

CITY OF RIO RANCHO NEW MEXICO

Annual Comprehensive
Financial Report
For the Year Ended June 30, 2025



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**INTRODUCTORY SECTION
(UNAUDITED)**

**CITY OF RIO RANCHO, NEW MEXICO
OFFICIAL ROSTER
JUNE 30, 2025**

MAYOR AND CITY COUNCIL

Greggory D. Hull.....	Mayor
Deb Dapson.....	Councilor – District 1
Jeremy Lenentine.....	Councilor – District 2
Bob Tyler.....	Councilor – District 3
Paul Wymer.....	Councilor – District 4
Karissa Culbreath.....	Councilor – District 5
Nicole List.....	Councilor – District 6

CITY ADMINISTRATION

Matthew B. Geisel.....	City Manager
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ACKNOWLEDGMENTS

This report was prepared by the Department of Financial Services:

- Stephanie Yara, Director of Financial Services
- Melissa Spangler, Deputy Director of Financial Services
- Susan Adams
- Kay Bennett
- Angie Gallegos
- Carole Jaramillo
- Donald Martinez

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



Department of Financial Services

December 16, 2025

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 Annual Comprehensive Financial Report of the City of Rio Rancho (the City) for the fiscal year ended June 30, 2025. 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 based on 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 Annual Comprehensive 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 auditor's 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 auditor's reports on internal controls and compliance with applicable laws and regulations.

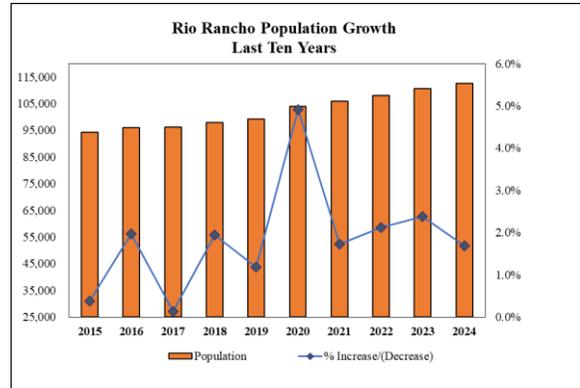
Independent Auditors. Hinkle + Landers, PC, a certified public accounting firm, has audited the City's financial statements. The firm conducted the audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in Government 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 auditor's report at the front of the Financial Section beginning on page 10.

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 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 auditor's report, is included in the Single Audit Section that starts on page 255.

Management's Discussion and Analysis (MD&A). The discussion and analysis beginning on page 14 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.

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 served by east-west Interstate I-40 and north-south Interstate I-25. The Rail Runner provides commuter rail service between the nearby communities of Bernalillo, Albuquerque, Los Lunas, and Santa Fe. There are two general aviation facilities, including the Albuquerque International Sunport, that provide service to the metropolitan area.

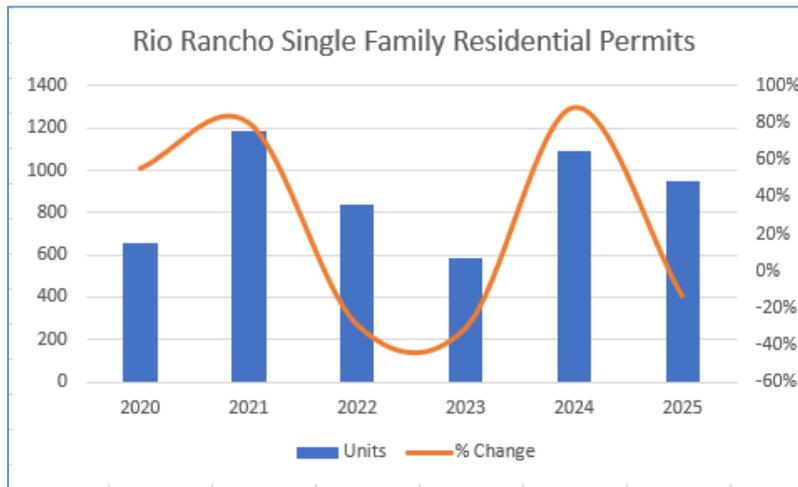


Rio Rancho is the third largest city in New Mexico. Between 2010 and 2020, the City’s population increased from 87,521 to 104,046 (18.8 percent) with population estimates currently at 112,524 (July 1, 2024). The total number of households in Rio Rancho is 39,192 having a median income of \$85,755, which is 38 percent higher than the state median income (2023 estimates).

Government Structure. The City was incorporated in 1981 and adopted a municipal charter as a “home rule” city in 1991. The City has a 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 fewer 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.

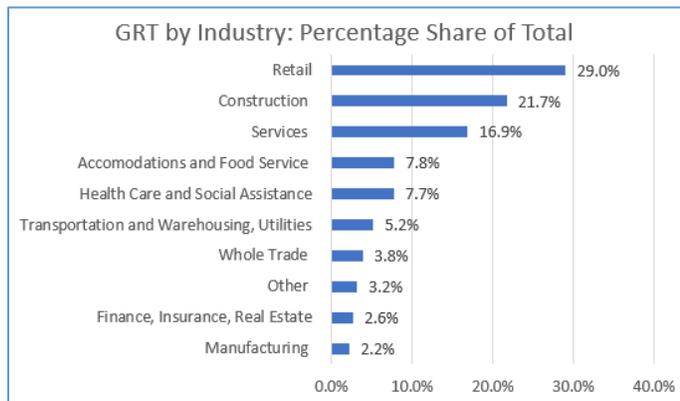
ECONOMIC CONDITION AND OUTLOOK



Local Economy. Between 2012 and 2019, single-family housing permits issued in Rio Rancho averaged about 481 per year, and tax revenues stabilized as housing construction resumed at a modest pace after the 2008 “housing bubble” burst. Since 2020, the number of single-family residential permits issued has grown to an average of 905 per calendar year, with construction GRT increasing to highs not seen since the mid-2000s. The City’s elected officials and management continue to seek

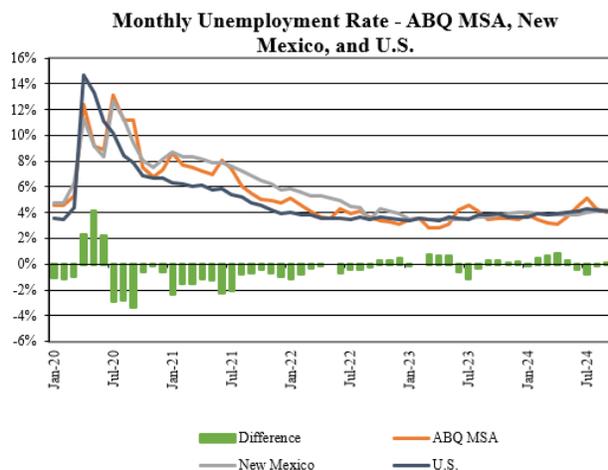
opportunities to diversify the City’s economic base. Having a diverse mix of construction, retail, and service industries will help buffer the City’s budget against future downturns in any one sector. While interest rates and inflationary pressure have slowed housing construction, 2025 permit sales are still well above 2019 levels.

The City’s current financial condition reflects a local economy that is improving. In July 2021, due to a change in State law, the City began receiving gross receipts tax on actual internet sales. This has proven to be a significant benefit for the City which has historically experienced retail “leakage” to businesses in a neighboring City. The retail sector continued to grow from fiscal year 2024 to fiscal year 2025, as did most other sectors. Overall, gross receipts tax revenue was historically high in fiscal year 2025, increasing 5.3 percent year-over-year from the prior year.



Compared to the previous year, growth was seen during fiscal year 2025 in manufacturing at 28.1 percent; “other” industries at 18.5 percent; information and cultural industries at 8.2 percent; professional, education and other services at 5.5 percent, accommodation and food services at 5.1 percent; and health care and social assistance at 4.6 percent. Negative growth was seen in finance, insurance and real estate at -6.1 percent, and utilities and transportation at -10.3 percent. Increased business activity in Retail resulted in growth of 3.6 percent. The key sector of construction showed solid growth at 24.5 percent compared to the same period in the previous year.

In the forecast for fiscal year 2026, the sectors with a positive performance are wholesale, with 61.2 percent growth; construction, 51.0 percent; “other” categories, 39.0 percent; health care and social assistance, 11.2 percent; retail 6.9 percent; utilities and transportation, 3.0 percent; and accommodation and food services, 2.1 percent. The sectors that are projected to decrease are services, -3.6 percent; finance, insurance and real estate, 32.0 percent; and manufacturing, -43.6 percent.



Employment. Prior to the beginning of the pandemic in March 2020, the unemployment rate in the Albuquerque metro area had steadily declined over the previous several years, averaging 4.8 percent since July 2017. At the onset of the pandemic, unemployment numbers increased significantly nation-wide, spiking to 12.4 percent in the Albuquerque MSA in April 2020, while the State and national rates were 11.3 and 14.7 percent respectively. Unemployment rates have declined since these highs in 2020, dropping to 4.2 percent and 4.1 percent in September 2024 statewide and nationally respectively. The metro area unemployment rate was 4.0 in September 2024, which is lower than the statewide and national rate.

The City uses the University of New Mexico’s “FOR-UNM” which informs its forecast for the MSA using the Current Employment Statistics (CES) series produced by New Mexico Department of Workforce Solutions. In its baseline forecast, FOR-UNM predicts average employment for calendar year 2025 to be 407,356 jobs, 1.0 percent more than in 2024 after an addition of 4,122 jobs. 2026 employment is projected to reach 408,506 jobs, an increase of 1,150 jobs or 0.3 percent year over year. Nearly all the 2025 growth is expected to stem from the private sector, which is predicted to grow by 3,774 jobs (1.2 percent) over the course of the year. The public sector is only expected to add 348 jobs (0.4 percent) in 2025. The low 2026 growth rate is dampened by a decrease of 528 jobs (-0.7 percent) in the public sector; private sector employment is predicted to grow by 1,678 jobs (0.5 percent) in 2026. FOR-UNM anticipates gains in 13 of the 19 private sector industries in both 2025 and 2026, though the specific industries expected to decline

differ. Healthcare & social assistance is predicted to see the largest increase in employment both years, with an addition of 2,014 jobs (3.3 percent) forecasted for 2025 and another 1,685 jobs (2.7 percent) for 2026.

Local Economic Growth Highlights. The City’s economy and surrounding area have been based primarily on the Intel manufacturing plant, government and related activities, retail trade, tourism, arts and entertainment, and recreation. Over the past decade, Rio Rancho has experienced steady growth in healthcare. In 2011 and 2012, Presbyterian Rust Medical Center (“Rust”) and University of New Mexico Sandoval Regional Medical Center (“UNMSRMC”) hospitals opened in the City.

Rust and UNMSRMC have attracted additional medical offices in the surrounding areas along the Unser corridor in the Petroglyphs Medical Plaza and Unser Pavilion sites. As part of this associated medical growth, the City has seen Acute Care and Assisted, Independent and Memory Care facilities invest in Rio Rancho. The Village, an approximately 64-acre mixed use development adjacent to Presbyterian Rust Medical Center along the Unser Gateway, is positioning its development to attract medical and wellness providers, as well as retail uses.

The City has attracted industry to provide employment for its residential growth. Intel Corporation, New Mexico’s most prominent manufacturer, has upgraded or overhauled its Rio Rancho site seven times since the 1980s. Over the past few years, Intel has repositioned its Rio Rancho facility from traditional wafer chip manufacturing to new technologies. In Spring, 2021, Intel announced that it will invest \$3.5 billion to equip its Rio Rancho operations for the manufacture of advanced semiconductor technologies. Modernization of the plant, the construction of which is almost complete, is to accommodate Intel’s advanced packaging technology and silicone photonics. The project has created 1,000 construction jobs. The expansion is expected to create at least 700 additional high-tech jobs.

The office and customer contact center industry has played a key role in Rio Rancho for more than two decades. HP, Inc. has operated a sales and premium support center since 2009, currently employing approximately 750 workers with a \$60 million payroll. Bank of America, which has operated a customer care facility in Rio Rancho since 1999.

Rio Rancho continues to be an attractive place to live for both growing families and retirees. The City has issued more than 4,500 single family residential permits in the last five years. Rio Rancho held 39.9 percent of the housing starts market share in the Albuquerque MSA (plus Santa Fe) in fiscal year 2024. The housing market has seen a significant increase in the median home value over the past three years.

The City has entered into a number of tax abatement arrangements with various companies to spur economic growth and encourage investment in the City. The City has issued Industrial Revenue Bonds (IRB) for various companies including manufacturing, customer contact centers, biotechnology and most recently solar energy and energy storage facilities. There are currently 10 IRBs outstanding, each of which provides abatement of real and personal property as well as exemption from gross receipts tax on equipment purchases. Arrangements for payment in lieu of taxes (PILOT) vary. Each of the companies benefitting from an IRB have brought new jobs to the City, strategically contributing to its growth.

In addition, the City has formed three (3) tax increment development districts (TIDDs). Formed as a financing mechanism for developers to fund infrastructure, these districts receive what would be the City’s share of gross receipts taxes for expenditures within their boundaries. The revenue is then used to fund the construction of infrastructure necessary for developing commercial areas where none currently exists. Once complete, the District conveys the infrastructure to the City. While the City forgoes its tax revenue from business activities within the Districts’ boundaries, it benefits from the infrastructure and improvements made and financed by the district. Businesses locating within the district, not only create new jobs but also benefit residents and visitors. Additional information on the City’s tax abatement arrangements can be found beginning on page 91.

Long-term Financial Planning and Policies. On September 28, 2023, the Governing Body formally adopted a Strategic Plan for fiscal years 2023 – 2028. In that plan, five key service areas were identified as the most reflective and essential to the citizens based on survey data and stakeholder input. Goals, grouped under the five key service areas, were set to support the organization in achieving its mission and vision. In addition, core values were established. Topping the list of core values is stewardship – to be fiscally responsible, conserve and sustain for future generations. The Strategic Plan informs the City’s budget priorities and decisions.

The City's economy had been challenging to forecast after the COVID-19 pandemic five years ago, as there was no comparable historical data to use as a guide. As a result, the City emphasized a conservative approach in development of its operating budgets. This, coupled with bolstering City reserves, ensured that critical public services were maintained throughout this time of uncertainty.

Gross Receipts Tax (GRT) revenue was expected to decline significantly due to pandemic-related business impacts. While some sectors declined, GRT has far exceeded conservative and pessimistic estimates for the past five years. More local shopping coupled with new revenue from the State via Internet GRT has improved the City's financial outlook far beyond its pessimistic estimates. In addition, significant construction activity from new single-family home building and multiple commercial projects has contributed to historically high GRT revenues. Meanwhile, the labor market has become increasingly tight over the past several years. Competition to hire and retain employees citywide has become increasingly difficult despite measures taken to be competitive with other public sector employers.

The General Fund ended fiscal year 2025 with an unassigned fund balance of \$70.4 million, which equals 71.7 percent of the fund’s annual expenditures under the modified-accrual basis of accounting (excluding transfers out). On a budgetary basis, the General Fund’s reserves ended the year at 71.7 percent of actual expenditures (excluding transfers out), which exceeds the State of New Mexico requirement of 1/12th, or 8.3 percent, of expenditures as well as the City’s policy target of 25 percent. This accumulation of reserves reflects the City’s conservative strategy for managing its funds during periods of uncertainty.

The fiscal year 2026 General Fund budget compared to actual fiscal year 2025 results includes a \$6.5 million, or 6.7 percent increase in expenditures, which includes a 4.0 percent cost of living increases for all employee groups. A 15.0 percent increase to health insurance and 9 new full-time equivalent positions is also included in the fiscal year 2026 budget. For all other governmental funds, fiscal year 2026 budgeted operating expenditures compared to actual expenditures in fiscal year 2025 are increasing 2.9 million or 5.1 percent. This is the result of the additional grant and GO Bond funding for fiscal year 2026. As one-time revenue becomes available in fiscal year 2026, the budget will be adjusted to include additional one-time expenditures.

The City develops a five-year financial plan for the General Fund each year which contemplates known changes in sources of revenue, significant changes in expenses (e.g. personnel costs associated with the planned opening of a new fire station), and anticipated debt service for capital needs. In each year of the five-year plan, the General Fund is structurally balanced with recurring revenue sufficient to fund recurring expenses. In addition, the five-year plan includes general fund reserves of 25 percent of operating expenses or higher in each fiscal year, meeting the City’s policy requirements. 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 anticipated funding sources to pay for the various projects. Finally, the budget includes sufficient resources to meet annual debt service requirements, and the City complies 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 annual comprehensive financial report for the fiscal year ended June 30, 2024. This was the 20th 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 annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to 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 efforts to provide professional and outstanding service to the citizens of Rio Rancho.

Respectfully submitted,



Matthew B. Geisel
City Manager



Stephanie M. Yara
Director of Financial Services



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Rio Rancho
New Mexico**

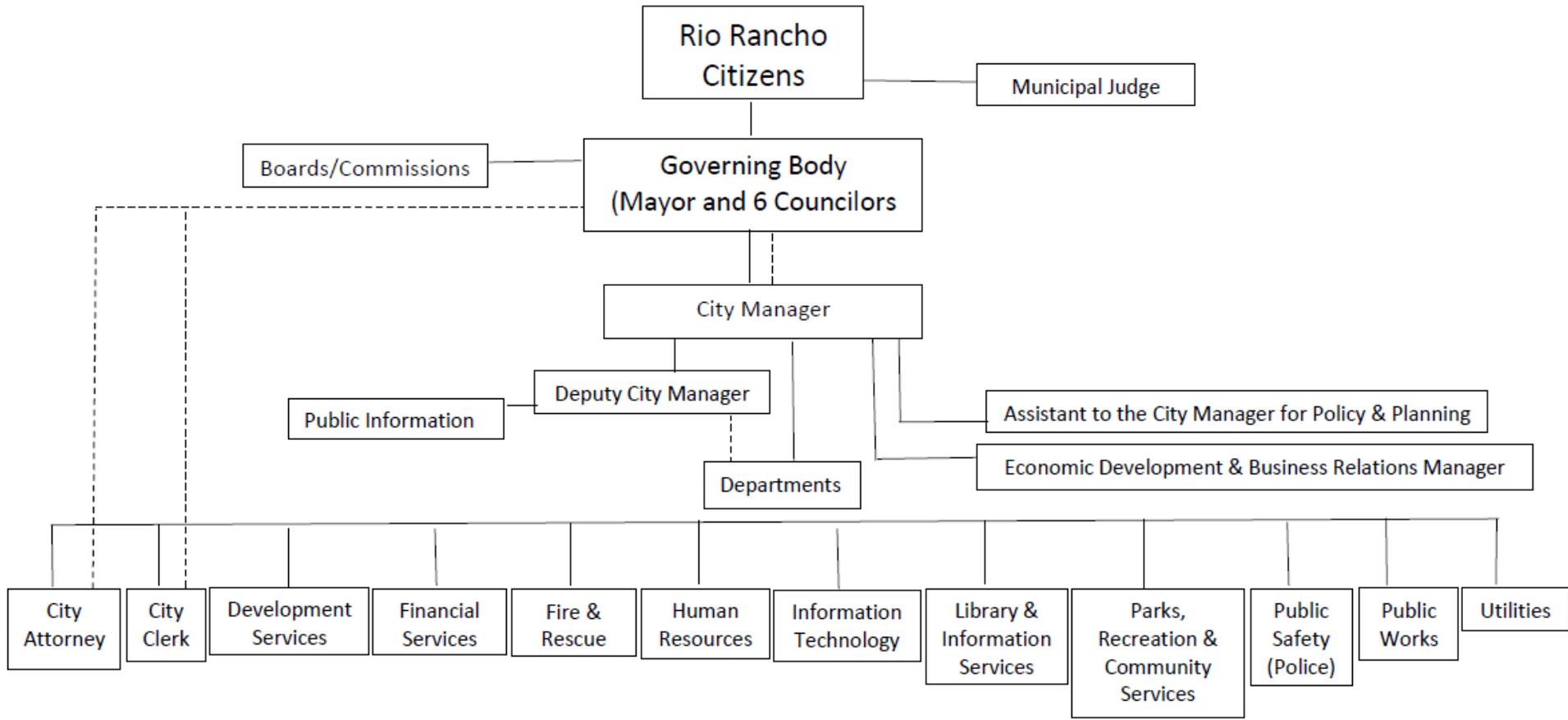
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

**CITY OF RIO RANCHO, NEW MEXICO
ORGANIZATIONAL STRUCTURE
JUNE 30, 2025**



Dotted line indicates Charter duties and/or duties as assigned by City Manager on as needed basis

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

Honorable Mayor and Members of the City Council
City of Rio Rancho, New Mexico and
Joseph M. Maestas, PE, CFE, State Auditor
State of New Mexico, Office of the State Auditor

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the budgetary comparisons for the general fund and major special revenue fund of the City of Rio Rancho (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2025, and the respective changes in financial position, and where applicable, cash flows thereof and the respective budgetary comparisons for the general fund and major special revenue fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matters

Adoption of New Accounting Guidance

As discussed in Note 1 to the financial statements, the City adopted the provisions of Governmental Accounting Standards Board (GASB) 101, *Compensated Absences*, which is effective for fiscal years beginning after December 15, 2023.

As discussed in Note 15, the adoption of GASB 101 resulted in a restatement of beginning net position. Our opinions are not modified with respect to this matter.

Error Corrections

As discussed in Note 15, the City has restated the 2024 financial statements and related beginning balances, as applicable, to correct an error in the recognition of revenue and capital assets. As part of our audit of the financial statements for the year ended June 30, 2025, we also audited the adjustments described in Note 15 that were applied to restate the 2024 financial statements. In our opinion, such adjustments are appropriate and have been properly applied. We were not engaged to audit, review, or perform any procedures on the 2024 financial statements other than with respect to those adjustments and, accordingly, we do not express an opinion or any other form of assurance on the 2024 financial statements as a whole. Our opinions are not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, as listed in the table of contents, schedules of the City's proportionate share of the net pension and OPEB liabilities and the City's contributions, as listed under "Required Supplementary Information" in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, which 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.

Supplementary and Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules, and Schedule of Expenditures of Federal Awards, as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance), and other schedules

required by 2.2.2 NMAC, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 auditing standards generally accepted in the United States of America. In our opinion, such information, including the schedule of expenditures of federal awards, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report (ACFR). The other information comprises the introductory and statistical sections, but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2025, on our consideration of the City'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 solely 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 effectiveness of the City's 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 the City's internal control over financial reporting and compliance.



Hinkle + Landers, PC
Albuquerque, New Mexico
December 16, 2025



FINANCIAL SECTION

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

The following is a discussion and analysis of the City of Rio Rancho's financial performance and activities for the year ended June 30, 2025. 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

- Combined net position ended the year at \$873 million, which is an increase of \$125.4 million, or 16.8 percent from the prior year. Assets increased \$169.7 million, or 16.4 percent, and deferred outflows of resources increased \$7.7 million, or 23.1 percent. Liabilities increased \$56.2 million, or 18.7 percent, while deferred inflows of resources decreased by \$3.9 million, or 21.2 percent. Positively affecting the net position are increases in capital assets, investments and deferred outflows of resources, primarily those associated with deferred pension plan items. In addition, decreases in deferred inflows of resources contributed to the overall increase in combined net position, offsetting the increase in long-term debt.

