0004	14.218	11,091
Total			$ 261,494

* Administered directly by the City

CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2015

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____yes __X__no
- Significant deficiency(ies) identified? _____yes __X__none reported

Noncompliance material to financial statements noted? _____yes __X__no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? _____yes __X__no
- Significant deficiency(ies) identified? _____yes __X__none reported

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

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? _____yes __X__no

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster
20.205	Highway Planning and Construction

Dollar threshold used to distinguish between Type A and Type B programs: $300,000

Auditee qualified as low-risk auditee? __X__yes _____no

FINDINGS RELATED TO FINANCIAL STATEMENTS REPORTED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Reference Number: 2015-001
Type of Finding: Findings that do not rise to the level of a significant deficiency
Description: Exceeded Budget Authority

CONDITION
Expenditures in the following funds exceeded the budgeted amounts as submitted to the State of New Mexico.

Fund	Overbudget
Governmental Funds:	
Workers Compensation	$ 70,770
Proprietary Funds:	
Health Self-Insurance	242,089
Dental Self-Insurance	7,474

CRITERIA
All City funds are to be budgeted by the local governing body and submitted to the State of New Mexico Department of Finance and Administration (NMDFA) – Local Government Division for approval. Once adopted, any claims or warrants in excess of budget are a violation of New Mexico Statute 6-6-6, 1978 Compilation, as the fund-level has been established as the legal level of budgetary control.

EFFECT/POTENTIAL EFFECT
The City exceeded the approved expenditure budgets of the funds noted.

CAUSE
The overages occurred because expenditures exceeded original estimates but the City did not submit budget adjustments for the funds prior to the end of the fiscal year.

RECOMMENDATION
The City must follow New Mexico State law budgetary requirements, and should evaluate current practices to determine if additional procedures are necessary to prevent future occurrences.

VIEWS OF RESPONSIBLE OFFICIALS AND PLANNED CORRECTIVE ACTIONS
The City's Budget Manager will meet with the Director of Human Resources at the end of each fiscal quarter to review the actual expenditures of each of these funds to determine if adjustments need to be made to the budgets of any of the funds. Adjustments to the budgets will be made as needed prior to end of the fiscal year.

FINDINGS AND QUESTIONED COSTS RELATED TO FEDERAL AWARDS

None reported.

CITY OF RIO RANCHO, NEW MEXICO
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2015

Status of Findings and Questioned Costs

Reference Number: 2013-001
Program: Per Diem Reimbursements

Status: Corrected.

Reference Number: 2014-001
Program: Community Development Block Grants/Entitlement Grants
CFDA Number: 14.218

Status: Corrected.

An exit conference was held at a closed meeting on November 20, 2015, to discuss the preceding findings. Attending were the following persons:

For the City of Rio Rancho:

Greggory D. Hull, Mayor
Keith J. Riesberg, City Manager
Dan Olsen, Financial Services Director
Michele Finley, Accounting Division Manager

For the Independent Auditor:

Mike Hoerig, CPA
Partner, Heinfeld Meech & Co., P.C.

City of Rio Rancho
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