Capital Assets and Long-term Liabilities

- The City added \$58.8 million in new capital and leased assets (net of deletions, depreciation and amortization) including equipment and vehicles, building renovations and security upgrades, parks and recreational facility improvements, and major road, drainage and water/wastewater improvements. Major projects completed during the year include: College Boulevard Phase 1, Campus Park Phase 2, Northern Boulevard from NM 528 to Rockaway Boulevard infrastructure, Well 13 re-drill, building improvements to Fire Station 1, Sports Complex North concession building, Loma Colorado Library, Police Headquarters and parking lot, Aquatic Center, Rainbow Pool, Star Heights Recreation Center, and City Hall. Several fire apparatus units and police vehicle replacements were also acquired during the year. Major projects currently in progress include Residential Hybrid Mill and Inlay Phase 2 and 3; Broadmoor Boulevard Mill and Inlay; Lema Road; 19th Avenue NE; Safelite Boulevard; park improvements at Vista Sandia and Star Heights parks; Broadmoor Center Senior Center Phase 2; and Wastewater Treatment Plant 2 Headworks. Right-of-use assets and subscription-based IT arrangements added during the year amounted to \$1.3 million, net of accumulated amortization.
- As of June 30, 2025, the City's share of the New Mexico Public Employees Retirement Association (PERA) net pension liability was \$126.6 million, which represents 1.77 percent, 3.80 percent, 4.52 percent of PERA's total net pension liability for Muni General, Police, and Fire, respectively.
- As of June 30, 2025, the City's combined New Mexico Retiree Health Care Authority (RHC) net OPEB liability was \$12.8 million. The City's proportionate share for fiscal year 2025 was 0.72 percent for combined governmental and business-type activities. The City's proportionate share of OPEB liability was based on actual contributions to the Fund for the year ended June 30, 2025.

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Fund Level

- The General Fund ended the year with an unassigned fund balance of \$70.3 million, which equals 56.7 percent of the fund's fiscal year 2025 actual expenditures (including transfers out), and is well above the policy target level of 25 percent established in fiscal year 2021.
- On a budgetary basis, General Fund revenues were \$8.4 million, or 7.3 percent above the final budget and General Fund expenditures were \$27.7 million, or 21.9 percent below the final budget.
- The Utility Fund net position increased \$38.2 million (10.5%) over the prior year and ended the year at \$413.6 million. This included the recognition of \$10.5 million of developer contributed assets related to the prior year that required a restatement of Net Position.
- Four new governmental funds were added in 2025. The 2025 State Shared Gross Receipts Tax (SSGRT) Revenue Bond Construction fund was determined to be a major capital fund. The 2025 SSGRT Debt Service fund and Fire Fighter Recruitment special revenue fund were determined be non-major. The 2024 GO Bond Debt Service fund is included in the combined General Obligation Bond Fund, which was determined to be non-major.

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 required supplementary information related to pension and OPEB, 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

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

has two business-type activities that include a water/wastewater 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.

Custodial Funds – Custodial funds account for resources held for the benefit of parties outside the government. Custodial 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, lease-related activities, software-based IT arrangements, pension and OPEB liabilities, as well as deferred inflow/outflow for pension and OPEB items are included on the government-wide statements but are not included on the governmental fund statements.

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

- Capital and lease spending produce assets on the government-wide statements but are 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 and other post-employment benefits (OPEB).

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 Grant 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. The largest portion of the net position is *Net investment in Capital Assets* totaling \$635.5 million, or 72.8 percent of total net position.

Restricted net position totals \$164.7 million, or 18.9 percent of total net position and is subject to external restrictions on how the resources may be used. The remaining balance of net position, \$72.8 million, or 8.3 percent of total net position, is *unrestricted* and may be used at the City's discretion to

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

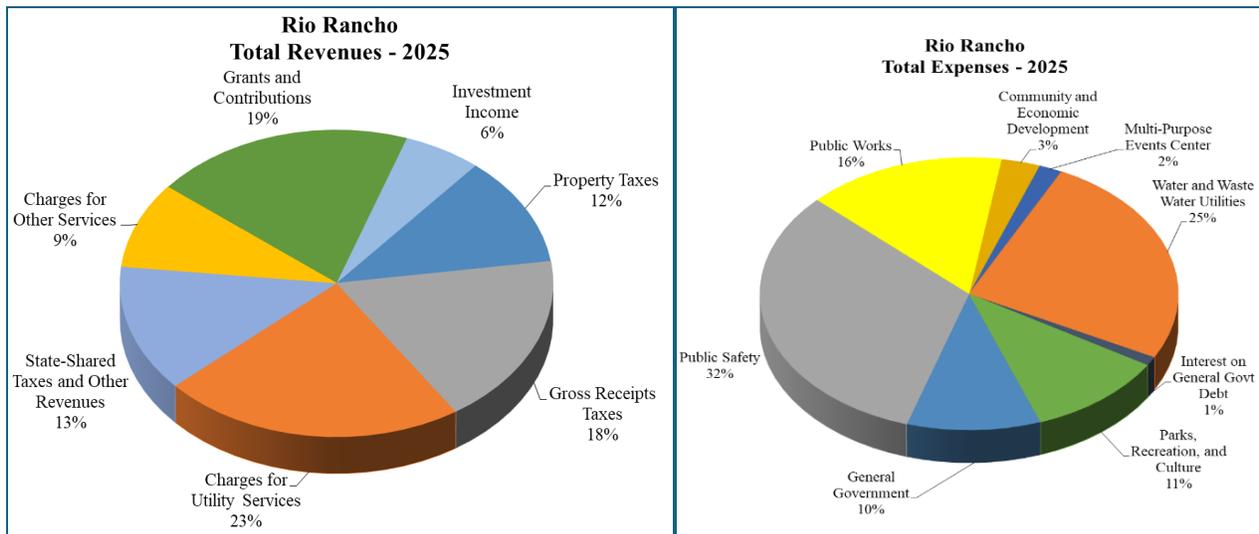
meet its ongoing obligations to citizens and creditors. Unrestricted net position increased by \$1.0 million, or 1.5%. Governmental activities saw a decrease in unrestricted net position of \$11.2 million while business-type activities saw an increase in unrestricted net position of \$12.2 million. The negative unrestricted net position in governmental activities is due to the recording of pension and OPEB liabilities. The following table compares the current year's net position to the prior year. The increase in net position is primarily due to significant increases in the City's investments and capital assets, including developer contributions.

Net Position as of June 30

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and Other Assets	\$ 271,299,787	\$ 202,886,937	\$ 118,130,855	\$ 108,384,171	\$ 389,430,642	\$ 311,271,108
Capital Assets	398,938,206	339,142,726	414,048,933	382,296,554	812,987,139	721,439,280
Total Assets	670,237,993	542,029,663	532,179,788	490,680,725	1,202,417,781	1,032,710,388
Total Deferred Outflows of Resources	34,544,628	26,200,551	6,461,435	6,815,279	41,006,063	33,015,830
Current and Other Liabilities	22,344,966	22,429,127	5,099,752	4,977,475	27,444,718	27,406,602
Long-Term Liabilities	229,825,792	166,433,447	98,633,621	105,892,342	328,459,413	272,325,789
Total Liabilities	252,170,758	188,862,574	103,733,373	110,869,817	355,904,131	299,732,391
Total Deferred Inflows of Resources	14,022,306	17,741,996	480,989	653,475	14,503,295	18,395,471
Net Position:						
Net Investment in Capital Assets	311,854,305	296,761,735	323,611,343	284,383,670	635,465,648	581,145,405
Restricted	161,627,690	88,599,300	3,112,725	6,086,575	164,740,415	94,685,875
Unrestricted	(34,892,438)	(23,735,391)	107,702,793	95,502,467	72,810,355	71,767,076
Total Net Position	\$ 438,589,557	\$ 361,625,644	\$ 434,426,861	\$ 385,972,712	\$ 873,016,418	\$ 747,598,356

Changes in Net Position

The City's combined net position increased \$125.4 million, or 16.8 percent from the prior year. Net position of governmental activities increased \$77.0 million, or 21.3 percent; while net position of business-type activities increased \$48.5 million, or 12.6 percent. The following charts and schedules summarize the City's revenues and expenses relative to each other and to the prior year.



**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Governmental Activities

In total, revenues for all governmental activities increased \$34.7 million, or 20.7 percent from the prior year. The overall increase is the net result of increases and decreases in the various sources of funding. There was a significant increase in capital grants of \$31.1 million. Total property tax revenue increased \$2.5 million, or 8.1 percent, primarily due to an increase residential and commercial construction activity in the City. Gross receipts taxes increased \$2.6 million, or 5.3 percent, due to increased business activity, particularly in the retail, construction, healthcare and social services, and accommodation and food services sectors. Other general revenues increased \$3.6 million, or 8.9 percent.

**Changes in Net Position
Years Ended June 30**

	Governmental Activities		Business-Type Activities		Total		Change
	2025	2024	2025	2024	2025	2024	2024-2025
REVENUES							
General Revenues:							
Taxes	\$ 92,004,339	\$ 86,346,192	\$ -	\$ -	\$ 92,004,339	\$ 86,346,192	6.6 %
Other General Revenues	44,155,904	40,545,564	5,814,089	4,915,118	49,969,993	45,460,682	9.9 %
Program Revenues:							
Charges for Services	25,365,713	24,488,919	66,795,216	63,029,902	92,160,929	87,518,821	5.3 %
Operating Grants	4,468,919	10,994,184	-	1,145,396	4,468,919	12,139,580	(63.2)%
Capital Grants	36,332,036	5,220,187	15,919,939	-	52,251,975	5,220,187	901.0 %
Total Revenues	202,326,911	167,595,046	88,529,244	69,090,416	290,856,155	236,685,462	22.9 %
EXPENSES							
General Government	20,311,690	17,511,015	-	-	20,311,690	17,511,015	16.0 %
Public Safety	62,990,551	53,071,714	-	-	62,990,551	53,071,714	18.7 %
Public Works	29,245,126	24,595,960	-	-	29,245,126	24,595,960	18.9 %
Parks, Recreation, and Culture	20,717,548	16,374,515	-	-	20,717,548	16,374,515	26.5 %
Community and Econ. Develop.	5,911,400	5,023,954	-	-	5,911,400	5,023,954	17.7 %
Interest on General Govt. Debt	2,121,781	1,227,210	-	-	2,121,781	1,227,210	72.9 %
Water and Waste Water Utilities	-	-	49,254,949	37,219,042	49,254,949	37,219,042	32.3 %
Multi-Purpose Events Center	-	-	3,484,587	2,878,758	3,484,587	2,878,758	21.0 %
Total Expenses	141,298,096	117,804,368	52,739,536	40,097,800	194,037,632	157,902,168	22.9 %
Excess (Deficiency)	61,028,815	49,790,678	35,789,708	28,992,616	96,818,523	78,783,294	
Transfers of Capital Assets	(103,856)	(1,452,500)	103,856	1,452,500	-	-	
Transfers	(1,635,749)	(4,963,052)	1,635,749	4,963,052	-	-	
CHANGE IN NET POSITION	59,289,210	43,375,126	37,529,313	35,408,168	96,818,523	78,783,294	
Net Position - Beginning	361,625,644	318,250,518	385,972,712	350,564,544	747,598,356	668,815,062	
Restatement	17,674,703	-	10,924,836	-	28,599,539	-	
Net Position - Beginning, Restated	379,300,347	318,250,518	396,897,548	350,564,544	776,197,895	668,815,062	
NET POSITION - ENDING	\$ 438,589,557	\$ 361,625,644	\$ 434,426,861	\$ 385,972,712	\$ 873,016,418	\$ 747,598,356	16.8 %

Total governmental activities expenses increased \$23.5 million, or 19.9 percent compared to the prior year. All categories of expense activity increased, with the most significant increases seen in Interest on General Governmental Debt at \$894 thousand, or a 72.9 percent increase from the prior year; Parks, Recreation and Culture at \$4.3 million, or 26.5 percent increase; and Public Works at \$4.6 million, or 18.9 percent increase. The increase across all categories of expense is due to cost-of-living increases, increased employee benefit costs, and overall cost escalations for program supplies and professional services. Further, additional resources continue to be devoted to facility repairs and

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

maintenance projects which had previously been deferred, public safety facilities and equipment, road maintenance, park maintenance, as well as technology upgrades.

The following table shows to what extent the City's governmental activities relied on self-generated revenues to cover program costs. For fiscal year 2025, these activities covered \$66.2 million, or 46.8 percent of their total expenses through grants and charges for services. Taxes and other general revenues covered the remaining \$75.1 million, or 53.2 percent of expenses.

**Net Cost of Governmental Activities
Years Ended June 30**

ACTIVITIES	Program Expenses 2025	Less Program Revenues 2025	Net Program Costs		Program Revenues as a Percentage of Program Expenses	
			2025	2024	2025	2024
			General Government	\$ 20,311,690	\$ (11,538,959)	\$ 8,772,731
Public Safety	62,990,551	(13,977,122)	49,013,429	35,089,565	22.2	33.7
Public Works	29,245,126	(26,067,767)	3,177,359	20,572,019	89.1	36.7
Parks, Recreation, and Culture	20,717,548	(10,383,834)	10,333,714	12,489,466	50.1	38.0
Community and Economic Development	5,911,400	(4,198,986)	1,712,414	970,111	71.0	80.7
Interest on Long-Term Debt	2,121,781	-	2,121,781	1,227,210	-	-
Total Governmental Activities	<u>\$ 141,298,096</u>	<u>\$ (66,166,668)</u>	<u>\$ 75,131,428</u>	<u>\$ 77,101,078</u>	46.8 %	37.3 %

Business-type Activities

Overall, net position for business-type activities increased \$48.5 million, or 12.6 percent, and ended the year at \$434.4 million. Following is a summary of activities within the Utility and Multi-Purpose Events Center functions.

Water and Waste Water Utility. As a result of the most recent study to evaluate the existing rates and plan for future needs, a new rate structure was adopted in March of 2025. The plan includes a three percent increase to water, wastewater, and water rights acquisition fees between fiscal years 2026-2030, and a five percent increase to bulk water rates through the same period. Utility operating revenues increased \$3.4 million, or 5.8 percent in 2025 as a net result of increases in charges for services and new accounts being added.

Total Utility production cost expenses increased \$9.7 million, or 46.2 percent. This is primarily due to an overall increase in the program supplies, deferred system maintenance activities, and the Advanced Metering Infrastructure (AMI) pilot project which continued during fiscal year 2025. The project is bringing smart technologies to meters for more accurate readings and ease of operation. Utilities net position increased \$48.7 million, or 13.3 percent, and ended the year at \$413.6 million.

Multi-Purpose Events Center (MPEC). Operating revenues for the MPEC decreased by \$381 thousand, or 28.4 percent, due to a decrease in events held at the Events Center during 2025. Operating expenses increased \$617 thousand, or 26.0 percent compared to the prior year. This

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

increase is related to an increase in the operating subsidy needed to support the events center. Net position of the MPEC Fund increased \$224 thousand to end the year at \$20.8 million.

CAPITAL ASSETS, LONG-TERM OBLIGATIONS, PENSIONS, AND OTHER POST-EMPLOYMENT BENEFITS

Capital Assets

The City's total net capital assets ended the year at \$813.0 million, an increase of 12.3% over the prior year. The City added \$91.5 million in new capital and leased assets (net of deletions, depreciation and amortization) including equipment and vehicles, building renovations and major road, drainage and water/wastewater improvements. Major projects completed during the year include: College Boulevard Phase 1, Campus Park Phase 2, Northern Boulevard from NM 528 to Rockaway Boulevard infrastructure, Well 13 re-drill, building improvements to Fire Station 1, Sports Complex North concession building, Loma Colorado Library, Police headquarters and parking lot, Aquatic Center, Rainbow Pool, Star Heights Recreation Center, and City Hall. Several fire apparatus units and police vehicle replacements were also acquired. Right-of-use assets and subscription-based IT arrangements in 2025 totaled \$3.0 million less \$2.3 million in accumulated amortization. Increases in the Construction-in-Progress category resulted from significant effort on new and ongoing projects net of completion of projects which shifted the asset to a depreciating asset category. Also, during 2025, the City recognized \$51 million in developer contributed infrastructure.

As mentioned above, the City has a variety of active construction projects as of June 30, including parks and recreation improvements, facilities improvements, transportation improvements and water and wastewater improvements. However, no outstanding construction commitments are reported beyond accounts payable for work completed as of June 30. The City construction contracts contain a "non-appropriations" clause which allows for termination of the contract if sufficient appropriations are not made by the governing body. Additionally, the City reserves the right to terminate construction contracts for cause or convenience.

Note 7 of the financial statements provides more information about the City's capital assets.

Long-term Debt

Governmental Activities. During 2025, the City issued \$16 million in General Obligation Bonds, and \$30.5 million of Gross Receipts Tax Revenue Bonds to fund capital construction projects. The Series 2013 GRT Refunding bonds matured and were paid off, as well as a direct loan borrowing from the New Mexico Finance Authority (NMFA).

Business Type Activities. During 2025, the City borrowed \$1.7 million in direct notes to finance water and wastewater improvements. The Series 2013 Utility Revenue Refunding bonds matured and were paid off.

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Pensions

The accounting standards related to pensions require the City to report its proportionate share of the New Mexico Public Employees Retirement Association (PERA) net pension liability. For fiscal year 2025, the City's net pension liability was \$122.5 million for governmental activities and \$4.1 million for business-type activities. The City's net pension liability was calculated based on information provided by PERA 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.

Other Post-employment Benefits

The accounting standards related to other post-employment benefits (OPEB) require the City to report its proportionate share of the New Mexico Retiree Health Care Authority (RHC) net OPEB liability. For fiscal year 2025, the City's net OPEB liability was \$12.3 million for governmental activities and \$514 thousand for business-type activities. The City's net OPEB liability was calculated based on information provided by RHC in conformance with GASB standards. The City does not control or influence any of the factors that determine the City's net OPEB liability except to the extent the City hires employees who are covered by RHC.

The following table presents changes in the City's long-term obligations relative to the prior year. Note 8 provides more details on the City's long-term debt and other long-term obligations.

**LONG-TERM LIABILITIES
JUNE 30**

	Governmental Activities		Business-Type Activities		Total		Total % Change 2024-2025
	2025	2024	2025	2024	2025	2024	
General Obligation Bonds, Net	\$ 40,538,442	\$ 28,440,712	\$ -	\$ -	\$ 40,538,442	\$ 28,440,712	42.5 %
GRT Revenue Bonds, Net	38,573,122	9,772,554	12,546,494	14,252,422	51,119,616	24,024,976	112.8 %
Utility Revenue Bonds, Net	-	-	71,573,846	78,320,583	71,573,846	78,320,583	(8.6)%
Notes from Direct Borrowings	5,485,736	6,717,799	9,728,654	9,222,080	15,214,390	15,939,879	(4.6)%
Compensated Absences	7,775,524	6,428,658	147,000	144,710	7,922,524	6,573,368	20.5 %
Lease Liability	261,842	247,134	66,154	51,798	327,996	298,932	9.7 %
Subscription Liability	2,340,384	1,076,274	-	-	2,340,384	1,076,274	100.0 %
Net Pension Liability	122,519,171	103,107,355	4,057,657	3,457,292	126,576,828	106,564,647	18.8 %
Net OPEB Liability	12,331,571	10,642,961	513,816	443,457	12,845,387	11,086,418	15.9 %
Total	<u>\$ 229,825,792</u>	<u>\$ 166,433,447</u>	<u>\$ 98,633,621</u>	<u>\$ 105,892,342</u>	<u>\$ 328,459,413</u>	<u>\$ 272,325,789</u>	<u>20.6 %</u>

FINANCIAL ANALYSIS OF THE CITY'S GOVERNMENTAL FUNDS

Fund Balances

As of June 30, 2025, the City's governmental funds reported combined fund balances of \$236.6 million, an increase of \$65.3 million, or 38.1 percent from the prior year. Of the total fund balances, \$161.6 million, or 68.3 percent, is restricted for various purposes, such as debt service and future capital projects, and is therefore unavailable for discretionary spending. Committed fund balance totals \$8.4 million, or 3.5 percent, and is committed by policy for various purposes. \$29 thousand, or less than 0.01 percent, is assigned and segregated per the requirements of the State of New Mexico Department of Finance and Administration. The remaining \$66.6 million, or 28.1 percent, is unassigned and available for new spending.

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

The following table presents the City's 2025 ending governmental fund balances.

**Governmental Fund Balances
June 30, 2025**

	General Fund	Grants Fund	State Shared GRT Revenue Bond Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
Restricted	\$ 10,575,248	\$ 1,347,616	\$ 32,204,774	\$ 47,087,636	\$ 14,656,408	\$ 55,756,008	\$ 161,627,690
Committed	-	-	-	8,364,191	-	-	8,364,191
Assigned	-	-	-	28,595	-	-	28,595
Unassigned	68,498,660	-	-	(1,208,906)	-	(693,354)	66,596,400
Total	\$ 79,073,908	\$ 1,347,616	\$ 32,204,774	\$ 54,271,516	\$ 14,656,408	\$ 55,062,654	\$ 236,616,876

General Fund

During 2025, the fund balance in the General Fund increased \$4.2 million, or 5.6 percent from the prior year. Revenues exceeded expenses by \$24.2 million and there were \$25.9 million in transfers out to other funds. These transfers included \$13.8 million for one-time projects including funding to improve roads and parks and recreational facilities throughout the City. In addition, transfers of pledged gross receipts tax (GRT) revenue from the General Fund to the appropriate Debt Service Funds totaled \$2.7 million. Other transfers were to special revenue funds for strategic planning initiatives (\$3.8 million), and operations of the Regional Emergency Communications Center (\$2.5 million). Transfers to proprietary funds included the Events Center for operations and various facility improvement projects (\$1.4 million), and the Health Self-Insurance Fund (1.4 million).

Revenues. Municipal gross receipts taxes increased \$2.3 million, or 5.4 percent from the prior year for the General fund. This is due to increased business activity particularly in the retail, construction, healthcare and social services, and accommodation and food services sectors. Property tax revenue increased \$1.6 million, or 7.0 percent, in the general fund due to a combination of new properties and property improvements the value of which was added to the tax rolls, and a 1.71 percent inflationary factor applied under New Mexico's "yield control" formula, the maximum allowable under state statute. Intergovernmental – State revenues increased by \$1.3 million, or 4.0 percent in the General Fund due to increases in state shared gross receipts taxes which results from increased business activity as noted above. In total, actual General Fund revenues increased \$6.2 million, or 5.2% over the prior year.

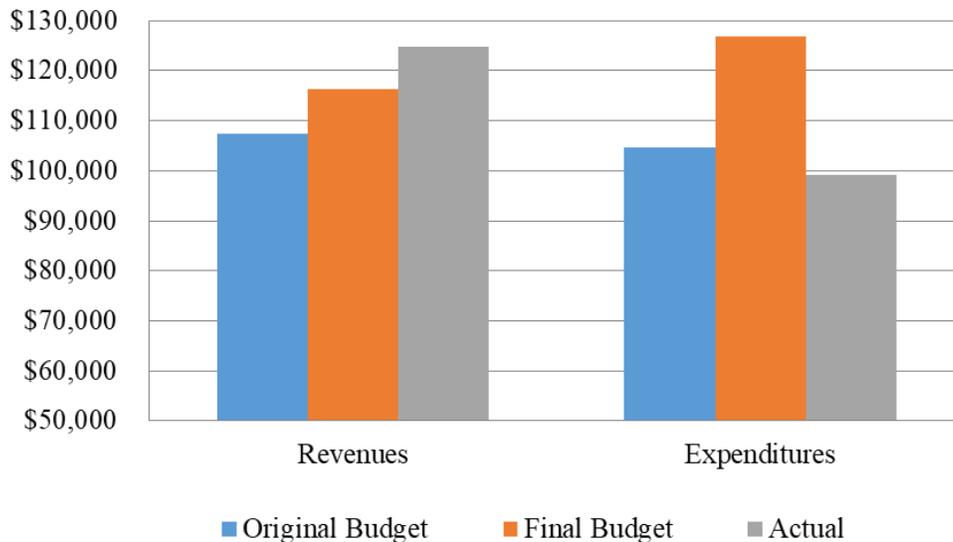
Expenditures and Transfers. Total General Fund expenditures increased \$15.9 million, or 18.9 percent, and transfers made to other funds increased by \$1.2 million, or 4.9 percent. The increase in expenditures is due to cost-of-living increases, increased employee benefit costs, and overall cost escalations for program supplies and professional services. Further, additional resources continue to be devoted to facility repairs and maintenance projects which had previously been deferred, as well as technology upgrades to increase citizen engagement and transparency.

Budgetary Highlights. On a budgetary basis, the final 2025 General Fund budget estimated a \$28.7 million decrease in fund balance; however, actual fund balance increased \$5.6 million. This change was the result of favorable variances in both revenues of \$8.4 million, and in expenditures of \$27.7

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

million. Following are other amendments to the General Fund budget and comparisons of actual results to the budget for the fiscal year:

**City of Rio Rancho
2025 General Fund Budget v. Actual
(in thousands)**



The General Fund revenue budget was increased during the year from \$107.4 million to \$116.3 million. This \$8.9 million increase was primarily the result of higher than projected gross receipts tax revenue early in the fiscal year, also seen in the Intergovernmental – State category which reflects the State’s share of gross receipts taxes paid to the City.

Gross receipts taxes, budgeted using a “pessimistic” economic scenario, performed much better than the forecast, particularly with respect to retail, construction, healthcare and social services, and accommodation and food services sectors business activities. Also contributing to the positive variance was an increase in property taxes, charges for services and investment income.

- Actual property tax revenues were \$114 thousand, or 0.1 percent less than the final amended budget.
- Charges for services such as recreation fees, alarms, ambulance, certain development related services and recreational services were \$1.2 million, or 14.3 percent more than the final amended budget. This is a primarily due to increased development related charges for services due to construction activity in the City, as well as increased ambulance services for which the City receives a fee.
- Investment income was \$1.3 million higher than the final budget due to an increase in funds available for investment, a more focused investment strategy, favorable market conditions and continued re-investment of interest and dividend income.

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

On a budgetary basis, total General Fund revenues were \$17.4 million, or 16.2 percent higher than the original budget, and \$8.4 million, or 7.3 percent above the final budget. Total expenditures were \$5.4 million below, or 5.2 percent, and \$27.7 million, or 21.9 percent below the original and final budgets, respectively. The budgetary comparison statement on page 35 presents budget-to-actual results for all major revenue sources, and expenditures in 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.

Grants Fund

For fiscal year 2025, the Grants Fund is reported as a major governmental fund. The fund is used to account for various State and Federal grants received by the City. During the year, the most significant revenues in the fund were received from the Department of Transportation Highway Planning and Construction grants of \$2.4 million; and from the Environmental Protection Agency Drinking Water Revolving Loan Fund in the amount of \$1.7 million.

The City continued to spend residual funding from the American Rescue Plan Act (ARPA) grant made from the Federal Coronavirus Local Fiscal Recovery Fund, in support to the City for COVID-related recovery activities and certain infrastructure. This grant was received in two installments of \$6.44 million each. During fiscal year 2025, these funds supported \$764 thousand in grant expenditures for utilities infrastructure. The remaining ARPA funds are recorded as unearned revenue.

Other grants totaling \$1.4 million supported public safety activities and the purchase of related equipment including police operations to mitigate DWI and to encourage use of seatbelts, drug enforcement activities, and funding for homeland security related training, equipment and supplies; and Housing and Urban Development (HUD) Community Development Block Grants which provided energy efficient housing retrofits.

State Shared GRT Revenue Bond Fund

Also reported as a major fund for fiscal year is the new State Shared GRT Revenue Bond Fund. The fund is used to account for the proceeds of the 2025 SSGRT revenue bond issued during the year in the amount of \$32.2 million earmarked for road construction projects and related land acquisition. The City has a strategic focus on improving roads. In addition to receiving federal and state grants for various road projects, the City has dedicated significant general fund resources to road infrastructure. The bond proceeds are held as investments that will be liquidated to fund the related capital activity.

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

Nonmajor Governmental Funds

The City's nonmajor governmental fund balances increased \$28.1 million, or 36.3 percent from the prior year to \$124.0 million. The increase can be attributed to various factors. Most significant among them is the issuance of \$16 million of General Obligation Bonds, the movement of the Infrastructure Fund from a major fund to a non-major fund, an increase in investment income in the Permanent Fund, an increase in State Intergovernmental revenues, and a restatement of \$18.0 million to account for developer contributed assets.

There were also significant uses of fund balance for capital projects in the General Obligation Bond Fund which offset the overall increase in nonmajor governmental fund balances. Nonmajor ending fund balances are attributed to various fund types as follows: Special Revenue funds totaling \$54.3 million, Debt Service funds totaling \$14.7 million, and Capital Projects funds totaling \$55.0 million. Other fund level changes are highlighted below.

Special Revenue Funds. In total, Special Revenue expenses increased \$9.6 million, or 77.1 percent from the prior year. This is a result of increases and decreases in various categories of expenses. Special Revenue fund expenses related to general government increased \$729 thousand, or 73.8 percent; community and economic development increased by \$383 thousand, or 53.7 percent; and public works expenditures increased by \$238 thousand, or 46.6 percent. The most significant change was in public safety expenditures, which increased by \$1.9 million, or 29.2 percent, due to an increase in expenses for recruitment and retention of law enforcement officers as well as additional fire protection expenditures. Parks, recreation, and culture expenditures decreased by \$315 thousand, or 35.0 percent, due to decreases in available grant funding used for library materials and minor equipment. Capital Outlay increased by \$6.5 million, due to increased capital activity in the Higher Education Gross Receipts Tax Fund.

Debt Service Funds. Debt service expenditures decreased \$1.3 million, or 12.8 percent, mostly due to the issuance of the 2024 General Obligation Bonds and 2025 SSGRT revenue bond early in the fiscal year which resulted in additional debt service transfers at year-end. Property tax revenue increased \$967 thousand, or 11.0 percent from the prior year. Total nonmajor Debt Service Fund balances ended the year at \$14.7 million, all of which is restricted for future debt service payments.

Capital Projects Funds. Total capital projects funds expenditures increased \$12.3 million, or 100 percent from the prior year. Changes included the movement of the Infrastructure Fund from major to non-major, increases in the 2024 GO Bond expenditures of \$3.0 million, and increases in the Special Appropriations grants received from the State of New Mexico which funded an additional \$2.0 million as compared to the prior year. Fund balances for nonmajor Capital Project Funds ended the year at \$55.1 million, most of which are restricted for future projects.

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

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 2025 were as follows.

Health Self-Insurance Fund

Expenses for claims and administration decreased by \$881 thousand, or 9.7 from the prior year. Claims expense was lower due to a reduction in claims activity and claim amounts. Revenues increased \$1.1 million, or 14.0 percent. In order to grow the balance of the fund and protect it from the escalating costs of healthcare, the General Fund transferred \$1.4 million to the Health Self-Insurance fund for the program to remain viable, ensuring that employees continued to have access to the benefit. Due to the transfer into the fund, net position of the health insurance fund increased by \$2.5 million and ended the year at \$3.3 million.

Dental Self-Insurance Fund

Revenue from charges to departments and employees for dental insurance increased \$11 thousand, or 2.4 percent from the prior year. Expenses for claims and administration increased by \$70 thousand, or 17.9 percent. Net position increased \$76 thousand, or 7.9 percent, and ended the year at \$1.0 million.

CURRENTLY KNOWN FACTS, DECISIONS, AND OTHER MATTERS

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

The City of Rio Rancho has been experiencing a period of development and growth making it the third most populous city in the state. With this growth comes opportunities as well as challenges. Through its continuous mid- and long-range planning, the City has positioned itself to meet its growth challenges and continue to provide necessary services to its residents.

In spring of 2024 the City revised its structure of charging impact fees on new development. The City anticipates that the new fee structure, which took effect on July 1, 2024, will provide additional resources to build infrastructure and facilities to provide services to the new developments as the City continues to grow. Also, as a result of the most recent study to evaluate the existing water utility rates and plan for future needs, a new rate structure was adopted in March of 2025. The plan includes a three percent increase to water, wastewater, and water rights acquisition fees between fiscal years 2026-2030, and a five percent increase to bulk water rates through the same period.

Other fees including, the fee structure for other development-related activities (permitting, inspections, etc.), recreational facilities and activities, and other City services will be reviewed over the next two years and revised to ensure a higher percentage of cost recovery.

In June 2025, revenue bonds issued for construction of City Hall matured, thus freeing pledged gross receipts tax revenue of approximately \$1.6 million annually. As this debt drops off, the City has the opportunity to issue additional bonds for other facility needs as identified in the five-year capital plan. In addition, the City will continue to utilize excess revenue for making one-time investments in road maintenance and improvements, and improvements to public safety, quality of life and other City

**CITY OF RIO RANCHO, NEW MEXICO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

facilities. Finally, business activity, particularly in the retail sector, continues to increase allowing for modest increases in the recurring budget and to make investments in the City's greatest resource: its staff. Despite these investments, the City will continue to maintain its policy minimum of 25 percent reserves and continue to take a cautious approach to its long-range financial planning.

Finally, the City is in the final stages of contract negotiations for the implementation of a new enterprise resource planning (ERP) system which includes all financial modules. Transitioning to a new ERP system will ultimately lead to more efficient and streamlined financial processes with better reporting capabilities. The transition is expected to take approximately 18 months post contract award. While the transition will not impact the financial position of the City, it will positively impact the recording and reporting of financial transactions.

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 NE, Rio Rancho, New Mexico 87144.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 80,330,844	\$ 26,831,826	\$ 107,162,670
Receivables:			
Accounts, Net	7,356,947	8,161,913	15,518,860
Interest	682,929	247,053	929,982
Property Taxes	1,370,495	-	1,370,495
Gross Receipt Taxes	14,691,330	-	14,691,330
Due from Other Governments	4,090,905	-	4,090,905
Lease Receivable, Current	131,318	-	131,318
Deposits	239,775	-	239,775
Total Current Assets	<u>108,894,543</u>	<u>35,240,792</u>	<u>144,135,335</u>
Noncurrent Assets:			
Lease Receivable, Noncurrent	1,986,825	-	1,986,825
Prepaid Bond Insurance	-	81,079	81,079
Restricted Cash	284,692	1,147,569	1,432,261
Investments	160,133,727	78,038,716	238,172,443
Restricted Investments	-	1,965,156	1,965,156
Prepays and Inventories	-	1,657,543	1,657,543
Capital Assets:			
Land	67,669,470	77,200,260	144,869,730
Construction in Progress	57,946,197	31,864,188	89,810,385
Infrastructure	456,278,128	262,650,596	718,928,724
Buildings and Improvements	66,468,621	129,812,932	196,281,553
Land Improvements	32,847,664	16,934,052	49,781,716
Machinery and Equipment	52,674,759	60,784,387	113,459,146
Less: Accumulated Depreciation	(337,925,571)	(165,263,904)	(503,189,475)
Right-of-Use Asset	543,518	128,644	672,162
Subscription Based IT Arrangements	4,630,039	-	4,630,039
Less: Accumulated Amortization	(2,194,619)	(62,222)	(2,256,841)
Total Capital Assets	<u>398,938,206</u>	<u>414,048,933</u>	<u>812,987,139</u>
Total Noncurrent Assets	<u>561,343,450</u>	<u>496,938,996</u>	<u>1,058,282,446</u>
Total Assets	<u>670,237,993</u>	<u>532,179,788</u>	<u>1,202,417,781</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Amount on Bond Refundings	115,625	3,477,558	3,593,183
Deferred OPEB Items	5,387,333	224,473	5,611,806
Deferred Pension Plan Items	29,041,670	977,921	30,019,591
Excess Consideration Provided for Acquisition	-	1,781,483	1,781,483
Total Deferred Outflows of Resources	<u>34,544,628</u>	<u>6,461,435</u>	<u>41,006,063</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 704,782,621</u>	<u>\$ 538,641,223</u>	<u>\$ 1,243,423,844</u>

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF NET POSITION
AS OF JUNE 30, 2025

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
LIABILITIES			
Current Liabilities:			
Accounts Payable	\$ 5,576,210	\$ 3,322,724	\$ 8,898,934
Accrued Liabilities	6,879,813	449,031	7,328,844
Unearned Revenue	9,888,943	-	9,888,943
Deposits	-	1,327,997	1,327,997
Long-Term Liabilities:			
Due Within One Year	19,899,699	8,362,111	28,261,810
Total Current Liabilities	<u>42,244,665</u>	<u>13,461,863</u>	<u>55,706,528</u>
Noncurrent Liabilities:			
Long-Term Liabilities:			
Due in More Than One Year	75,075,351	85,700,037	160,775,388
Net OPEB Liability	12,331,571	513,816	12,845,387
Net Pension Liability	122,519,171	4,057,657	126,576,828
Total Noncurrent Liabilities	<u>209,926,093</u>	<u>90,271,510</u>	<u>300,197,603</u>
Total Liabilities	<u>252,170,758</u>	<u>103,733,373</u>	<u>355,904,131</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred OPEB Items	10,685,971	445,249	11,131,220
Deferred Pension Plan Items	1,022,921	35,740	1,058,661
Deferred Lease Items	2,313,414	-	2,313,414
Total Deferred Inflows of Resources	<u>14,022,306</u>	<u>480,989</u>	<u>14,503,295</u>
NET POSITION			
Net Investment in Capital Assets	311,854,305	323,611,343	635,465,648
Restricted for:			
NMDFA Mandated Cash Reserve	10,575,248	-	10,575,248
Debt Service	14,656,408	3,112,725	17,769,133
Capital Improvements	16,594,516	-	16,594,516
Roads and Public Improvements	75,054,376	-	75,054,376
Community Programs	40,828,922	-	40,828,922
Parks and Recreation	221,581	-	221,581
Public Safety Programs	3,696,639	-	3,696,639
Unrestricted	<u>(34,892,438)</u>	<u>107,702,793</u>	<u>72,810,355</u>
Total Net Position	<u>438,589,557</u>	<u>434,426,861</u>	<u>873,016,418</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 704,782,621</u>	<u>\$ 538,641,223</u>	<u>\$ 1,243,423,844</u>

See accompanying Notes to Financial Statements.

**CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services and Fines	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
PRIMARY GOVERNMENT							
Governmental Activities:							
General Government	\$ 20,311,690	\$ 11,028,239	\$ 16,358	\$ 494,362	\$ (8,772,731)	\$ -	\$ (8,772,731)
Public Safety	62,990,551	6,950,653	4,430,109	2,596,360	(49,013,429)	-	(49,013,429)
Public Works	29,245,126	338,939	-	25,728,828	(3,177,359)	-	(3,177,359)
Parks, Recreation, and Culture	20,717,548	2,848,896	22,452	7,512,486	(10,333,714)	-	(10,333,714)
Community and Economic Development	5,911,400	4,198,986	-	-	(1,712,414)	-	(1,712,414)
Interest on Long-Term Debt	2,121,781	-	-	-	(2,121,781)	-	(2,121,781)
Total Governmental Activities	141,298,096	25,365,713	4,468,919	36,332,036	(75,131,428)	-	(75,131,428)
Business-Type Activities:							
Water and Waste Water Utilities	49,254,949	65,834,309	-	15,919,939	-	32,499,299	32,499,299
Multi-Purpose Events Center	3,484,587	960,907	-	-	-	(2,523,680)	(2,523,680)
Total Business-Type Activities	52,739,536	66,795,216	-	15,919,939	-	29,975,619	29,975,619
Total Primary Government	\$ 194,037,632	\$ 92,160,929	\$ 4,468,919	\$ 52,251,975	(75,131,428)	29,975,619	(45,155,809)
GENERAL REVENUES AND TRANSFERS							
Taxes:							
Property Taxes, General Purpose					24,051,086	-	24,051,086
Property Taxes, Debt Service					9,697,066	-	9,697,066
Gross Receipts Taxes					52,398,919	-	52,398,919
Franchise Taxes					5,857,268	-	5,857,268
Total Taxes					92,004,339	-	92,004,339
Unrestricted Grants, Aid, and State-Shared Revenue					33,005,674	-	33,005,674
Investment Income (Loss)					11,150,230	5,814,089	16,964,319
Transfers of Capital Assets					(103,856)	103,856	-
Transfers					(1,635,749)	1,635,749	-
Total General Revenues and Transfers					134,420,638	7,553,694	141,974,332
CHANGE IN NET POSITION					59,289,210	37,529,313	96,818,523
Net Position - Beginning, As Originally Reported					361,625,644	385,972,712	747,598,356
Restatement (See Note 15)					17,674,703	10,924,836	28,599,539
Net Position - Beginning, as Restated					379,300,347	396,897,548	776,197,895
NET POSITION - ENDING					\$ 438,589,557	\$ 434,426,861	\$ 873,016,418

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
BALANCE SHEET – GOVERNMENTAL FUNDS
AS OF JUNE 30, 2025

	General Fund	Grants Fund	State Shared GRT Revenue Bond Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS					
Cash and Cash Equivalents	\$ 20,355,262	\$ 3,305,168	\$ -	\$ 52,980,022	\$ 76,640,452
Receivables:					
Accounts, Net	1,880,674	-	-	5,476,273	7,356,947
Interest	166,436	31,692	229,267	251,588	678,983
Property Taxes	990,166	-	-	380,329	1,370,495
Gross Receipt Taxes	13,736,397	-	-	954,933	14,691,330
Due from Federal Government	47,012	23,944	-	1,623,861	1,694,817
Due from State Government	-	36,918	-	2,359,170	2,396,088
Lease Receivable	2,118,143	-	-	-	2,118,143
Deposits	-	-	-	239,775	239,775
Due from Other Funds	6,795,435	-	-	-	6,795,435
Investments	41,731,266	7,978,013	32,209,600	76,666,393	158,585,272
Restricted Cash	-	-	-	284,692	284,692
Total Assets	<u>\$ 87,820,791</u>	<u>\$ 11,375,735</u>	<u>\$ 32,438,867</u>	<u>\$ 141,217,036</u>	<u>\$ 272,852,429</u>
LIABILITIES					
Accounts Payable	\$ 1,879,341	\$ 118,185	\$ -	\$ 2,703,516	\$ 4,701,042
Accrued Liabilities	3,702,799	20,991	-	2,947,909	6,671,699
Due to Other Funds	-	-	234,093	6,561,342	6,795,435
Unearned Revenue	-	9,888,943	-	-	9,888,943
Total Liabilities	<u>5,582,140</u>	<u>10,028,119</u>	<u>234,093</u>	<u>12,212,767</u>	<u>28,057,119</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue:					
Property Taxes	851,329	-	-	325,836	1,177,165
Intergovernmental	-	-	-	245,820	245,820
Fines and Forfeitures	-	-	-	4,442,035	4,442,035
Deferred Lease Items	2,313,414	-	-	-	2,313,414
Total Deferred Inflows of Resources	<u>3,164,743</u>	<u>-</u>	<u>-</u>	<u>5,013,691</u>	<u>8,178,434</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	10,575,248	1,347,616	32,204,774	117,500,052	161,627,690
Committed	-	-	-	8,364,191	8,364,191
Assigned	-	-	-	28,595	28,595
Unassigned	68,498,660	-	-	(1,902,260)	66,596,400
Total Fund Balances	<u>79,073,908</u>	<u>1,347,616</u>	<u>32,204,774</u>	<u>123,990,578</u>	<u>236,616,876</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 87,820,791</u>	<u>\$ 11,375,735</u>	<u>\$ 32,438,867</u>	<u>\$ 141,217,036</u>	<u>\$ 272,852,429</u>

See accompanying Notes to Financial Statements.

**CITY OF RIO RANCHO, NEW MEXICO
RECONCILIATION OF BALANCE SHEET –
GOVERNMENTAL FUNDS TO STATEMENT OF NET POSITION
AS OF JUNE 30, 2025**

Total Fund Balances – Governmental Funds \$ 236,616,876

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	\$ 67,669,470	
Infrastructure	456,278,128	
Other Capital Assets	209,937,241	
Intangible Right-of-Use Asset	543,518	
Subscription Based IT Arrangements	4,630,039	
Accumulated Amortization	(2,194,619)	
Accumulated Depreciation	<u>(337,925,571)</u>	398,938,206

Some of the City's revenues 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.

Property Taxes, Intergovernmental, and Fines and Forfeitures		5,865,020
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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.

(208,114)

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.

4,367,625

Some liabilities and deferred outflows/inflows 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	(78,760,736)	
Unamortized Premiums and Discounts on Bonds	(5,836,564)	
Deferred Amount on Bond Refundings	115,625	
Lease Liability	(261,842)	
Subscription Liability	(2,340,384)	
Deferred OPEB Items, Net	(5,298,638)	
Net OPEB Liability	(12,331,571)	
Net Pension Liability	(122,519,171)	
Deferred Pension Plan Items, Net	28,018,749	
Compensated Absences	<u>(7,775,524)</u>	<u>(206,990,056)</u>

Net Position of Governmental Activities \$ 438,589,557

See accompanying Notes to Financial Statements.

**CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

	General Fund	Grants Fund	State Shared GRT Revenue Bond Fund	Nonmajor Governmental Funds	Change to or Within the Financial Reporting Entity	Total Governmental Funds
REVENUES						
Property Taxes	\$ 23,966,724	\$ -	\$ -	\$ 9,697,066		\$ 33,663,790
Municipal Taxes	45,413,526	-	-	6,985,393		52,398,919
Franchise Taxes	5,818,593	-	-	38,675		5,857,268
Licenses and Permits	603,926	-	-	-		603,926
Intergovernmental - Federal	221,928	1,180,251	-	3,271,561		4,673,740
Intergovernmental - State	32,378,104	459,634	-	9,994,007		42,831,745
Intergovernmental - Local	315,000	-	-	374,595		689,595
Impact Fees	-	-	-	4,621,681		4,621,681
Investment Income (Loss)	3,374,886	623,849	194,868	6,780,386		10,973,989
Charges for Services	9,597,907	-	-	1,705,166		11,303,073
Fines and Forfeitures	579,369	-	-	629,014		1,208,383
Miscellaneous	2,462,357	-	-	2,737,540		5,199,897
Total Revenues	<u>124,732,320</u>	<u>2,263,734</u>	<u>194,868</u>	<u>46,835,084</u>		<u>174,026,006</u>
EXPENDITURES						
Current:						
General Government	15,512,525	336,325	-	1,838,173		17,687,023
Public Safety	46,537,576	744,385	-	8,432,921		55,714,882
Public Works	10,950,018	-	-	1,040,462		11,990,480
Parks, Recreation, and Culture	13,687,523	-	-	931,287		14,618,810
Community and Economic Development	4,562,507	-	-	1,098,271		5,660,778
Capital Outlay	9,292,263	625,546	-	30,980,956		40,898,765
Debt Service:						
Principal	-	-	-	8,697,063		8,697,063
Interest and Other Charges	-	-	-	1,956,676		1,956,676
Bond Issuance Costs	-	-	331,112	148,774		479,886
Total Expenditures	<u>100,542,412</u>	<u>1,706,256</u>	<u>331,112</u>	<u>55,124,583</u>		<u>157,704,363</u>
REVENUES OVER (UNDER) EXPENDITURES	24,189,908	557,478	(136,244)	(8,289,499)		16,321,643
OTHER FINANCING SOURCES (USES)						
Issuance of General Obligation Bonds	-	-	-	16,000,000		16,000,000
Issuance of GRT Revenue Bonds	-	-	32,342,017	-		32,342,017
Premium on Debt Issued	-	-	-	807,150		807,150
Sale of Capital Assets	212,596	-	-	-		212,596
Lease Proceeds	103,377	-	-	-		103,377
SBITA Proceeds	2,308,551	-	-	-		2,308,551
Transfers In	3,294,918	-	-	24,318,457		27,613,375
Transfers Out	(25,925,932)	-	(999)	(4,700,218)		(30,627,149)
Total Other Financing Sources (Uses)	<u>(20,006,490)</u>	<u>-</u>	<u>32,341,018</u>	<u>36,425,389</u>		<u>48,759,917</u>
NET CHANGE IN FUND BALANCES	4,183,418	557,478	32,204,774	28,135,890		65,081,560
Fund Balances - Beginning of Year	74,890,490	790,138	-	77,595,595	18,009,093	171,285,316
Adjustments - Changes within Reporting Entity	-	-	-	18,009,093	(18,009,093)	-
Restatement (See Note 15)	-	-	-	250,000	-	250,000
Fund Balance - Beginning as Restated and Adjusted	<u>74,890,490</u>	<u>790,138</u>	<u>-</u>	<u>95,854,688</u>	<u>-</u>	<u>171,535,316</u>
FUND BALANCES - ENDING OF YEAR	<u>\$ 79,073,908</u>	<u>\$ 1,347,616</u>	<u>\$ 32,204,774</u>	<u>\$ 123,990,578</u>	<u>\$ -</u>	<u>\$ 236,616,876</u>

See accompanying Notes to Financial Statements.

**CITY OF RIO RANCHO, NEW MEXICO
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
TO STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Net Change in Fund Balances – Total Governmental Funds \$ 65,081,560

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

Capital purchases 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 Purchases	\$ 38,486,837	
Assets Received from Developers	23,171,043	
Right-of-Use Assets and Subscription Based IT Arrangements	2,411,928	
Capital Contribution to Utilities Fund	(103,856)	
Amortization Expense	(1,078,482)	
Depreciation Expense	<u>(20,734,178)</u>	42,153,292

Expenses related to the net OPEB liability not reported in the funds. 3,536,305

Expenses related to the net Pension liability not reported in the funds. (11,772,375)

Repayment is reported as an expenditure and issuance as an other financing source in governmental funds, but the repayment reduces and an issuance increases long-term liabilities in the statement of net position. In the current year, these amounts were as follows:

Issuance of General Obligation Bonds	(16,807,150)	
Issuance of Gross Receipts Tax Bonds	(32,342,017)	
Bond and Note Principal Payments	8,697,063	
Lease and Subscription Based IT Agreement Payments	1,133,110	
New Lease and Subscription Based IT Agreements Issuance	<u>(2,411,928)</u>	(41,730,922)

Management uses internal service funds to charge the costs of certain activities to individual funds. The net revenue (expense) and transfers to (from) the internal service funds is reported with governmental activities. 2,581,625

Certain revenues will not be collected for some time after the end of the year and, therefore, they do not provide current financial resources in governmental funds.

Property Taxes	84,362	
Intergovernmental	16,507	
Fines and Forfeitures	<u>291,299</u>	392,168

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	(911,863)	
Change in Accrued Interest on Long-Term Debt	125,547	
Change in Compensated Absences	(138,414)	
Loss on Disposal of Assets	<u>(27,713)</u>	<u>(952,443)</u>

Change in Net Position of Governmental Activities \$ 59,289,210

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Property Taxes	\$ 23,352,423	\$ 24,032,423	\$ 23,918,183	\$ (114,240)
Municipal and State-Shared Taxes	38,589,352	42,039,352	44,970,792	2,931,440
Franchise Taxes	5,404,769	5,574,568	6,021,443	446,875
Licenses and Permits	469,300	519,300	603,926	84,626
Intergovernmental - Federal	201,486	294,514	228,045	(66,469)
Intergovernmental - State	26,938,046	29,538,046	32,088,955	2,550,909
Intergovernmental - Local	315,000	340,000	315,000	(25,000)
Charges for Services	6,954,819	8,137,721	9,306,243	1,168,522
Fines and Forfeitures	576,400	553,104	579,369	26,265
Investment Income	1,370,000	2,103,543	3,381,609	1,278,066
Miscellaneous	3,192,347	3,158,364	3,332,555	174,191
Total Revenues	<u>107,363,942</u>	<u>116,290,935</u>	<u>124,746,120</u>	<u>8,455,185</u>
EXPENDITURES				
Current:				
General Government	19,882,068	23,383,872	18,479,640	4,904,232
Public Safety	44,094,638	45,711,183	45,038,054	673,129
Public Works	13,929,505	17,857,877	10,854,133	7,003,744
Parks, Recreation, and Culture	14,023,584	14,657,305	13,166,954	1,490,351
Community and Economic Development	4,257,639	4,739,455	4,098,548	640,907
Capital Outlay	8,375,984	20,553,281	7,527,446	13,025,835
Total Expenditures	<u>104,563,418</u>	<u>126,902,973</u>	<u>99,164,775</u>	<u>27,738,198</u>
REVENUES OVER (UNDER) EXPENDITURES	2,800,524	(10,612,038)	25,581,345	36,193,383
OTHER FINANCING SOURCES (USES)				
Lease Proceeds	-	-	103,377	103,377
SBITA Proceeds	-	-	2,308,551	2,308,551
Sale of Capital Assets	13,000	162,857	212,596	49,739
Transfers In	11,573,444	17,932,863	17,932,863	-
Transfers Out	(34,275,732)	(40,563,877)	(40,563,877)	-
Total Other Financing Sources (Uses)	<u>(22,689,288)</u>	<u>(22,468,157)</u>	<u>(20,006,490)</u>	<u>2,461,667</u>
NET CHANGE IN FUND BALANCES	(19,888,764)	(33,080,195)	5,574,855	38,655,050
Fund Balances - Beginning, Budgetary Basis	<u>49,101,444</u>	<u>62,854,058</u>	<u>63,795,702</u>	<u>941,644</u>
FUND BALANCES - ENDING, BUDGETARY BASIS	<u>\$ 29,212,680</u>	<u>\$ 29,773,863</u>	<u>\$ 69,370,557</u>	<u>\$ 39,596,694</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 124,746,120
Certain amounts collected after year-end are considered revenue of the current period for financial reporting but not for budgetary reporting:	
Current Year Deferred Inflows	(2,313,414)
Prior Year Deferred Inflows	1,638,819
Current Year Unavailable Revenue	(851,329)
Prior Year Unavailable Revenue	921,254
Current Year Accrued Revenue	21,019,340
Prior Year Accrued Revenue	(20,428,470)
Total Actual Revenues - GAAP Basis	<u>\$ 124,732,320</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 99,164,775
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	5,028,221
Prior Year Accrued Expenditures	(4,076,754)
Allowances for doubtful accounts are considered expenditures for financial reporting not for budgetary reporting	426,170
Total Actual Expenditures - GAAP Basis	<u>\$ 100,542,412</u>

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL – GRANTS FUND
FOR THE YEAR ENDED JUNE 30, 2025

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	\$ 16,050	\$ 1,032,809	\$ 448,624	\$ (584,185)
Intergovernmental - State	438,042	1,242,988	481,552	(761,436)
Investment Income	-	264,495	643,258	378,763
Total Revenues	<u>454,092</u>	<u>2,540,292</u>	<u>1,573,434</u>	<u>(966,858)</u>
EXPENDITURES				
Current:				
General Government	-	575,000	556,532	18,468
Public Safety	454,092	1,624,489	538,099	1,086,390
Capital Outlay	572,946	11,649,099	562,281	11,086,818
Total Expenditures	<u>1,027,038</u>	<u>13,848,588</u>	<u>1,656,912</u>	<u>12,191,676</u>
REVENUES OVER (UNDER) EXPENDITURES	(572,946)	(11,308,296)	(83,478)	11,224,818
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(572,946)	(11,308,296)	(83,478)	11,224,818
Fund Balances - Beginning of Year, Budgetary Basis	<u>572,946</u>	<u>11,366,660</u>	<u>11,366,660</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ 58,364</u>	<u>\$ 11,283,182</u>	<u>\$ 11,224,818</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 1,573,434
Certain Amounts Collected After Year-End are Considered Revenue of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Unavailable Revenue	
Prior Year Unavailable Revenue	71,220
Current Year Unearned Revenue	(9,888,943)
Prior Year Unearned Revenue	10,652,508
Current Year Accrued Revenue	92,554
Prior Year Accrued Revenue	(237,039)
Total Actual Revenues - GAAP Basis	<u>\$ 2,263,734</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 1,656,912
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	139,176
Prior Year Accrued Expenditures	(89,832)
Total Actual Expenditures - GAAP Basis	<u>\$ 1,706,256</u>

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF NET POSITION – PROPRIETARY FUNDS
AS OF JUNE 30, 2025

	Business-Type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Utilities Fund	Multi-Purpose Events Center Fund	Total	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 26,831,826	\$ -	\$ 26,831,826	\$ 3,690,392
Receivables:				
Accounts, Net	7,969,207	192,706	8,161,913	-
Interest	242,044	5,009	247,053	3,946
Total Current Assets	35,043,077	197,715	35,240,792	3,694,338
Noncurrent Assets:				
Restricted Cash	629	1,146,940	1,147,569	-
Investments	78,038,716	-	78,038,716	1,548,455
Restricted Investments	-	1,965,156	1,965,156	-
Inventory	1,657,543	-	1,657,543	-
Prepaid Bond Insurance	57,024	24,055	81,079	-
Capital Assets:				
Land	76,867,760	332,500	77,200,260	-
Construction in Progress	31,864,188	-	31,864,188	-
Infrastructure	262,650,596	-	262,650,596	-
Buildings and Improvements	88,833,638	40,979,294	129,812,932	-
Land Improvements	16,374,844	559,208	16,934,052	-
Machinery and Equipment	59,052,633	1,731,754	60,784,387	-
Less: Accumulated Depreciation	(149,865,504)	(15,398,400)	(165,263,904)	-
Right-of-Use Asset	128,644	-	128,644	-
Less: Accumulated Amortization	(62,222)	-	(62,222)	-
Total Noncurrent Assets	465,598,489	31,340,507	496,938,996	1,548,455
Total Assets	500,641,566	31,538,222	532,179,788	5,242,793
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Amount on Bond Refundings	1,507,985	1,969,573	3,477,558	-
Deferred OPEB Items	224,473	-	224,473	-
Deferred Pension Plan Items	977,921	-	977,921	-
Excess Consideration Provided for Acquisition	1,781,483	-	1,781,483	-
Total Deferred Outflows of Resources	4,491,862	1,969,573	6,461,435	-
Total Assets and Deferred Outflows of Resources	\$ 505,133,428	\$ 33,507,795	\$ 538,641,223	\$ 5,242,793

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF NET POSITION – PROPRIETARY FUNDS
AS OF JUNE 30, 2025

	Business-Type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Utilities Fund	Multi-Purpose Events Center Fund	Total	
LIABILITIES				
Current Liabilities:				
Accounts Payable	\$ 3,203,623	\$ 119,101	\$ 3,322,724	\$ -
Accrued Liabilities	432,325	16,706	449,031	-
Claims Payable	-	-	-	875,168
Deposits	1,327,997	-	1,327,997	-
Compensated Absences	141,495	-	141,495	-
Current Portion of Long-Term Debt	6,483,210	1,720,928	8,204,138	-
Lease Liability - Short-Term	16,478	-	16,478	-
Total Current Liabilities	11,605,128	1,856,735	13,461,863	875,168
Noncurrent Liabilities:				
Notes Payable	8,530,304	-	8,530,304	-
Bonds Payable, Net	66,288,986	10,825,566	77,114,552	-
Net OPEB Liability	513,816	-	513,816	-
Net Pension Liability	4,057,657	-	4,057,657	-
Compensated Absences	5,505	-	5,505	-
Lease Liability - Long-Term	49,676	-	49,676	-
Total Noncurrent Liabilities	79,445,944	10,825,566	90,271,510	-
Total Liabilities	91,051,072	12,682,301	103,733,373	875,168
DEFERRED INFLOWS OF RESOURCES				
Deferred OPEB Items	445,249	-	445,249	-
Deferred Pension Plan Items	35,740	-	35,740	-
Total Deferred Inflows of Resources	480,989	-	480,989	-
NET POSITION				
Net Investment in Capital Assets	305,983,908	17,627,435	323,611,343	-
Restricted for Debt Service	629	3,112,096	3,112,725	-
Unrestricted	107,616,830	85,963	107,702,793	4,367,625
Total Net Position	413,601,367	20,825,494	434,426,861	4,367,625
Total Liabilities, Deferred Inflows of Resources, and Net Position	\$ 505,133,428	\$ 33,507,795	\$ 538,641,223	\$ 5,242,793

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN NET POSITION – PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	Business-Type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Utilities Fund	Multi-Purpose Events Center Fund	Total	
OPERATING REVENUES				
Charges for Services	\$ 61,360,841	\$ 960,907	\$ 62,321,748	\$ 9,718,641
Interest Income	-	-	-	176,241
Total Revenues	<u>61,360,841</u>	<u>960,907</u>	<u>62,321,748</u>	<u>9,894,882</u>
OPERATING EXPENSES				
General and Administrative	5,859,315	2,060,836	7,920,151	634,606
Production Costs	30,761,404	-	30,761,404	-
Depreciation	9,654,345	922,600	10,576,945	-
Amortization of Right-of-Use Asset	4,081	-	4,081	-
Claims and Premiums	-	-	-	8,056,676
Total Expenses	<u>46,279,145</u>	<u>2,983,436</u>	<u>49,262,581</u>	<u>8,691,282</u>
OPERATING INCOME (LOSS)	15,081,696	(2,022,529)	13,059,167	1,203,600
NONOPERATING REVENUES (EXPENSES)				
Impact Fees	4,170,210	-	4,170,210	-
Other Revenues	407,114	-	407,114	-
Interest Expense	(2,809,859)	(217,275)	(3,027,134)	-
Amortization of Deferred Bond Items	-	(283,876)	(283,876)	-
Amortization of Excess Consideration	(178,895)	-	(178,895)	-
Investment Income (Loss)	5,586,893	227,196	5,814,089	-
Gain (Loss) on Disposition of Capital Assets	12,950	-	12,950	-
Total Nonoperating Revenues (Expenses)	<u>7,188,413</u>	<u>(273,955)</u>	<u>6,914,458</u>	<u>-</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTION AND TRANSFERS	22,270,109	(2,296,484)	19,973,625	1,203,600
Capital Grants and Contributions	15,919,939	-	15,919,939	-
Transfers In	-	1,635,749	1,635,749	1,378,025
CHANGE IN NET POSITION	38,190,048	(660,735)	37,529,313	2,581,625
Net Position - Beginning	364,923,068	21,049,644	385,972,712	1,786,000
Restatement (See Note 15)	10,488,251	436,585	10,924,836	-
Net Position - Beginning, As Restated	<u>375,411,319</u>	<u>21,486,229</u>	<u>396,897,548</u>	<u>1,786,000</u>
NET POSITION - ENDING	<u>\$ 413,601,367</u>	<u>\$ 20,825,494</u>	<u>\$ 434,426,861</u>	<u>\$ 4,367,625</u>

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025

	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	\$ 60,417,172	\$ 881,887	\$ 61,299,059	\$ 9,718,641
Payments to Suppliers and Contractors	(32,270,290)	(1,868,706)	(34,138,996)	(8,654,632)
Payments to Employees	(1,913,953)	-	(1,913,953)	-
Interest Income	-	-	-	172,295
Net Cash Provided (Used) by Operating Activities	26,232,929	(986,819)	25,246,110	1,236,304
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers (to) from Other Funds	-	1,635,749	1,635,749	1,378,025
Net Cash Provided (Used) by Noncapital Financing Activities	-	1,635,749	1,635,749	1,378,025
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Development Impact Fees	4,170,210	-	4,170,210	-
Acquisition of Capital Assets	(15,295,175)	(120,340)	(15,415,515)	-
Proceeds from Long-Term Debt	1,679,174	-	1,679,174	-
Principal Paid on Long-Term Debt	(8,476,078)	(1,705,928)	(10,182,006)	-
Interest and Other Charges Paid on Long-Term Debt	(2,236,615)	(216,347)	(2,452,962)	-
Proceeds from Disposal of Capital Assets	12,950	-	12,950	-
Other	407,109	-	407,109	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(19,738,425)	(2,042,615)	(21,781,040)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchase of Investments	(17,565,282)	(1,091,327)	(18,656,609)	(1,548,455)
Proceeds from Sale of Investments	745,336	-	745,336	-
Net Investment Income	5,725,884	227,196	5,953,080	-
Net Cash Provided (Used) by Investing Activities	(11,094,062)	(864,131)	(11,958,193)	(1,548,455)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,599,558)	(2,257,816)	(6,857,374)	1,065,874
Cash and Cash Equivalents - Beginning of Year	31,432,013	3,404,756	34,836,769	2,624,518
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 26,832,455</u>	<u>\$ 1,146,940</u>	<u>\$ 27,979,395</u>	<u>\$ 3,690,392</u>

See accompanying Notes to Financial Statements.

**CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF CASH FLOWS – PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

	Business-Type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Utilities Fund	Multi-Purpose Events Center Fund	Total	
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 15,081,696	\$ (2,022,529)	\$ 13,059,167	\$ 1,203,600
Adjustments to Reconcile Operating Income (Loss):				
Depreciation/Amortization Expense	9,615,515	1,009,777	10,625,292	-
(Increase) Decrease in:				
Accounts Receivable	(792,989)	(79,020)	(872,009)	(3,946)
Inventory	2,181,506	-	2,181,506	-
Increase (Decrease) in:				
Accounts Payable	(61,216)	106,155	44,939	-
Accrued Liabilities	(45,112)	(1,202)	(46,314)	36,650
Deposits	106,860	-	106,860	-
Compensated Absences	(49,120)	-	(49,120)	-
Net OPEB and Pension Liability, Net	195,789	-	195,789	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 26,232,929</u>	<u>\$ (986,819)</u>	<u>\$ 25,246,110</u>	<u>\$ 1,236,304</u>
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Assets Acquired Under Lease	\$ 17,512	\$ -	\$ 17,512	\$ -
Lease Liability Recognized	(32,618)	-	(32,618)	-
Capital Contributions from Developers	15,919,939	-	15,919,939	-
Total Noncash Investing, Capital and Financing Activities	<u>\$ 15,904,833</u>	<u>\$ -</u>	<u>\$ 15,904,833</u>	<u>\$ -</u>

See accompanying Notes to Financial Statements.

CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF FIDUCIARY NET POSITION – CUSTODIAL FUNDS
AS OF JUNE 30, 2025

	Custodial Funds
ASSETS	
Cash	\$ 8,000
Total Assets	\$ 8,000
LIABILITIES	
Deposits Held for Others	\$ 8,000
Total Liabilities	8,000
NET POSITION	
Net Position	-
Total Net Position	\$ -

See accompanying Notes to Financial Statements.

**CITY OF RIO RANCHO, NEW MEXICO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – CUSTODIAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Custodial Funds</u>
ADDITIONS	
Municipal Court Bond Deposits	\$ 3,248
Total Additions	<u>3,248</u>
DEDUCTIONS	
Municipal Court Bond Payments	<u>3,248</u>
Total Deductions	<u>3,248</u>
NET INCREASE (DECREASE) IN NET POSITION	-
Net Position - Beginning of Year	<u>-</u>
NET POSITION - END OF YEAR	<u><u>\$ -</u></u>

See accompanying Notes to Financial Statements.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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FOR THE YEAR ENDED JUNE 30, 2025**

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**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the City 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 1991. 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 Annual Comprehensive Financial Report (ACFR) 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, as amended. 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 the elected Governing Body is financially accountable.

GASB Statement No. 101 (GASB 101), Compensated Absences

In June 2022, GASB issued Statement No. 101, which establishes a unified model for recognizing and measuring liabilities for compensated absences. A liability is recognized for leave attributable to past services that accumulates and is more likely than not to be used or paid/settled; certain salary related payments directly and incrementally associated with such payments (for example, employer payroll taxes) are included in measurement. The liability is measured using pay rates in effect at the financial statement date. Changes adopted at transition are reported as a change in accounting principle. GASB 101 is effective for fiscal years beginning after December 15, 2023.

The City implemented GASB 101 for the year ended June 30, 2025. The adoption was reported as a change in accounting principle and resulted in a restatement of beginning net position. See Note 15 for a reconciliation of previously reported and restated amounts.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

GASB Statement No. 102 (GASB 102), Certain Risk Disclosures

In October 2023, GASB issued *GASB 102, Certain Risk Disclosures*, which requires disclosure of vulnerabilities due to certain concentrations or constraints when all disclosure criteria are met as of the date the financial statements are issued: (a) the concentration or constraint is known to the government before issuance; (b) it makes the reporting unit vulnerable to the risk of a substantial impact; and (c) an event or events associated with it have occurred, have begun to occur, or are more likely than not to begin within 12 months of the issuance date. Required disclosures describe the concentration/constraint, the event(s) that have occurred or begun, and mitigation actions taken prior to issuance. Governments must also assess these criteria for any reporting unit that reports a liability for revenue debt. GASB 102 is effective for fiscal years beginning after June 15, 2024. Management determined that no disclosures were required under GASB 102 as of the issuance date.

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 nonfiduciary activities of the primary government. The fiduciary fund activity is excluded from the government-wide financial statements. Primary government activities are distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes, grants, and other nonexchange 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 nonfiduciary 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.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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 the following major governmental funds:

- **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.
- **Grants Fund.** To account for various grants from federal and state agencies and other sources which are restricted by the granting agency to expenditures for specified purposes, including fiscal, public safety activities and equipment, drug enforcement activities, and homeland security.
- **State Shared GRT Revenue Bond Fund.** To account for proceeds received for various road improvement projects and City buildings and public facility improvement projects.

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 fund:

- **Custodial Funds.** These funds account for assets held by the City as a custodian for other governments or organizations and are solely comprised of the Municipal Court Fund. These funds account for monies temporarily held by the City as an agent.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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 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, are generally reported as nonoperating revenues and expenses and result from nonexchange transactions or ancillary activities. For the City's internal service funds, investment earnings are reported as operating revenues because they are integral to the funds' cost-recovery structure.

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 trustees that are reserved for future debt service requirements or future project costs.

Receivables

Taxes receivable include accrued amounts for municipal 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 Utility customers in excess of 187 days comprise an allowance for uncollectible accounts in the Utilities Enterprise Fund, while accounts receivable from Ambulance customers in

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

excess of 121 days comprise the allowance for Ambulance accounts receivable in the General Governmental Fund.

Lease Receivable

The City's lease receivable is measured at the present value of lease payments expected to be received during the lease term. Under the lease agreement, the City may receive variable lease payments dependent on the lessee's revenue. Such payments are recorded as inflows of resources in the period in which they are received.

The deferred inflows of resources are recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflows of resources are then amortized on a straight-line basis over the term of the lease.

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 mills (\$20 per \$1,000 assessed valuation), of which the City's portion, by state regulation, is limited to 5.151 mills.

Property taxes are payable in two equal installments due on November 10 of the current year and April 10 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 governmental 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. Utility fund inventories consist of materials and supplies necessary for providing operating services.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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 acquisition 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:

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

The account Excess Consideration Provided for Acquisition 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 and is reported as a deferred outflow of resources in the accompanying government-wide and proprietary fund financial statements. This balance is amortized as a component of nonoperating expense over the periods in which the related benefits are expected to be realized.

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.

Please see additional information on lease assets, intangible right-to-use assets, and related accumulated amortization in Notes 6 and 7.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

Right-to-Use Leased and Subscription Assets

The City recognizes lease and subscription assets and the related liabilities for arrangements with a term greater than 12 months in accordance with GASB 87 and GASB 96. For administrative efficiency, the City applies a capitalization threshold and generally does not recognize lease or subscription assets and liabilities for arrangements with an initial present value of less than \$25,000, provided the arrangement is immaterial individually and in the aggregate. Payments for arrangements below the threshold are recognized as outflows of resources (expense/expenditure) over the period benefited.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has recognized deferred outflows of resources related to its pension and OPEB plans (including contributions subsequent to the measurement date and other qualifying items), for deferred amounts on bond refundings, and for excess consideration provided for acquisition (see Note 7).

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The City has reported the following in this category:

- In the governmental funds balance sheet, it has reported unavailable revenue. The unavailable revenue is from two sources: property taxes and federal grants. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- The City has recognized deferred inflows of resources related to its pension and OPEB plans, based on actuarial valuations, and for leases (primarily associated with lease receivables as a lessor—see Note 6).

For additional pension and OPEB information, refer to Notes 10 and 11, respectively.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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. The basis for recording these compensated absences is based on historical utilization and the City's pay out policy, applied to current accumulated balances and pay rates, including applicable employer payroll related costs to be incurred when leave is used.

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.

Net Position and Fund Balances

The difference between assets/deferred outflows and liabilities/deferred inflows is net position on the government-wide, proprietary fund, and fiduciary fund statements, and fund balance on the governmental fund statements. Note 9 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. All other revenues, including gross receipts taxes, are considered to be available if they are collected within 60 days after year-end, with the exception of state and federal grants, which are considered to be available if they are collected within 90 days after year-end. Proceeds of long-term debt and acquisitions under leases are reported as other financing sources.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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 and Other Postemployment Benefits

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.

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the New Mexico Retiree Health Care Authority (NMRHCA) and additions to and deductions from NMRHCA's fiduciary net position have been determined on the same basis as they are reported by NMRHCA. For this purpose, NMRHCA recognizes benefit payments 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."

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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: DEPOSITS AND INVESTMENTS

The City's deposits and investments are described in the following sections, as of June 30, 2025. Additionally, the City had \$4,720 of petty cash on hand as of June 30, 2025. As of June 30, 2025, the City's deposits and investments were either fully FDIC insured or backed by the federal government, therefore no pledged collateral has been presented. The 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. Further, the City's Investment Policy requires all deposits with financial institutions be collateralized in an amount not less than 102% of the uninsured

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

balance in each account. No security is required for the deposit of public money that is insured by the Federal Deposit Insurance Corporation (FDIC).

Fair Value Measurements

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

- *Level 1* – Inputs are quoted prices in active markets for identical assets
- *Level 2* – Inputs are significant other observable inputs
- *Level 3* – Inputs are significant unobservable inputs

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.

Funds from the City's operating account are maintained in a government money market investment sweep arrangement through the City's fiscal agent bank. Funds not needed to clear the day's transactions in the operating account are "swept" out of the operating account daily to a government money market investment account. The government money market investment account funds are not considered deposits and are not eligible for FDIC insurance. As of June 30, 2025, \$62,515,980 is held in the money market investment sweep account, which is included in Cash and Cash Equivalents, based on Weighted Average Maturity. The difference between the bank statement balance and the reconciled balance represents outstanding checks, deposits in transit, and other reconciling items.

All investments in which the fair value hierarchy is applicable are measured at fair value on a recurring basis. Following are the City's investment balances as of June 30, 2025:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted Average Maturity (Days)</u>	<u>Category</u>
US Bank - Governmental Issues	\$225,374,559	773	Level 1
State Investment Council - Perm Fund	14,763,038	N/A	Level 1
US Treasuries held by NMFA	357,949	305	Level 1
BoK - Money Market	282,878	1	Level 1
PFM - US Bank Money Market	45,936,933	163	Level 1
Wells Fargo Mutual Fund Sweep	62,020,453	1	Level 1
Total	<u>\$ 348,735,810</u>		

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

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 financial institutions
- Demand deposits of New Mexico banks
- Savings and loan association deposits
- Investment grade obligations of state and local governments
- Money market mutual funds

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 U.S. 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 not have defaulted on bond obligations within the preceding five years.

Money market mutual funds must be registered with the SEC, comply with diversification, quality, and maturity requirements of SEC Rule 2a-7, assess no fees pursuant to SEC Rule 12b-1, be invested only in United States Government and Agency Obligations, and repurchase agreements secured by such obligations, and be rated AAAM or equivalent by a nationally recognized rating agency.

C. 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 effective duration of three years for the overall portfolio, with the exception of bond or trust funds which should be matched to the planned expenditures of the funds.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 3: INTERFUND BALANCES

Interfund balances primarily represent short-term cash advances from the General Fund to other funds pending the receipt of restricted or reimbursable revenues. Interfund balances as of June 30, 2025 consisted of the following amounts:

	<u>Due From Other Funds - General Fund</u>
Due to Other Funds Reported in:	
2025 SSGRT Revenue Bond Fund	\$ 234,093
 Nonmajor Special Revenue Funds:	
Rio Metro Fund	8,775
Library Fund	68,534
Special Assessment District Fund District VI	132,493
Special Assessment District Fund District VII	304,189
Higher Education GRT Fund	2,663,454
Cannabis Fund	255,939
HUD CDBG Grant Fund	2,769
Crime Victim Assistance Fund	20,936
 Nonmajor Capital Project Funds:	
State Appropriations Fund	2,672,386
2016 GO Bond Construction Fund	26,440
2020 GO Bond Construction Fund	405,427
Total	\$ 6,795,435

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 4: 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, enterprise and internal service funds, for the year ended June 30, 2025 are as follows:

	Transfers Out Reported in:			
	General Fund	State Shared GRT Revenue Bond Fund	Nonmajor Governmental Funds	Total Transfers In
<u>Transfers In Reported in:</u>				
General Fund	\$ -	\$ -	\$ 3,294,918	\$ 3,294,918
Nonmajor Special Revenue Funds:				
Regional Emergency				
Communication Center	2,512,041	-	-	2,512,041
Rio Vision Cable	73,513	-	-	73,513
Strategic Planning Initiative	3,800,000	-	-	3,800,000
Local Government Corrections	84,875	-	-	84,875
Environmental Gross Receipts Tax	-	-	348,150	348,150
Nonmajor Capital Funds:				
Infrastructure	13,789,329	-	230,000	14,019,329
Recreation Development	188,013	-	-	188,013
Nonmajor Debt Service Funds:				
GRT Debt Service Fund	1,500,322	999	-	1,501,321
GO Bond Debt Service	-	-	637,150	637,150
NMFA Debt Service Fund	1,154,065	-	-	1,154,065
Total Transfers Out - Governmental Funds	<u>23,102,158</u>	<u>999</u>	<u>4,510,218</u>	<u>27,613,375</u>
Enterprise Funds:				
MPEC Fund	1,445,749	-	190,000	1,635,749
Internal Service Funds:				
Health Self Insurance Fund	1,378,025	-	-	1,378,025
Total Enterprise Funds and Governmental Activities	<u>2,823,774</u>	<u>-</u>	<u>190,000</u>	<u>3,013,774</u>
Total	<u>\$ 25,925,932</u>	<u>\$ 999</u>	<u>\$ 4,700,218</u>	<u>\$ 30,627,149</u>

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 5: 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, 2025:

	Governmental Activities / Funds		
	General	Nonmajor Governmental	Total
	Fund	Funds	
Accounts Receivable	4,174,787	\$ 5,476,273	\$ 9,651,060
Allowance for Uncollectible Accounts	(2,294,113)	-	(2,294,113)
Net Accounts Receivable	\$ 1,880,674	\$ 5,476,273	\$ 7,356,947
	Business-Type Activities / Enterprise Funds		
	Utility	MPEC	Total
	Fund	Fund	
Accounts Receivable	\$ 8,826,656	\$ 192,706	\$ 9,019,362
Allowance for Uncollectible Accounts	(857,449)	-	(857,449)
Net Accounts Receivable	\$ 7,969,207	\$ 192,706	\$ 8,161,913

NOTE 6: LEASE COMMITMENTS

Lease Receivables – Lessor

During the current fiscal year, the City, acting as lessor, leased buildings and land, including land containing cellular towers under long-term, non-cancelable lease agreements, to third parties. The leases expire at various dates through 2040 and provide renewal options ranging from five months to 20 years. As of June 30, 2025, the lease receivable was \$2,118,143. As of the financial statement date, the City has deferred inflows of resources associated with the leases in the amount of \$2,313,414 that will be recognized as lease revenue over the lease terms. There were no other lease related inflows under these agreements, as amounts due are fixed and consist solely of principal and interest payments. None of the property leased is subject to debt or used to secure financing.

During the year ended June 30, 2025, the City recognized lease revenue of \$102,829 and interest revenue of \$63,674, related to these leases.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

The future minimum receipts on those leases as of June 30, 2025, are as follows:

<u>Governmental Funds - Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
6/30/2026	\$ 131,318	\$ 59,832	\$ 191,150
6/30/2027	138,940	55,740	194,680
6/30/2028	147,692	51,403	199,095
6/30/2029	158,628	46,767	205,395
6/30/2030	170,084	41,773	211,857
6/30/2031 - 6/30/2035	773,498	136,556	910,054
6/30/2036 - 6/30/2040	576,666	30,590	607,256
6/30/2041 - 6/30/2045	21,317	-	21,317
Total	<u>\$ 2,118,143</u>	<u>\$ 422,661</u>	<u>\$ 2,540,804</u>

Lease Assets – Lessee

The City of Rio Rancho has recorded intangible right-to-use lease assets as a result of implementing GASB 87. The lease assets are initially measured at an amount equal to the initial measurement of the related lease liability (plus any lease payments made prior to the lease term and ancillary charges necessary to place the lease into service, less lease incentives). Lease assets are amortized on a straight-line basis over the shorter of the useful life of the underlying asset or the lease term. See Note 7 Capital Assets for lease asset activity for the City for the year ended June 30, 2025.

Subscription Based Information Technology Arrangements (SBITA)

The City of Rio Rancho has recorded intangible right-to-use subscriptions as a result of implementing GASB 96. The subscriptions are initially measured at an amount equal to the initial measurement of the related SBITA liability (plus any payments made prior to the term and ancillary charges necessary to place the SBITA into service, less SBITA incentives). Subscriptions are amortized on a straight-line basis over the shorter of the useful life of the underlying asset or the arrangement term. See Note 7 Capital Assets for SBITA activity for the City for the year ended June 30, 2025.

SBITAS with a maximum possible term of 12 months or less are accounted for as short-term subscriptions, with payments recognized as outflows of resources as incurred and no SBITA asset or liability recognized.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

Under Long-Term Obligations

Leases

The City has entered into agreements to lease equipment and a building. The lease agreements have been recorded at the present value of the future lease payments as of the date of their inception or, for leases existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2024.

The future minimum payments (principal and interest) on those leases as of June 30, 2025, are as follows:

<u>Governmental Funds - Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
6/30/2026	\$ 71,152	\$ 11,814	\$ 82,966
6/30/2027	71,034	8,027	79,061
6/30/2028	70,200	4,131	74,331
6/30/2029	44,069	992	45,061
6/30/2030	5,387	110	5,497
Total	<u>\$ 261,842</u>	<u>\$ 25,074</u>	<u>\$ 286,916</u>

<u>Enterprise Funds - Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
6/30/2026	\$ 16,478	\$ 3,061	19,539
6/30/2027	17,302	2,237	19,539
6/30/2028	18,433	1,356	19,789
6/30/2029	11,625	516	12,141
6/30/2030	2,316	20	2,336
Total	<u>\$ 66,154</u>	<u>\$ 7,190</u>	<u>\$ 73,344</u>

Subscriptions

The City has entered into subscription-based information technology agreements. The subscriptions have been recorded at the present value of the future payments as of the date of their inception or, for subscriptions existing prior to the implementation year at the remaining terms of the agreement, using the facts and circumstances available at July 1, 2024.

The future minimum payments (principal and interest) on those subscriptions as of June 30, 2025, are as follows:

<u>Governmental Funds - Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
6/30/2026	\$ 840,721	\$ 154,202	\$ 994,923
6/30/2027	841,158	87,886	929,044
6/30/2028	519,727	25,621	545,348
6/30/2029	136,829	5,205	142,034
6/30/2030	1,949	107	2,056
Total	<u>\$ 2,340,384</u>	<u>\$ 273,021</u>	<u>\$ 2,613,405</u>

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 7: CAPITAL ASSETS

A. Depreciation and Amortization – Governmental Activities

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

General Government	\$	477,318
Public Safety		3,302,781
Public Works		13,905,190
Parks, Recreation, and Culture		2,965,502
Community and Economic Development		83,387
Total	<u>\$</u>	<u>20,734,178</u>

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

General Government	\$	24,828
Public Safety		171,793
Public Works		723,274
Parks, Recreation, and Culture		154,250
Community and Economic Development		4,337
Total	<u>\$</u>	<u>1,078,482</u>

B. Construction Commitments

The City has active construction projects as of June 30, 2025, including parks and recreation improvements, transportation improvements, and water and wastewater improvements. Management evaluated construction contracts and determined there were no material remaining contractual commitments as of June 30, 2025, beyond recorded payables for work performed. The City has a non-appropriation clause included in all construction contracts, which states that if sufficient appropriations are not made by the governing body, the contracts are subject to termination. Additionally, the City has reserved the right to terminate all construction agreements at its convenience and without cause.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

C. Changes in Capital Assets

Capital asset activity for the year ended June 30, 2025 was as follows:

Capital Assets - Governmental Activities							
	Beginning Balance	Restatement	Beginning Balance (as restated)	Additions	Deletions	Transfers	Ending Balance
Capital Assets Not Being Depreciated:							
Land and Related Assets	\$ 67,326,751	\$ -	\$ 67,326,751	\$ 342,719	\$ -	\$ -	\$ 67,669,470
Construction in Progress	37,826,044	-	37,826,044	32,140,901	(11,910,951)	(109,797)	57,946,197
Total	<u>105,152,795</u>	<u>-</u>	<u>105,152,795</u>	<u>32,483,620</u>	<u>(11,910,951)</u>	<u>(109,797)</u>	<u>125,615,667</u>
Capital Assets Being Depreciated:							
Infrastructure	401,419,877	20,554,279	421,974,156	34,303,972	-	-	456,278,128
Buildings and Improvements	65,778,635	-	65,778,635	689,986	-	-	66,468,621
Land Improvements	32,153,864	-	32,153,864	693,800	-	-	32,847,664
Equipment	49,258,202	-	49,258,202	5,038,425	(1,646,247)	24,379	52,674,759
Total	<u>548,610,578</u>	<u>20,554,279</u>	<u>569,164,857</u>	<u>40,726,183</u>	<u>(1,646,247)</u>	<u>24,379</u>	<u>608,269,172</u>
Less: Accumulated Depreciation for:							
Infrastructure	(250,363,184)	(2,525,350)	(252,888,534)	(13,024,217)	-	-	(265,912,751)
Buildings and Improvements	(20,671,903)	-	(20,671,903)	(1,542,644)	-	-	(22,214,547)
Land Improvements	(15,300,624)	-	(15,300,624)	(1,478,946)	-	-	(16,779,570)
Equipment	(29,930,428)	-	(29,930,428)	(4,688,371)	1,618,534	(18,438)	(33,018,703)
Total	<u>(316,266,139)</u>	<u>(2,525,350)</u>	<u>(318,791,489)</u>	<u>(20,734,178)</u>	<u>1,618,534</u>	<u>(18,438)</u>	<u>(337,925,571)</u>
Capital Assets Being Depreciated, Net	232,344,439	18,028,929	250,373,368	19,992,005	(27,713)	5,941	270,343,601
Right-to-Use-Assets:							
Leases	440,141	-	440,141	103,377	-	-	543,518
Subscription Based Information Technology Arrangements	2,321,488	-	2,321,488	2,308,551	-	-	4,630,039
Total	<u>2,761,629</u>	<u>-</u>	<u>2,761,629</u>	<u>2,411,928</u>	<u>-</u>	<u>-</u>	<u>5,173,557</u>
Less: Accumulated Amortization for:							
Leases	(197,038)	-	(197,038)	(93,784)	-	-	(290,822)
Subscription Based Information Technology Arrangements	(919,099)	-	(919,099)	(984,698)	-	-	(1,903,797)
Total	<u>(1,116,137)</u>	<u>-</u>	<u>(1,116,137)</u>	<u>(1,078,482)</u>	<u>-</u>	<u>-</u>	<u>(2,194,619)</u>
Right-to-Use Assets Being Amortized, Net	1,645,492	-	1,645,492	1,333,446	-	-	2,978,938
Total Capital Assets, Net	<u>\$ 339,142,726</u>	<u>\$ 18,028,929</u>	<u>\$ 357,171,655</u>	<u>\$ 53,809,071</u>	<u>\$ (11,938,664)</u>	<u>\$ (103,856)</u>	<u>\$ 398,938,206</u>

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

During the year ended June 30, 2025, capital assets with a net carrying value of \$103,856 were transferred from governmental activities to business-type activities (Utilities Fund).

Capital Assets - Business-Type Activities							
	Beginning Balance	Restatement	Beginning Balance (as restated)	Additions	Deletions	Transfers	Ending Balance
Capital Assets Not Being Depreciated:							
Land and Related Assets	\$ 75,958,418	\$ -	\$ 75,958,418	\$ 1,241,842	\$ -	\$ -	\$ 77,200,260
Construction in Progress	22,168,685	-	22,168,685	12,760,959	(3,065,456)	-	31,864,188
Total	98,127,103	-	98,127,103	14,002,801	(3,065,456)	-	109,064,448
Capital Assets Being Depreciated:							
Infrastructure	233,131,223	10,964,674	244,095,897	18,444,902	-	109,797	262,650,596
Buildings and Improvements	129,802,467	-	129,802,467	10,465	-	-	129,812,932
Land Improvements	16,808,083	125,969	16,934,052	-	-	-	16,934,052
Equipment	59,083,348	397,796	59,481,144	1,406,434	(78,812)	(24,379)	60,784,387
Total	438,825,121	11,488,439	450,313,560	19,861,801	(78,812)	85,418	470,181,967
Less: Accumulated Depreciation for:							
Infrastructure	(57,386,847)	(425,023)	(57,811,870)	(4,108,252)	-	-	(61,920,122)
Buildings and Improvements	(38,728,986)	-	(38,728,986)	(2,686,308)	-	-	(41,415,294)
Land Improvements	(8,928,141)	(11,077)	(8,939,218)	(717,721)	-	-	(9,656,939)
Equipment	(49,664,687)	(76,085)	(49,740,772)	(2,628,027)	78,812	18,438	(52,271,549)
Total	(154,708,661)	(512,185)	(155,220,846)	(10,140,308)	78,812	18,438	(165,263,904)
Capital Assets Being Depreciated, Net	284,116,460	10,976,254	295,092,714	9,721,493	-	103,856	304,918,063
Right-to-Use-Assets:							
Leases	111,132	-	111,132	17,512	-	-	128,644
Less: Accumulated Amortization	(58,141)	-	(58,141)	(4,081)	-	-	(62,222)
Right-to-Use Assets Being Amortized, Net	52,991	-	52,991	13,431	-	-	66,422
Total	\$ 382,296,554	\$ 10,976,254	\$ 393,272,808	\$ 23,737,725	\$ (3,065,456)	\$ 103,856	\$ 414,048,933

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 8: LONG-TERM LIABILITIES

A. Changes in Long-Term Liabilities

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

	Governmental Activities						
	Beginning Balance	Restatement	Beginning Balance (as restated)	Additions	Deletions	Ending Balance	Due Within One Year
General Obligation Bonds	\$ 25,730,000	\$ -	\$ 25,730,000	\$ 16,000,000	\$ (4,320,000)	\$ 37,410,000	\$ 9,370,000
Gross Receipts Tax							
Revenue Bonds	8,470,000	-	8,470,000	30,540,000	(3,145,000)	35,865,000	2,545,000
Unamortized Premiums	4,013,266	-	4,013,266	2,609,167	(785,869)	5,836,564	908,887
Notes from Direct Borrowings	6,717,799	-	6,717,799	-	(1,232,063)	5,485,736	1,144,862
Compensated Absences	6,428,658	604,226	7,032,884	742,640 *	-	7,775,524	5,019,077
Lease Liability	247,134	-	247,134	103,377	(88,669)	261,842	71,152
Subscription Liability	1,076,274	-	1,076,274	2,308,551	(1,044,441)	2,340,384	840,721
Total	<u>\$ 52,683,131</u>	<u>\$ 604,226</u>	<u>\$ 53,287,357</u>	<u>\$ 52,303,735</u>	<u>\$ (10,616,042)</u>	<u>\$ 94,975,050</u>	<u>\$ 19,899,699</u>
	Business-Type Activities						
	Beginning Balance	Restatement	Beginning Balance (as restated)	Additions	Deletions	Ending Balance	Due Within One Year
Utility Revenue Bonds	\$ 71,465,000	\$ -	\$ 71,465,000	\$ -	\$ (6,045,000)	\$ 65,420,000	\$ 4,780,000
MPEC Revenue Bonds	14,245,000	-	14,245,000	-	(1,705,000)	12,540,000	1,720,000
Unamortized Premiums	6,863,005	-	6,863,005	-	(702,665)	6,160,340	505,788
Notes from Direct Borrowings	9,222,080	-	9,222,080	1,695,966	(1,189,392)	9,728,654	1,198,350
Compensated Absences	144,710	51,410	196,120	-	(49,120) *	147,000	141,495
Lease Liability	51,798	-	51,798	32,618	(18,262)	66,154	16,478
Total	<u>\$ 101,991,593</u>	<u>\$ 51,410</u>	<u>\$ 102,043,003</u>	<u>\$ 1,728,584</u>	<u>\$ (9,709,439)</u>	<u>\$ 94,062,148</u>	<u>\$ 8,362,111</u>

*The change in the compensated absences liability is presented as a net change.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

B. Debt Service Requirements to Maturity - Summary

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

Fiscal Year	Governmental Activities						Total
	General Obligation Bonds		Gross Receipts Tax Revenue Bonds		Notes from Direct Borrowings		
	Principal	Interest	Principal	Interest	Principal	Interest	
2026	\$ 9,370,000	\$ 1,476,075	\$ 2,545,000	\$ 1,869,600	\$ 1,144,862	\$ 122,656	\$ 16,528,193
2027	7,125,000	1,083,675	2,745,000	1,666,000	1,062,090	101,297	13,783,062
2028	3,175,000	843,775	2,880,000	1,528,750	1,004,373	79,607	9,511,505
2029	3,175,000	702,625	1,070,000	1,384,750	365,748	56,712	6,754,835
2030	3,175,000	566,425	1,125,000	1,331,250	373,229	49,035	6,619,939
2031 - 2035	10,290,000	1,198,050	6,525,000	5,754,500	1,535,434	102,547	25,405,531
2036 - 2040	1,100,000	55,000	8,340,000	3,950,250	-	-	13,445,250
2041 - 2045	-	-	10,635,000	1,647,250	-	-	12,282,250
Total	\$ 37,410,000	\$ 5,925,625	\$ 35,865,000	\$ 19,132,350	\$ 5,485,736	\$ 511,854	\$ 104,330,565

Fiscal Year	Business-Type Activities						Total
	Utility Revenue Bonds		Multi-Purpose Events Center Revenue Bonds		Notes from Direct Borrowings		
	Principal	Interest	Principal	Interest	Principal	Interest	
2026	\$ 4,780,000	\$ 2,465,200	\$ 1,720,000	\$ 203,814	\$ 1,198,350	\$ 115,660	\$ 10,483,024
2027	4,980,000	2,270,350	1,735,000	185,410	1,942,052	106,262	11,219,074
2028	5,190,000	2,067,250	1,755,000	162,508	1,959,396	94,727	11,228,881
2029	5,355,000	1,903,450	1,780,000	136,534	1,445,701	81,218	10,701,903
2030	5,560,000	1,682,550	1,820,000	106,452	1,246,208	66,116	10,481,326
2031 - 2035	21,845,000	5,127,200	3,730,000	112,140	1,936,947	141,651	32,892,938
2036 - 2040	15,105,000	1,832,350	-	-	-	-	16,937,350
2041 - 2045	2,605,000	42,750	-	-	-	-	2,647,750
Total	\$ 65,420,000	\$ 17,391,100	\$ 12,540,000	\$ 906,858	\$ 9,728,654	\$ 605,634	\$ 106,592,246

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

C. General Obligation Bonds

During 2025, the City issued one new GO Bond. GO Bonds payable at June 30, consisted of the following:

General Obligation Bonds Payable					
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2025
Series 2016 Imprv/Refund Bonds	5/25/2016	8/1/2028	2.50% to 4.00%	\$ 11,310,000	\$ 745,000
Series 2018 Public Safety Bonds	8/28/2018	8/1/2030	2.00% to 5.00%	14,100,000	5,240,000
Series 2020 Roads/Public Safety Bonds	4/22/2020	8/1/2040	2.50% to 3.00%	14,600,000	7,870,000
Series 2022 Improvement Bonds	5/31/2022	8/1/2034	4.00% to 5.00%	15,250,000	7,555,000
Series 2024 Improvement Bonds	7/23/2024	8/1/2023	5.00%	16,000,000	16,000,000
Total General Obligation Bonds Outstanding					37,410,000
Add: Unamortized Premium					3,128,442
Total General Obligation Bonds Payable					<u>\$ 40,538,442</u>

Debt Service Requirements to Maturity - General Obligation Bonds						
Fiscal Year	Series 2016 Improvement and Refunding			Series 2018 Public Safety Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 745,000	\$ 7,450	\$ 752,450	\$ 880,000	\$ 152,800	\$ 1,032,800
2027	-	-	-	880,000	117,600	997,600
2028	-	-	-	880,000	91,200	971,200
2029	-	-	-	880,000	64,800	944,800
2030	-	-	-	880,000	38,400	918,400
2031 - 2035	-	-	-	840,000	12,600	852,600
Total	<u>\$ 745,000</u>	<u>\$ 7,450</u>	<u>\$ 752,450</u>	<u>\$ 5,240,000</u>	<u>\$ 477,400</u>	<u>\$ 5,717,400</u>

Fiscal Year	Series 2020 Roads and Public Safety Bonds			Series 2022 Roads and Public Safety Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 990,000	\$ 329,650	\$ 1,319,650	\$ 755,000	\$ 336,175	\$ 1,091,175
2027	990,000	280,150	1,270,150	755,000	298,425	1,053,425
2028	990,000	230,650	1,220,650	755,000	260,675	1,015,675
2029	990,000	181,150	1,171,150	755,000	222,925	977,925
2030	990,000	136,600	1,126,600	755,000	185,175	940,175
2031 - 2035	2,920,000	173,200	3,093,200	3,780,000	393,500	4,173,500
Total	<u>\$ 7,870,000</u>	<u>\$ 1,331,400</u>	<u>\$ 9,201,400</u>	<u>\$ 7,555,000</u>	<u>\$ 1,696,875</u>	<u>\$ 9,251,875</u>

Fiscal Year	Series 2024 Improvement Bonds			Total General Obligation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 6,000,000	\$ 650,000	\$ 6,650,000	\$ 9,370,000	\$ 1,476,075	\$ 10,846,075
2027	4,500,000	387,500	4,887,500	7,125,000	1,083,675	8,208,675
2028	550,000	261,250	811,250	3,175,000	843,775	4,018,775
2029	550,000	233,750	783,750	3,175,000	702,625	3,877,625
2030	550,000	206,250	756,250	3,175,000	566,425	3,741,425
2031 - 2035	2,750,000	618,750	3,368,750	10,290,000	1,198,050	11,488,050
2036 - 2040	1,100,000	55,000	1,155,000	1,100,000	55,000	1,155,000
Total	<u>\$ 16,000,000</u>	<u>\$ 2,412,500</u>	<u>\$ 18,412,500</u>	<u>\$ 37,410,000</u>	<u>\$ 5,925,625</u>	<u>\$ 43,335,625</u>

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

D. Gross Receipts Tax Revenue Bonds – Governmental Activities

During 2025, the City issued one new 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, 2025
Series 2020 Health Sciences Building	6/29/2020	6/1/2028	5.00%	\$ 11,720,000	\$ 5,325,000
Series 2025 Gross Receipts Tax Revenue	5/13/2025	6/1/2045	5.00%	30,540,000	30,540,000
Total Gross Receipts Tax Revenue Bonds Outstanding - Governmental Activities					35,865,000
Add: Unamortized Premium					2,708,122
Total Gross Receipts Tax Revenue Bonds Payable - Governmental Activities					\$ 38,573,122

Debt Service Requirements to Maturity - Gross Receipts Tax Revenue Bonds - Governmental Activities						
Fiscal Year	2020 Health Sciences Building			Series 2025 Gross Receipts		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 1,690,000	\$ 266,250	\$ 1,956,250	\$ 855,000	\$ 1,603,350	\$ 2,458,350
2027	1,775,000	181,750	1,956,750	970,000	1,484,250	2,454,250
2028	1,860,000	93,000	1,953,000	1,020,000	1,435,750	2,455,750
2029	-	-	-	1,070,000	1,384,750	2,454,750
2030	-	-	-	1,125,000	1,331,250	2,456,250
2031 - 2035	-	-	-	6,525,000	5,754,500	12,279,500
2036 - 2040	-	-	-	8,340,000	3,950,250	12,290,250
2041 - 2045	-	-	-	10,635,000	1,647,250	12,282,250
Total	\$ 5,325,000	\$ 541,000	\$ 5,866,000	\$ 30,540,000	\$ 18,591,350	\$ 49,131,350

E. Notes from Direct Borrowings – Governmental Activities

During 2025, the City did not issue any new loans with NMFA. Notes from direct borrowings for governmental activities at June 30, consisted of the following:

Notes from Direct Borrowings - Governmental Activities					
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2025
2013 NMFA Fire Admin Building	5/17/2013	5/1/2033	0.32%-3.50%	\$ 795,925	\$ 365,762
2018 NMFA HP Loan Refunding	10/6/2018	6/1/2028	1.81%	3,515,000	1,090,000
2018 NMFA High School Loan Refunding	10/6/2018	6/1/2028	1.78%	3,370,000	965,000
2019 NMFA Heavy Equipment and Vehicles	1/11/2019	8/1/2025	2.43%	609,056	98,974
2019 NMFA Los Diamontes Development	6/28/2019	5/1/2034	2.24%	3,440,000	2,966,000
Total Notes Outstanding - Governmental Activities					5,485,736
Total Notes Payable - Governmental Activities					\$ 5,485,736

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

Debt Service Requirements to Maturity - Notes from Direct Borrowings - Governmental Activities						
Fiscal Year	2013 Fire Admin Building			2018 NMFA HP Loan Refunding		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 40,888	\$ 12,152	\$ 53,040	\$ 355,000	\$ 23,652	\$ 378,652
2027	42,090	10,949	53,039	365,000	16,730	381,730
2028	43,373	9,666	53,039	370,000	9,028	379,028
2029	44,748	8,291	53,039	-	-	-
2030	46,229	6,810	53,039	-	-	-
2031 - 2035	148,434	10,684	159,118	-	-	-
Total	<u>\$ 365,762</u>	<u>\$ 58,552</u>	<u>\$ 424,314</u>	<u>\$ 1,090,000</u>	<u>\$ 49,410</u>	<u>\$ 1,139,410</u>

Fiscal Year	2018 NMFA High School Loan Refunding			2019 NMFA Heavy Equipment & Vehicles		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 345,000	\$ 20,717	\$ 365,717	\$ 98,974	\$ 1,292	\$ 100,266
2027	345,000	13,990	358,990	-	-	-
2028	275,000	6,710	281,710	-	-	-
Total	<u>\$ 965,000</u>	<u>\$ 41,417</u>	<u>\$ 1,006,417</u>	<u>\$ 98,974</u>	<u>\$ 1,292</u>	<u>\$ 100,266</u>

Fiscal Year	2019 NMFA Los Diamontes			Total Notes from Direct Borrowings		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 305,000	\$ 64,844	\$ 369,844	\$ 1,144,862	\$ 122,657	\$ 1,267,519
2027	310,000	59,629	369,629	1,062,090	101,298	1,163,388
2028	316,000	54,204	370,204	1,004,373	79,608	1,083,981
2029	321,000	48,421	369,421	365,748	56,712	422,460
2030	327,000	42,226	369,226	373,229	49,036	422,265
2031 - 2035	1,387,000	91,864	1,478,864	1,535,434	102,548	1,637,982
Total	<u>\$ 2,966,000</u>	<u>\$ 361,188</u>	<u>\$ 3,327,188</u>	<u>\$ 5,485,736</u>	<u>\$ 511,859</u>	<u>\$ 5,997,595</u>

F. Utility Revenue Bonds

During 2025, 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, 2025
Series 2015 Refunding Bonds	9/22/2015	5/15/2032	2.00%-5.00%	\$ 27,365,000	\$ 18,280,000
Series 2017 Senior Lien Bonds	7/13/2016	5/15/2014	3.59%	22,900,000	17,955,000
Series 2017 Senior Lien Refunding Bonds	7/13/2016	5/15/2034	3.59%	9,080,000	5,780,000
2017 Subordinate Lien Refunding Bonds	7/13/2016	5/15/2041	3.56%	21,825,000	14,885,000
2019 NMFA Water Rights Acquisition	6/27/2019	5/1/2039	2.8674%	10,425,000	8,520,000
Total Utility Bonds Outstanding					65,420,000
Add: Unamortized Premium					6,153,846
Total Utility Bonds Payable					<u>\$ 71,573,846</u>

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

Debt Service Requirements to Maturity - Utility Revenue Bonds

Fiscal Year	Series 2015 Refunding			Series 2016 Senior Lien		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 2,315,000	\$ 731,200	\$ 3,046,200	\$ 845,000	\$ 620,450	\$ 1,465,450
2027	2,405,000	638,600	3,043,600	880,000	586,650	1,466,650
2028	2,505,000	542,400	3,047,400	915,000	551,450	1,466,450
2029	2,605,000	442,200	3,047,200	935,000	533,150	1,468,150
2030	2,705,000	338,000	3,043,000	970,000	495,750	1,465,750
2031 - 2035	5,745,000	347,000	6,092,000	5,465,000	1,864,550	7,329,550
2036 - 2040	-	-	-	6,520,000	811,800	7,331,800
2041 - 2045	-	-	-	1,425,000	42,750	1,467,750
Total	<u>\$ 18,280,000</u>	<u>\$ 3,039,400</u>	<u>\$ 21,319,400</u>	<u>\$ 17,955,000</u>	<u>\$ 5,506,550</u>	<u>\$ 23,461,550</u>

Fiscal Year	Series 2016 Senior Lien Refunding			Series 2016 Subordinate Lien Refunding		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 555,000	\$ 219,200	\$ 774,200	\$ 700,000	\$ 514,350	\$ 1,214,350
2027	575,000	197,000	772,000	730,000	486,350	1,216,350
2028	600,000	174,000	774,000	760,000	457,150	1,217,150
2029	610,000	162,000	772,000	775,000	444,350	1,219,350
2030	635,000	137,600	772,600	805,000	410,950	1,215,950
2031 - 2035	2,805,000	286,200	3,091,200	4,530,000	1,545,750	6,075,750
2036 - 2040	-	-	-	5,405,000	696,750	6,101,750
Total	<u>\$ 5,780,000</u>	<u>\$ 1,176,000</u>	<u>\$ 6,956,000</u>	<u>\$ 14,885,000</u>	<u>\$ 4,555,650</u>	<u>\$ 19,440,650</u>

Fiscal Year	2019 Water Rights Acquisition			Total Utility Revenue Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2026	365,000	380,000	\$ 745,000	\$ 4,780,000	\$ 2,465,200	\$ 7,245,200
2027	390,000	361,750	751,750	4,980,000	2,270,350	7,250,350
2028	410,000	342,250	752,250	5,190,000	2,067,250	7,257,250
2029	430,000	321,750	751,750	5,355,000	1,903,450	7,258,450
2030	445,000	300,250	745,250	5,560,000	1,682,550	7,242,550
2031 - 2035	3,300,000	1,083,700	4,383,700	21,845,000	5,127,200	26,972,200
2036 - 2040	3,180,000	323,800	3,503,800	15,105,000	1,832,350	16,937,350
2041 - 2045	-	-	-	2,605,000	42,750	2,647,750
Total	<u>\$ 8,520,000</u>	<u>\$ 3,113,500</u>	<u>\$ 11,633,500</u>	<u>\$ 65,420,000</u>	<u>\$ 17,391,100</u>	<u>\$ 82,811,100</u>

G. Multi-Purpose Events Center Revenue Bonds

During 2025, the City did not issue any new MPEC Revenue Bonds. 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, 2025
Series 2021 Taxable Subordinate Lien GRT Revenue Refunding Bonds	3/4/2021	6/1/2032	0.39%-3.00%	\$ 21,000,000	\$ 12,540,000
Add: Unamortized Premium					6,494
Total MPEC Revenue Bonds Payable					<u>\$ 12,546,494</u>

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

Debt Service Requirements to Maturity - MPEC Bonds - Business-Type Activities

Fiscal Year	Series 2013 Taxable					
	Subordinate Lien GRT Refunding			Total MPEC Revenue Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 1,720,000	\$ 203,814	\$ 1,923,478	\$ 1,720,000	\$ 203,814	\$ 1,923,814
2027	1,735,000	185,410	1,923,814	1,735,000	185,410	1,920,410
2028	1,755,000	162,508	1,920,410	1,755,000	162,508	1,917,508
2029	1,780,000	136,534	9,602,634	1,780,000	136,534	1,916,534
2030	1,820,000	106,452	1,926,452	1,820,000	106,452	1,926,452
2031 - 2035	3,730,000	112,140	3,842,140	3,730,000	112,140	3,842,140
Total	\$ 12,540,000	\$ 906,858	\$ 21,138,928	\$ 12,540,000	\$ 906,858	\$ 13,446,858

H. Notes from Direct Borrowings – Business-Type Activities

During 2025, the City issued one new Note from Direct Borrowings for business-type activities. Notes from Direct Borrowings for business-type activities at June 30, consisted of the following:

	Notes from Direct Borrowings - Business-Type Activities				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2025
2015 NMFA Water Rights Acquisition	4/17/2015	5/1/2035	2.78%	\$ 4,292,192	\$ 2,367,404
2016 NMFA Water Conservation/ Treatment	1/15/2016	6/1/2035	0.25%	384,000	200,284
2022 NMFA Water Rights Acquisition	9/24/2021	5/1/2031	.09% to 1.03%	9,400,000	5,465,000
2024 NMFA Drinking Water	6/14/2024	5/1/2046	0.26%	15,150,000	1,695,966
Total Notes Payable - Business-Type Activities					\$ 9,728,654

Debt Service Requirements to Maturity - Notes from Direct Borrowings - Business-Type Activities

Fiscal Year	2015 Water Rights			2016 Water Conservation/Treatment		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 208,546	\$ 73,101	\$ 281,647	\$ 19,804	\$ 501	\$ 20,305
2027	213,238	68,409	281,647	19,854	451	20,305
2028	218,612	63,035	281,647	19,903	402	20,305
2029	224,623	57,024	281,647	19,953	352	20,305
2030	231,205	50,442	281,647	20,003	302	20,305
2031 - 2035	1,271,180	135,074	1,406,254	100,767	757	101,524
Total	\$ 2,367,404	\$ 447,085	\$ 2,814,489	\$ 200,284	\$ 2,765	\$ 203,049

Fiscal Year	2022 Water Rights			2024 Drinking Water		
	Principal	Interest	Total	Principal	Interest	Total
2026	\$ 970,000	\$ 42,058	\$ 1,012,058	\$ -	\$ -	\$ -
2027	970,000	37,402	1,007,402	738,960	-	738,960
2028	980,000	31,290	1,011,290	740,881	-	740,881
2029	985,000	23,842	1,008,842	216,125	-	216,125
2030	995,000	15,372	1,010,372	-	-	-
2031 - 2035	565,000	5,820	570,820	-	-	-
Total	\$ 5,465,000	\$ 155,784	\$ 5,620,784	\$ 1,695,966	\$ -	\$ 1,695,966

Total Notes Payable

Fiscal Year	Principal	Interest	Total
2026	\$ 1,198,350	\$ 115,660	\$ 1,314,010
2027	1,942,052	106,262	2,048,314
2028	1,959,396	94,727	2,054,123
2029	1,445,701	81,218	1,526,919
2030	1,246,208	66,116	1,312,324
2031 - 2035	1,936,947	141,651	2,078,598
Total	\$ 9,728,654	\$ 605,634	\$ 10,334,288

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

I. Pledged Revenue

Governmental Activities

State Shared Gross Receipt Tax

The City has pledged future gross receipt tax revenues to repay an outstanding GRT refunding revenue bond of \$30.5 million and outstanding NMFA loans of \$965,000 as of June 30, 2025. Proceeds from the original bond issuance, including the subsequent refunding and the loans provided financing for facility construction, infrastructure, and a fire truck and are payable through 2045.

Total annual principal and interest payments for all the bonds and loans are expected to require less than 12% of gross revenues. The current total state shared gross revenues were \$33 million and the total principal and interest paid on the bonds and loans was approximately \$1.9 million, or 6% of gross receipts tax revenues.

Fire Protection Revenue

The City has pledged future fire protection revenues to repay an outstanding NMFA loan of approximately \$366,000 as of June 30, 2025. Proceeds from the loans provided financing for a fire administration building and are payable through 2033.

Total annual principal and interest payments for the loan is expected to require less than 10% of gross revenues. The current total fire protection revenues were \$981,000 and the total principal and interest paid on the loan was approximately \$53,000, or 5% of gross revenues.

Environmental Gross Receipt Tax

The City has pledged future environmental gross receipt taxes to repay outstanding NMFA loans of \$2.7 million as of June 30, 2025. The New Mexico Legislature passed House Bill 479 which became effective July 1, 2019. This law effectively removed restrictions for most municipal option gross receipts taxes. The City amended its dedication ordinance effective January 1, 2021, removing the restrictions on the 1/16th of 1% increment which was formerly the Environmental Services GRT, however, the pledge of that revenue remains to repay outstanding NMFA loans. Proceeds from the loans provided financing for infrastructure improvements and are payable through 2034.

Total annual principal and interest payments for the loans are expected to require less than 3% of municipal option gross receipts tax revenues. The current total municipal option gross receipts tax revenues were approximately \$52.3 million, and the total principal and interest paid on the loans were approximately \$348,000, or 1% of gross revenues.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

Municipal Gross Receipt Tax

The City has pledged future municipal gross receipt taxes to repay an outstanding NMFA loans from direct borrowings of \$1.1 million as of June 30, 2025. Proceeds from the loan provided financing for infrastructure improvements and is payable through 2028.

Total annual principal and interest payments for the loan is expected to require less than 5% of gross revenues. The current total municipal gross receipt tax revenues were \$52.3 million, and the total principal and interest paid on the loan was approximately \$367,000, or 1% of gross revenues.

Gasoline Tax

The City has pledged future gasoline tax receipts to repay an outstanding NMFA loan of approximately \$99,000 with NMFA as of June 30, 2025. Proceeds from the loan provided financing for heavy street equipment and is payable through 2025.

Total annual principal and interest payments for the loan is expected to require less than 20% of gross revenues. The current total gasoline tax revenues were approximately \$574,000 and the total principal and interest expected to be paid annually is approximately \$100,000 or 17% of gross revenues.

Higher Education Gross Receipts Tax

The City has pledged future higher education gross receipts taxes to repay an outstanding bond of \$5.3 million as of June 30, 2025. Proceeds from the bond provided financing for the construction of Building 2 of the Rio Rancho University of New Mexico Health Sciences campus. The building known as the Center for Orthopedic Excellence consists of approximately 48,000 square feet of space for post-secondary health sciences related education (including labs), clinical rehabilitation services and other learning opportunities as well as campus core infrastructure. Final maturity of the bonds will be in 2028 when the pledged gross receipts tax sunsets.

The annual principal and interest payments for the bonds is expected to require less than 50% of the gross receipts revenue. Gross receipts tax revenue in the fund was \$5.6 million in fiscal year 2025 and total principal and interest payments were \$1,957,000 or 35% of gross revenues.

Business-Type Activities

State Shared Gross Receipt Tax

The City has pledged future gross receipt tax revenues to repay outstanding event center refunding bonds of \$12.5 million as of June 30, 2025. Proceeds from the original bond issuance, including the subsequent refunding, provided financing for the construction of the Santa Ana Star Center and are payable through 2032.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

Total annual principal and interest payments for all the bonds and loans are expected to require less than 15% of gross revenues. The current total state shared gross receipt tax revenues were \$33 million and the total principal and interest paid on the bonds and loans was approximately \$1.9 million, or 6% of gross revenues.

Utilities Net Revenue

The City has pledged future Utility net revenues to repay outstanding revenue bonds, refunding revenue bonds, and loans of \$67.3 million as of June 30, 2025. Proceeds from the original bond issuances, including those subsequently refunded, and the loan provided financing for construction of and improvements to the City's water systems and infrastructure and are payable through 2046.

Total annual principal and interest payments for all the bonds and loans (senior and subordinate obligations) are expected to require less than 30% of Joint Utility net revenues through final maturity of all debt obligations. The current total utility net revenues were \$61 million, and the total principal and interest paid on the bonds and loans was approximately \$8.8 million, or 14% of net revenues.

Water Rights Acquisition Fees

The City has pledged future water rights acquisition fees to repay outstanding NMFA loans from direct borrowings of \$7.8 million as of June 30, 2025. Proceeds from the loans provided financing for water rights acquisition purchases and are payable through 2035.

Total annual principal and interest payments for all the bonds and loans from direct borrowings are expected to require less than 50% of gross revenues. The current total water rights acquisition fees were \$3.5 million, and the total principal and interest paid on the loans was \$1.3 million, or 37% of gross revenues.

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 auction 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, 2025, were \$2.8 million.

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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 4% of the taxable valuation of property located within the City. At June 30, 2025, 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	\$ 3,793,300,109
Debt Limit (4% of Assessed Value)	151,732,004
Debt Applicable to Limit:	
General Obligation Bonds Payable	\$ 40,538,442
Less: Amount Restricted for Repayment of General Obligation Bonds	(14,219,733)
Net Debt Applicable to Limit	26,318,709
Additional Bonding Capacity	\$ 125,413,295

L. Conduit Debt Obligations

To further economic development in the City, the City has acted as a conduit for tax-exempt capital financing for various private-sector entities to support acquisition, construction and equipping of industrial and commercial facilities. The facilities and equipment financed are pledged as collateral, and the bonds are payable solely from payments received from the private-sector entities on the underlying mortgage or promissory notes. In addition, no commitments beyond the collateral, the payments from the private-sector entities, and maintenance of the tax-exempt status of the conduit debt obligation were extended by the City for any of these bonds. The current remaining principal of these obligations could not be determined; however, the aggregate original issues amount totaled \$1.19 billion.

NOTE 9: 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, 2025, the City reported a deficit unrestricted net position of \$34,892,438 for governmental activities on the statement of net position.

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 \$161,627,690 of net position of governmental activities that is restricted by enabling legislation.

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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; and 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, committed, and assigned fund balances.

	Governmental Funds						Total
	General Fund	Grants Fund	State Shared GRT Revenue Bond Fund	Special Revenue	Debt Service	Capital Projects	
Fund Balances Restricted for:							
NMDFA Mandated Cash Reserve	\$ 10,575,248	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,575,248
Roads and Public Improvements	-	-	32,204,774	3,688,110	-	55,756,008	91,648,892
Community Programs	-	-	-	40,828,922	-	-	40,828,922
Parks and Recreation Programs	-	-	-	221,581	-	-	221,581
Public Safety Programs	-	1,347,616	-	2,349,023	-	-	3,696,639
Debt Service	-	-	-	-	14,656,408	-	14,656,408
Total	<u>\$ 10,575,248</u>	<u>\$ 1,347,616</u>	<u>\$ 32,204,774</u>	<u>\$ 47,087,636</u>	<u>\$ 14,656,408</u>	<u>\$ 55,756,008</u>	<u>\$ 161,627,690</u>
Fund Balances Committed for:							
Community Programs	\$ -	\$ -	\$ -	\$ 7,964,802	\$ -	\$ -	\$ 7,964,802
Parks and Recreation Programs	-	-	-	399,389	-	-	399,389
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,364,191</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,364,191</u>
Fund Balances Assigned for:							
General Government Programs	\$ -	\$ -	\$ -	\$ 28,595	\$ -	\$ -	\$ 28,595
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,595</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,595</u>

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, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned for those purposes, the resulting negative residual balance is reported as unassigned.

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C. Deficit Fund Balances

The following funds reported deficit fund balances as of June 30, 2025:

Nonmajor Special Revenue Funds:	
Rio Metro Fund	\$ 1,331
Library Fund	13,338
Local Government Corrections	138,616
Special Assessment District VII Bond Fund	727,246
Special Assessment District VIII Bond Fund	317,016
HUD CDBG Grant Fund	11,359
Nonmajor Capital Projects Funds:	
State Appropriations Capital Fund	693,354
Total	\$ 1,902,260

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.

NOTE 10: 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 annual comprehensive financial report that can be obtained at nmpera.org/financial-overview/.

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B. Benefits Provided

See PERA's Annual Comprehensive Financial Report that can be obtained on PERA's Web Site for additional benefits information.

	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	5 Years Age 65 Rule of 85	20 Years Any Age Various Ages 61-64 5 Years Age 65	25 Years Age 60 5 Years	20 Years Various Ages 61-64 5 Years Age 65	25 Years Age 60 5 Years
Vesting Period	5 Years	5 Years	5 Years	5 Years	5 Years	5 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	100%	100%	100%	100%	100%	100%
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	10.80%	10.80%	20.15%	20.15%	22.90%	22.90%
Employee < \$20,000	9.15%	9.15%	16.30%	16.30%	16.20%	16.20%
Employee > \$20,000	11.65%	11.65%	18.80%	18.80%	20.20%	20.20%

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.

The combined active member and employer contribution rates are expected to finance the costs of benefits employees earn during the year, with an additional amount to finance any unfunded accrued liability. See PERA's Annual Comprehensive Financial Report that can be obtained on PERA's Web Site for Contribution Description.

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

The total pension liability, net pension liability, and certain sensitivity information are based on an actuarial valuation performed as of June 30, 2023. The total pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2024. These assumptions were adopted by the Board for use in the June 30, 2023 actuarial valuation.

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 proportion of the net pension liability for each membership group that the employer participates in is based on the employer contributing entity's percentage of that membership group's total employer contributions for the fiscal year ended June 30, 2024. The Schedule of Employer Allocations reflects fiscal year 2024 employer contributions received during the period July 1, 2023 to June 30, 2024. Only pay period end dates that fell within the period July 1, 2023 to June 30, 2024, are included in the total contributions for that employer. Regular and adjustment contributions that applied to fiscal year 2024 are included in the total contribution amounts. In the event that an employer is behind in reporting to PERA its required contributions, an estimate (receivable) has been used to project the unremitted employer contributions. This allows for fair and consistent measurement of the contributions with the total population. This methodology was used in order 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, 2025, are shown in the table below.

PERA Plan	Current Year Pension Expense and Net Pension Liability				
	FY25 Employer Contributions	Pension Expense	Proportionate Share of Net Pension Liability	Percent of Net Pension Liability	Prior Year Percent of Net Pension Liability
Municipal General Plan 2	\$ 2,549,402	\$ 6,313,355	\$ 42,262,604	1.7711%	1.6656%
Municipal Police Plan 5	2,296,753	7,065,462	40,150,871	3.8023%	3.5630%
Municipal Fire Plan 5	2,331,241	6,156,398	44,163,353	4.5242%	4.1002%
Total	<u>\$ 7,177,396</u>	<u>\$ 19,535,215</u>	<u>\$ 126,576,828</u>		

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As of June 30, 2025, 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	\$ 4,013,666	\$ 157,607	\$ 4,295,274	\$ -	\$ 3,751,287	\$ -
Changes of Assumptions	1,358,876			73,942	26,981	
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,756,162	-	1,531,027	-	835,784	-
Changes in Proportion and Differences Between City Contributions and Proportionate Share of Contributions	1,329,809	245,276	1,571,922	-	2,371,704	581,836
City Contributions Subsequent to the Measurement Date	2,549,105		2,296,753		2,331,241	
Total	<u>\$ 11,007,618</u>	<u>\$ 402,883</u>	<u>\$ 9,694,976</u>	<u>\$ 73,942</u>	<u>\$ 9,316,997</u>	<u>\$ 581,836</u>

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, 2024, that will be recognized as a reduction of the net pension liability in the measurement period ending June 30, 2025	\$ 2,549,105	\$ 2,296,753	\$ 2,331,241

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Measurement Period Ending June 30,			
2026	\$ 2,144,576	\$ 2,342,652	\$ 2,288,449
2027	5,124,867	4,385,711	3,447,321
2028	974,124	756,788	767,650
2029	(187,937)	(160,870)	(99,500)

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, 2023, for each of the membership groups. The

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actuarial assumptions used in the valuation were based on the results of an actuarial experience study for the five-year period ending June 30, 2023.

Using the information from the June 30, 2023, valuation, each PERA Fund member group pension liability was rolled forward from the valuation date to the Plan year ending June 30, 2024, 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, 2023. The following actuarial methods and assumptions were adopted by the Board for use in the June 30, 2023, actuarial valuation:

Actuarial Valuation Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal
Amortization Method	Level Percentage of Payroll, Open
Amortization Period	25 years
Actuarial Assumptions:	
Investment Rate of Return	7.25%, Net of Investment Expense
Projected Salary Increases	3.25% to 13.50% Annual Rate
Includes Inflation at Mortality Rates	2.50% Annual Rate
	Pre-retirement mortality: PUB-2010 General Employees Mortality table, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010. For non-public safety group, 25% of in-service deaths are assumed to be duty related and 35% are assumed to be duty-related for public safety groups.
	Post-retirement mortality (non-disabled): PUB-2010 General Mortality table, Below Median Income, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.
Experience Study Dates	July 1, 2018 to June 30, 2023

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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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The target asset allocation and most recent best estimates of arithmetic real rates of return for each major asset class are summarized below:

	Target Allocation	Long-Term Expected Real Rate of Return
All Funds - Asset Class:		
Global Equity	46.00 %	3.90 %
Core Fixed Income	13.00	2.20
Credit	17.00	2.30
Absolute Return	6.00	2.60
Real Assets	18.00	5.90
Total	100.00 %	

F. Discount Rate

A single discount rate of 7.25% was used to measure the total pension liability as of June 30, 2024. This rate was based on a long-term expected rate of return on pension plan investments of 7.25%, compounded annually, net of expenses. Based on the stated assumptions and the projection of cash flows, the plan's fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current plan members. Therefore, the 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. The projections of cash flows used to determine this single discount rate assumed that plan member and employer contributions will be made at the current statutory levels.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.25%, 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 1 percentage point lower (6.25%) or 1 percentage point higher (8.25%) than the current rate:

	Assumed Discount Rate		
	1% Decrease 6.25%	Current Rate 7.25%	1% Increase 8.25%
Proportionate Share of Net Pension Liability:			
Municipal General Plan 2	\$ 60,789,134	\$ 42,262,604	\$ 26,947,217
Municipal Police Plan 5	57,855,080	40,150,871	25,744,415
Municipal Fire Plan 5	57,343,134	44,163,353	33,409,649
Total	\$ 175,987,348	\$ 126,576,828	\$ 86,101,281

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G. Pension Plan Fiduciary Net Position

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

H. Payables to the Pension Plan

The City reported \$532,665 as payable to PERA at June 30, 2025. The liability is included in the City's accrued payroll adjustment for wages and benefits earned but not yet paid at year-end.

NOTE 11: POST-EMPLOYMENT BENEFITS – STATE RETIREE HEALTHCARE PLAN

A. Plan Description

Employees of the City are provided with OPEB through the Retiree Health Care Fund (the Fund) – a cost-sharing, multiple-employer defined benefit OPEB plan administered by the New Mexico Retiree Health Care Authority (NMRHCA). NMRHCA was formed February 13, 1990, under the New Mexico Retiree Health Care Act (the Act) of New Mexico Statutes Annotated, as amended (NMSA 1978), to administer the Fund under Section 10-7C-1-19 NMSA 1978. The Fund was created to provide comprehensive group health insurance coverage for individuals (and their spouses, dependents, and surviving spouses) who have retired or will retire from public service in New Mexico.

NMRHCA is an independent agency of the state of New Mexico. The funds administered by NMRHCA are considered part of the state of New Mexico financial reporting entity and are OPEB trust funds of the state of New Mexico. NMRHCA's financial information is included with the financial presentation of the state of New Mexico. Audited financial statements for NMRHCA can be obtained at <https://www.nmrhca.org/financial-audits/>.

B. Benefits Provided

The Fund is a multiple-employer, cost-sharing defined benefit healthcare plan that provides eligible retirees (including terminated employees who have accumulated benefits but are not yet receiving them), their spouses, dependents, and surviving spouses and dependents with health insurance and prescription drug benefits consisting of a plan, or optional plans of benefits, that can be contributions to the Fund and by co-payments or out-of-pocket payments of eligible retirees.

C. Contributions

Employer and employee contributions to the Fund total 3% for nonenhanced retirement plans and 3.75% of enhanced retirement plans of each participating employee's salary as required by Section 10-7C-15 NMSA 1978. The contributions are established by statute and are not based on an actuarial calculation. All employer and employee contributions are nonrefundable under any circumstances, including termination of the employer's participation in the Fund. Contributions to the Fund from the City were \$976,592 for the year ended June 30, 2025.

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

As of June 30, 2025, the City reported a liability of \$12,845,387 for its proportionate share of the net OPEB liability. The net OPEB liability was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. The City's proportion of the net OPEB liability was based on actual contributions provided to the Fund for the year ending June 30, 2024. As of June 30, 2024, the City's proportion was 0.71971%.

For the year ended June 30, 2025, the City recognized OPEB income of \$2,671,222. At June 30, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 137,665	\$ 1,341,757
Change of Assumptions	2,403,694	8,145,734
Differences Between Actual and Projected Earnings on OPEB Plan Investments	114,825	-
Change in Proportion	1,979,030	1,643,729
City's Contributions Subsequent to the Measurement Date	976,592	-
Total	\$ 5,611,806	\$ 11,131,220

Deferred outflows of resources totaling \$976,592 represent the City's contributions to the Fund made subsequent to the measurement date and will be recognized as a reduction of net OPEB liability in the year ending June 30, 2025. Contributions made after the measurement date of the net OPEB liability but before the end of the City's reporting period will be recognized as a reduction of the net OPEB liability in the subsequent fiscal period rather than in the current fiscal period. Other amounts reported as deferred outflows of resources and deferred inflows of resources will be recognized in OPEB expense as follows:

Subsequent Recognition of Deferred Amounts	
Fiscal Year Ending June 30,	Amount
2026	\$ (2,011,150)
2027	(2,892,718)
2028	(1,803,901)
2029	(334,089)
2030	545,852

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E. Actuarial Assumptions

The total OPEB liability was determined by an actuarial valuation using the following actuarial assumptions:

Actuarial Valuation Date	June 30, 2023
Actuarial Cost Method	Entry-Age Normal, Level Percent of Pay, Calculated on Individual Employee Basis
Asset Valuation Method	Market Value of Assets
Actuarial Assumptions:	
Inflation	2.30% for ERB, 2.50% for PERA
Projected Payroll Increases	3.00% to 13.00% based on Years of Service, Including Inflation
Investment Rate of Return	7.00%, Net of OPEB Plan Investment Expense and Margin for Adverse Deviation, Including Inflation
Discount Rate	7.00%
Healthcare Cost Trend Rate	8% Graded Down to 4.5% Over 14 Years for Non-Medicare Medical Plan Costs and 7.5% Graded Down to 4.5% Over 12 Years for Medicare Medical Plan Costs Actual premium increase for the first year, then 8.25% graded down the 4.50% over 15 years
Mortality:	
ERB Members	2020 GRS Southwest Region Teacher Mortality Table, set back one year.
PERA Members	Teacher Mortality Table (females) Headcount-Weighted RP-2014 Blue Collar Annuitant Mortality

F. Rate of Return

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which the expected future real rates of return (net of investment fees and inflation) are developed for each major asset class. These returns 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, adding expected inflation and subtracting expected investment expenses and a risk margin. The target allocation and projected arithmetic real rates of return for each major asset class, after deducting inflation, but before investment expenses, used in the derivation of the long-term expected investment rate of return assumptions.

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The best estimates for the long-term expected rate of return is summarized as follows:

Asset Class	Target Allocation	Long-Term Rate of Return
U.S. Core Fixed Income	20.0 %	1.6 %
U.S. Equity - Large Cap	14.0	6.9
Non U.S. - Emerging Markets	10.0	8.7
Non U.S. - Developed Equities	14.0	7.2
Private Equity	10.0	9.9
Private Debt	15.0	3.7
Real Estate	10.0	3.6
Real Return	5.0	3.2
U.S. Equity - Small/Mid Cap	2.0	6.9

G. Discount Rate

The discount rate used to measure the total OPEB liability is 7.00% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made at rates proportional to the actuary determined contribution rates. For this purpose, employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs for future plan members and their beneficiaries are included. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments for current plan members. The 7.00% assumed investment return on plan assets, which includes the assumed inflation rate of 2.50%, was used to calculate the net OPEB liability.

H. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate and Healthcare Cost Trend Rates

The following presents the net OPEB liability, calculated using the discount rate of 7.00% as of June 30, 2024, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percent lower or 1-percent higher than the current rate:

	1% Decrease 6.00%	Current Rate 7.00%	1% Increase 8.00%
Net OPEB Liability	<u>\$ 16,198,878</u>	<u>\$ 12,845,387</u>	<u>\$ 10,096,388</u>

The following presents the net OPEB liability of the City, as well as what the City's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Net OPEB Liability	<u>\$ 9,926,775</u>	<u>\$ 12,845,387</u>	<u>\$ 20,340,744</u>

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NOTES TO FINANCIAL STATEMENTS
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I. OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan’s fiduciary net position is available in NMRHCA’s audited financial statements for the year ended June 30, 2024.

J. Payable Changes in the Net OPEB Liability

As of June 30, 2025, the City reported a payable of \$41,718 for outstanding contributions due to NMRHCA for the year ended June 30, 2025.

NOTE 12: 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 \$2,217,018 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 (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 schedule represents the changes in claims liability for the past two fiscal years for the City’s Health and Dental Self-Insurance Programs:

	2025	2024
Beginning Liability	\$ 838,518	\$ 993,394
Claims Incurred and Changes in Estimates	8,093,326	7,485,518
Claims Paid	(8,056,676)	(7,640,394)
Ending Liability	\$ 875,168	\$ 838,518

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 13: 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. Management is not aware of any potential uninsured claims arising from such litigation that would impose a significant liability on the City.

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 14: OPIOID SETTLEMENTS

Nationwide settlements have been reached to resolve all opioid litigation brought by states and local political subdivisions against pharmaceutical distributors. These settlements will provide substantial funds to states and local governments for abatement of the opioid epidemic across the country and will impose transformative changes in the way the settling defendants conduct their business. Of the funds going directly to participating states and subdivisions, at least 85% must be used for abatement of the opioid epidemic, with the overwhelming bulk of the proceeds restricted to funding future abatement efforts by state and local governments. The City has received a total of \$3,185,672 in opioid settlement funds as of June 30, 2025. As the State continues to finalize additional settlement agreements, participating local governments will receive their proportionate share. A receivable has been recognized in the financial statements for the expected additional settlement payments to be received through approximately 2038. These amounts are dependent on the finalization of distribution agreements and the various additional settlement provisions that are dependent on specific actions by the settling parties. Related receivables and resources are reported in the appropriate governmental funds and are restricted for eligible opioid abatement activities.

NOTE 15: CHANGES TO OR WITHIN THE FINANCIAL REPORTING ENTITY AND ERROR CORRECTIONS

The City has adjusted its beginning equity balances for the following reasons:

- Changes in the presentation of major and nonmajor governmental funds due to a reassessment of major fund status in accordance with the quantitative thresholds established by GASB 34.
- Implementation of GASB 101 Compensated Absences as follows:

<u>Fund</u>	<u>Change in Accounting Principle</u>	<u>Description</u>
Government-Wide - Governmental Activities	(604,226)	To restate compensated absences due to the implementation of GASB 101.
Utilities Fund	(51,410)	To restate compensated absences due to the implementation of GASB 101.

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

- Errors were identified and corrected from the prior period related to the following:

Fund	Error Correction	Description
Local Economic Development Act Fund	\$ 250,000	To recognize revenue related to held LEDA agreement funds.
Utilities Fund	10,539,661	To recognize additional developer capital assets determined to be the City's.
Multi-Purpose Events Center Fund	436,585	To recognize additional developer capital assets determined to be the City's.
Government-Wide - Governmental Activities	18,028,929	To recognize additional developer capital assets determined to be the City's.

See the following for all adjustments to beginning net position and fund balances:

	As Previously Reported June 30, 2024	Change in Accounting Principle	Error Correction	Change to or within the Financial Reporting Entity	As Adjusted June 30, 2024
Government-Wide					
Governmental Activities	\$ 361,625,644	\$ (604,226)	\$ 18,278,929	\$ -	\$ 379,300,347
Business-Type Activities	385,972,712	(51,410)	10,976,246	-	396,897,548
Total Primary Government	\$ 747,598,356	\$ (655,636)	\$ 29,255,175	\$ -	\$ 776,197,895
Governmental Funds					
Major Funds					
General Fund	\$ 74,890,490	\$ -	\$ -	\$ -	\$ 74,890,490
Grants Fund	790,138	-	-	-	790,138
State Shared GRT Revenue Bond Fund	-	-	-	-	-
Infrastructure Fund	18,009,093	-	-	(18,009,093)	-
Nonmajor Funds	77,595,595	-	250,000	18,009,093	95,854,688
Total Governmental Funds	\$ 171,285,316	\$ -	\$ 250,000	\$ -	\$ 171,535,316
Proprietary Funds					
Major Funds					
Utilities Fund	\$ 364,923,068	\$ (51,410)	\$ 10,539,661	\$ -	\$ 375,411,319
Multi-Purpose Events Center Fund	21,049,644	-	436,585	-	21,486,229
Internal Service Funds	1,786,000	-	-	-	1,786,000
Total Proprietary Funds	\$ 387,758,712	\$ (51,410)	\$ 10,976,246	\$ -	\$ 398,683,548
Fiduciary Funds					
Custodial Funds	\$ -	\$ -	\$ -	\$ -	\$ -

NOTE 16: TAX ABATEMENTS

The City has entered into agreements under the Municipal Industrial Revenue Bond Act (NMSA 3-32-1 through 3-32-16) and approved tax abatements through Tax Increment Development Districts (TIDDs) pursuant to the New Mexico Tax Increment Development Act (NMSA 5-15-1 et seq.). These agreements are intended to promote economic development by encouraging manufacturing, industrial, and commercial enterprises to locate or expand in the City and by supporting related infrastructure development. As part of these arrangements, the City has abated certain taxes. In accordance with GASB Statement No. 77, Tax Abatement Disclosures, the City provides the following information on its tax abatement agreements and related abatements, including those entered into by other governments that affect the City or other governments within Sandoval County. Consistent with the New Mexico Office of the State Auditor Audit Rule (NMAC 2.2.2.10(BB)(1)), tax abatement disclosures are presented individually and not aggregated.

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Stonegate Tax Increment Development District (TIDD)
Recipient(s) of tax abatement	Stonegate TIDD
Parent company(is) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Tax Increment Development District - The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 75% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
Specific Tax(es) Being Abated	General purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
Legal authority under which tax abatement agreement was entered into	Tax Increment Development Act, Sections 5-15-1, et seq. NMSA 1978 as amended.
Criteria that make a recipient eligible to receive a tax abatement	A developer must submit a petition and an application to form a TIDD pursuant to the Act and the City's TIDD Ordinance. The Developer will construct infrastructure within the TIDD. The TIDD will issue bonds, the proceeds of which will reimburse the Developer for costs associated with the construction of the infrastructure. Once completed, the developer will convey the TIDD Infrastructure, real and personal property which the City deems reasonably necessary to or on behalf of the District to the City.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 75% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 75% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City. TIDD revenue is distributed by TRD.
Are there provisions for recapturing abated taxes? (Yes or No)	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	N/A
List each specific commitment made by the recipient of the abatement.	The Developer will construct infrastructure within the TIDD. The TIDD will issue bonds, the proceeds of which will reimburse the Developer for costs associated with the construction of the infrastructure. Once completed, the Developer will convey the TIDD Infrastructure, real and personal property which the City deems reasonably necessary to or on behalf of the District to the City.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$119,372.01
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	N/A
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	No
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	The Village at Rio Rancho Tax Increment Development District (TIDD)
Recipient(s) of tax abatement	The Village at Rio Rancho TIDD
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Tax Increment Development District - The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 70% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
Specific Tax(es) Being Abated	General purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
Legal authority under which tax abatement agreement was entered into	Tax Increment Development Act, Sections 5-15-1, <i>et seq.</i> NMSA 1978 as amended.
Criteria that make a recipient eligible to receive a tax abatement	A developer must submit a petition and an application to form a TIDD pursuant to the Act and the City's TIDD Ordinance. The Developer will construct infrastructure within the TIDD. The TIDD will issue bonds, the proceeds of which will reimburse the Developer for costs associated with the construction of the infrastructure. Once completed, the developer will convey the TIDD Infrastructure, real and personal property which the City deems reasonably necessary to or on behalf of the District to the City.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 70% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 70% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City. TIDD revenue is distributed by TRD.
Are there provisions for recapturing abated taxes? (Yes or No)	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	N/A
List each specific commitment made by the recipient of the abatement.	The Developer will construct infrastructure within the TIDD. The TIDD will issue bonds, the proceeds of which will reimburse the Developer for costs associated with the construction of the infrastructure. Once completed, the Developer will convey the TIDD Infrastructure, real and personal property which the City deems reasonably necessary to or on behalf of the District to the City.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$153,615.47
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	N/A
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	No
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Los Diamantes Tax Increment Development District
Recipient(s) of tax abatement	Los Diamantes Tax Increment Development District
Parent company(is) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Tax Increment Development District - The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 75% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
Specific Tax(es) Being Abated	General purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
Legal authority under which tax abatement agreement was entered into	Tax Increment Development Act, Sections 5-15-1, <i>et seq.</i> NMSA 1978 as amended.
Criteria that make a recipient eligible to receive a tax abatement	A developer must submit a petition and an application to form a TIDD pursuant to the Act and the City's TIDD Ordinance. The Developer will construct infrastructure within the TIDD. The TIDD will issue bonds, the proceeds of which will reimburse the Developer for costs associated with the construction of the infrastructure. Once completed, the developer will convey the TIDD Infrastructure, which the City deems reasonably necessary to or on behalf of the District to the City.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 75% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The City has dedicated the tax increment revenues to the repayment of the TIDD bonds, being a dedication of 75% of the general purposes municipal GRT, municipal infrastructure GRT, and state shared grt generated within the District and distributed to the City. TIDD revenue is distributed by TRD.
Are there provisions for recapturing abated taxes? (Yes or No)	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	N/A
List each specific commitment made by the recipient of the abatement.	The Developer will construct infrastructure within the TIDD. The TIDD will issue bonds, the proceeds of which will reimburse the Developer for costs associated with the construction of the infrastructure. Once completed, the Developer will convey the TIDD Infrastructure which the City deems reasonably necessary to or on behalf of the District to the City.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$485,879.74
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	N/A
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	No
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Titan City Center, LLC Project - Industrial Revenue Bonds Series 2009
Recipient(s) of tax abatement	Titan City Center, LLC
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	HP IRB -Issuance of an Industrial Revenue Bond in the maximum principal amount of \$63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. The recipient will sub-lease the property to Hewlett-Packard Company.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	City of Rio Rancho owns the property and leases it to Titan. No property tax is assessed because it is a City owned property.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property for which the IRB was issued is exempt from taxes because it is owned by the City. The property's value is assessed by the County assessor. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	If the company ceases operation of the Facility within five years of the issuance of the Bonds, the Company will pay an amount equal to that percentage of the amount of taxes it would have been required to pay if the bonds had not been issued. Amount is calculated using mill levies and actual property tax valuations for each tax year. The five-year clawback period expired in 2014.
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes to the Rio Rancho School District, complete the project outlined in the lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchasers of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due, taking necessary action to have the property assessed for property tax purposes at the lease termination no later than May 1, 2029, obtain necessary permits and approvals for operating, maintain and pay other taxes and utility charges on the property.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$187,069.98
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	City of Rio Rancho Ordinance 16 Enactment 09-19 and lease agreement between City of Rio Rancho and Titan City Center, LLC. Payment in Lieu of Taxes must be paid to the Rio Rancho School district.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho School District, \$189,250.95
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of New Mexico, Sandoval County, Rio Rancho School District, Central NM Community College, UNM Sandoval Regional Hospital, Southern Sandoval County Arroyo Flood Control Authority
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Call, LLC Project - Industrial Revenue Bonds Series 1998A
Recipient(s) of tax abatement	Call, LLC
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Safelite Solutions Improvement Project -Industrial Revenue Bonds - Authorize \$5,000,000 in Industrial Revenue Bonds in addition to \$11,000,000 in bonds that were issued in 1998 (Series A) for a total of \$16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Make improvements to the facility and expand the parking capacity. Sub-lease the facility to Safelite Solutions LLC.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	City of Rio Rancho owns the property and leases it to Call, LLC. No property tax is assessed because it is a City owned property.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property for which the IRB was issued is exempt from taxes because it is owned by the City. The property's value is assessed by the County assessor. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district.
Are there provisions for recapturing abated taxes? (Yes or No)	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	N/A
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes to the Rio Rancho School District, complete the project outlined in the lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchasers of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due, taking necessary action to have the property assessed for property tax purposes at the lease termination no later than July 1, 2028, obtain necessary permits and approvals for operating, maintain and pay other taxes and utility charges on the property.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$62,788.76
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	City of Rio Rancho Ordinance 0-15 Enactment 98-017 and Ordinance 35, Enactment 16-28 and lease agreement between City of Rio Rancho and Call, LLC and lease and purchase agreement between City of Rio Rancho and Safelite Solutions, LLC. Payment in Lieu of Taxes must be paid to the Rio Rancho School district.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho School District, \$0 paid by Safelite paid on behalf of Call as part of their lease agreement. Lease terminated December, 2023
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of New Mexico, Sandoval County, Rio Rancho School District, Central NM Community College, UNM Sandoval Regional Hospital, Southern Sandoval County Arroyo Flood Control Authority
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

**CITY OF RIO RANCHO, NEW MEXICO
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Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Safelite Solutions, LLC -
Recipient(s) of tax abatement	Safelite Solutions, LLC Equipment Project
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Safelite Solutions, LLC Equipment Project - Industrial Revenue Bonds - Issued \$10,000,000 to equip a customer communications center located in the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Tax on Business Personal Property Taxes Gross Receipts and Compensating Taxes
Legal authority under which tax abatement agreement was entered into	Section 7-9-54, NMSA 1978 Annotated, Deduction; gross receipts tax; governmental gross receipts tax; sales to governmental agencies. NMAC Section 3.2.212.22 - Tangible personal property in projects financed by industrial revenue or similar bonds.
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16. Recipient must create and maintain 600 jobs by December 31, 2019.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The property for which the IRB was issued is exempt from taxes because it is owned by the City. Business personal property will be reported by Safelite by completing a property declaration form. The property will be exempt from property tax because it is owned by the City. Non-taxable transaction certificates (NTTCs) were provided to the recipient to exempt them from paying gross receipts taxes and compensating taxes on purchases of business personal property.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property for which the IRB was issued is exempt from taxes because it is owned by the City. Business personal property will be reported by Safelite by completing a property declaration form. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district. For gross receipts and compensating tax, the purchase price of the tangible good is multiplied by the tax rate.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	The lease agreement attached to the IRB holds clawback provisions for recapture of property taxes. The company will create, hire and maintain 600 full-time jobs. If the company fails to maintain the 600 jobs for more than 180 days, a clawback will be due and calculated as a percentage of the hiring shortfall multiplied by the total amount of property tax due. There is no clawback provision for the recapture of Gross Receipts and Compensating Taxes.
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes to the Rio Rancho School District, complete the project outlined in the lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchasers of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due, and create hire and maintain 600 full-time jobs.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	Property Tax \$0 Gross Receipts Tax \$0 Compensating Tax \$0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	City of Rio Rancho Ordinance 0-15 Enactment 98-017 and Ordinance 35, Enactment 16-28 and lease agreement between City of Rio Rancho and Call, LLC and lease and purchase agreement between City of Rio Rancho and Safelite Solutions, LLC. Payment in Lieu of Taxes must be paid to the Rio Rancho School district.
For any Payments in Lieu of Taxes (PILOTs) or similar payments <u>receivable by your agency</u> in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments <u>receivable by a different agency</u> in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho Public Schools, \$0 Paid for Safelite and Call, LLC as part of lease agreement. Lease terminated December, 2023
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of New Mexico, Sandoval County, Rio Rancho School District, Central NM Community College, UNM Sandoval Regional Hospital, Southern Sandoval County Arroyo Flood Control Authority
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Nature's Toolbox, Inc
Recipient(s) of tax abatement	Nature's Toolbox, Inc
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of \$20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property. Compensating Tax on tangible goods purchased.
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Eligible deductions from gross receipts or governmental gross receipts and exempt from compensating tax under Section 7-9-14 and 7-9-54. NMSA 1978
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The issues IRB the proceeds of which are used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM. Personal property purchased is owned by the City and exempt from property tax. Further, Nature's Toolbox, acting as an agent for the City consistent with Taxation and Revenue Regulation 3.2.212.22 NMAC Renumbered, will acquire the acquire the project property and the City will deliver to Nature's Toolbox Type 9 Nontaxable Transaction Certificates (NTTCs) which will provide the NTTCs to any person selling tangible personal property to the City on behalf of Nature's Toolbox for the project as applicable under the New Mexico Gross Receipts Tax and Compensating Act.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property for which the IRB was issued is exempt from taxes because it is owned by the City. Business personal property will be reported by Nature's Toolbox by completing a property declaration form. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district. For compensating tax, the purchase price of the tangible good is multiplied by the tax rate.
Are there provisions for recapturing abated taxes? (Yes or No)	yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	The IRB requires clawback provisions to be established in the lease agreement that requires the Nature's Toolbox to repay 100% of the abated ad valorem property tax if the project ceases to operate within five years after the date of issuance of the bonds. The clawback period will expire in 2026.
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes to the Rio Rancho School District, operate the project continuously during the term of the lease, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchases of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due, taking necessary action to have the property assessed for property tax purposes the sooner date of the end of the project or the 30th anniversary of the issuance of the bonds, obtain necessary permits and approvals for operating the business, maintain and pay other taxes and utility charges on the property.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	Property Tax- not abated Gross Receipts Tax \$390,630.69
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	City of Rio Rancho Ordinance 1 Enactment 21-05 and lease and purchase agreement between City of Rio Rancho and Nature's Toolbox, Inc.. Payment in Lieu of Taxes must be paid to the Rio Rancho School district beginning with the tax year that begins January 1, 2022.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho Public Schools paid \$16,433.13 by Nature's Toolbox, Inc. per lease agreement with Innovation Partners LLC
List each specific commitment made by your agency or any other government, other than the tax abatement.	None
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of New Mexico, Sandoval County, Central New Mexico Community College, UNM - Sandoval Regional Medical Center, Southern Sandoval Arroyo Flood Control District
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Innovation Partners, LLC/Stolar Research Project IRB
Recipient(s) of tax abatement	Innovation Partners, LLC
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for \$3,000,000 and executed lease agreement in 2014. \$2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for \$376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	City of Rio Rancho owns the property and leases it to Innovation Partners. Under the lease agreement the property remains exempt from property taxes until the end of the lease on November 1, 2043.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property for which the IRB was issued is exempt from taxes because it is owned by the City. The property's value is assessed by the County assessor. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district.
Are there provisions for recapturing abated taxes? (Yes or No)	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	N/A
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes to the Rio Rancho School District, payment of PILOT past due from prior lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchases of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due, taking necessary action to have the property assessed for property tax purposes at the lease termination on November 1, 2043, obtain necessary permits and approvals for operating, maintain and pay other taxes and utility charges on the property.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$16,243.77
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	City of Rio Rancho Ordinance 10 Enactment 21-13 and lease and purchase agreement between City of Rio Rancho and Innovation Partners, LLC.. Payment in Lieu of Taxes must be paid to the Rio Rancho School district.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho Public Schools paid \$16,433.13 by Nature's Toolbox, Inc. per lease agreement
List each specific commitment made by your agency or any other government, other than the tax abatement.	None
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of New Mexico, Sandoval County, Rio Rancho School District, Central NM Community College, UNM Sandoval Regional Hospital, Southern Sandoval County Arroyo Flood Control Authority
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Aero Parts Manufacturing and Repair Project
Recipient(s) of tax abatement	Aero Parts Manufacturing and Repair Inc.
Parent company(ies) of recipient(s) of tax abatement	N/A
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of \$2,500,000 and Series B in the amount of \$1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Taxes
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	City of Rio Rancho owns the property and leases it to Aero Parts Manufacturing and Repair Inc.. No property tax is assessed because it is a City owned property.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	The property for which the IRB was issued is exempt from taxes because it is owned by the City. The property's value is assessed by the County assessor. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district.
Are there provisions for recapturing abated taxes? (Yes or No)	No
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	N/A
List each specific commitment made by the recipient of the abatement.	The project is to be located at all times within the corporate limits of the City of Rio Rancho or within 15 miles thereof.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	\$27,859.64
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	City of Rio Rancho Ordinance 27, Enactment 95-025 established the amount of payment in lieu of taxes to be paid to the Rio Rancho Public Schools.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho Public Schools- \$20,105.47 due
List each specific commitment made by your agency or any other government, other than the tax abatement.	None
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of New Mexico, Sandoval County, Rio Rancho School District, Central NM Community College, UNM Sandoval Regional Hospital, Southern Sandoval County Arroyo Flood Control Authority
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Atrisco Energy Storage LLC Project
Recipient(s) of tax abatement	Atrisco Energy Storage LLC
Parent company(ies) of recipient(s) of tax abatement	Clenera, LLC
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Eligible deductions from gross receipts or governmental gross receipts and exempt from compensating tax under Section 7-9-14 and 7-9-54. NMSA 1978
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The City issues an IRB the proceeds of which are used to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho. The project property will be conveyed to the City. Atrisco Energy Storage LLC, acting as an agent for the City consistent with Taxation and Revenue Regulation 3.2.212.22 NMAC Renumbered, will acquire the project property and the City will cooperate with Atrisco Energy Storage LLC to obtain Nontaxable Transaction Certificates (NTTCs) which will provided to vendors of the company, as agent for the City, in order to permit the vendors and contractors to claim deductions available under the New Mexico Gross Receipts Tax and Compensating Act.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	Upon issuance of the bonds, the property for which the IRB was issued will be transferred to the City and will thus be exempt from property tax. Business personal property will be reported by Atrisco Energy Storage LLC by completing a property declaration form. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district and the Albuquerque Public Schools. For compensating tax, the purchase price of the tangible good is multiplied by the tax rate. Bonds have not yet been issued.
Are there provisions for recapturing abated taxes? (Yes or No)	yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	If the Company ceases operations of the project or fails to operate on or before the five year anniversary of the agreement, the Company will repay 100% of the ad valorem taxes on the project property.
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes, complete the project outlined in the lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchases of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	Property Tax - \$15.26 GRT \$1,675,733.30
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	An annual fixed Payment in Lieu of Tax will be paid to the City and to the Rio Rancho and Albuquerque School Districts per Section 4.13 of the Storage Lease. For the purpose of Section 3-32-6.A(2)(b) NMSA 1978, the total PILOT shall be deemed to be the amount received by the City beginning on the first anniversary of the agreement date.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$35,569.71
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho Public Schools - \$5,245.47 Albuquerque Public Schools - \$9,423.79
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of NM, Bernalillo County, Albuquerque Public Schools, Rio Rancho Public Schools, CNM, UNM-H, AMAFCA
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	N/A
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Atrisco Solar LLC Project
Recipient(s) of tax abatement	Atrisco Solar LLC
Parent company(ies) of recipient(s) of tax abatement	Clenera, LLC
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Eligible deductions from gross receipts or governmental gross receipts and exempt from compensating tax under Section 7-9-14 and 7-9-54. NMSA 1978
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The City issues an IRB the proceeds of which are used to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho. Project property will be conveyed to the City. Atrisco Solar LLC, acting as an agent for the City consistent with Taxation and Revenue Regulation 3.2.212.22 NMAC Renumbered, will acquire the project property and the City will cooperate with Atrisco Solar LLC to obtain Nontaxable Transaction Certificates (NTTCs) which will provided to vendors of the company, as agent for the City, in order to permit the vendors and contractors to claim deductions available under the New Mexico Gross Receipts Tax and Compensating Act.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	Upon issuance of the bonds, the property for which the IRB was issued will be transferred to the City and will thus be exempt from property tax. Business personal property will be reported by Atrisco Solar Energy LLC by completing a property declaration form. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district and the Albuquerque Public Schools. For compensating tax, the purchase price of the tangible good is multiplied by the tax rate. Bonds have not yet been issued.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	If the Company ceases operations of the project or fails to operate on or before the five year anniversary of the agreement, the Company will repay 100% of the ad valorem taxes on the project property.
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes, complete the project outlined in the lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchases of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	Property Tax - \$15.62 GRT \$89,672.98
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	An annual fixed Payment in Lieu of Tax will be paid to the City and to the Rio Rancho and Albuquerque School Districts per Section 4.13 of the Storage Lease. For the purpose of Section 3-32-6.A(2)(b) NMSA 1978, the total PILOT shall be deemed to be the amount received by the City beginning on the first anniversary of the agreement date.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$34,742.50
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	Rio Rancho Public Schools - \$5,370.36 Albuquerque Public Schools - \$9,648.17
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of NM, Bernalillo County, Albuquerque Public Schools, Rio Rancho Public Schools, CNM, UNM-H, AMAFCA
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	N/A
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Quail Ranch Energy Storage LLC Project
Recipient(s) of tax abatement	Quail Ranch Energy Storage LLC
Parent company(ies) of recipient(s) of tax abatement	Clenera, LLC
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Eligible deductions from gross receipts or governmental gross receipts and exempt from compensating tax under Section 7-9-14 and 7-9-54. NMSA 1978
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The City issues an IRB the proceeds of which are used to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho. The project property will be conveyed to the City. Quail Ranch Energy Storage LLC, acting as an agent for the City consistent with Taxation and Revenue Regulation 3.2.212.22 NMAC Renumbered, will acquire the project property and the City will cooperate with Quail Ranch Energy Storage LLC to obtain Nontaxable Transaction Certificates (NTTCs) which will provided to vendors of the company, as agent for the City, in order to permit the vendors and contractors to claim deductions available under the New Mexico Gross Receipts Tax and Compensating Act.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	Upon issuance of the bonds, the property for which the IRB was issued will be transferred to the City and will thus be exempt from property tax. Business personal property will be reported by Quail Ranch Energy Storage LLC by completing a property declaration form. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district and the Albuquerque Public Schools. For compensating tax, the purchase price of the tangible good is multiplied by the tax rate.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	If the Company ceases operations of the project or fails to operate on or before the five year anniversary of the agreement, the Company will repay 100% of the ad valorem taxes on the project property.
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes, complete the project outlined in the lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchases of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	Property Taxes - \$5.09 Gross Receipts Taxes - \$812,089.32
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	An annual fixed Payment in Lieu of Tax will be paid to the City and to the Rio Rancho and Albuquerque School Districts per Section 4.13 of the Storage Lease. For the purpose of Section 3-32-6.A(2)(b) NMSA 1978, the total PILOT shall be deemed to be the amount received by the City beginning on the first anniversary of the agreement date.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT Payments begin in FY2025 per agreement
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	PILOT Payments begin in FY2025 per agreement. Rio Rancho Public Schools - \$0 Albuquerque Public Schools - \$0
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of NM, Bernalillo County, Albuquerque Public Schools, Rio Rancho Public Schools, CNM, UNM-H, AMAFCA
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	N/A
Threshold amount for aggregation	N/A

**CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025**

Agency Number	6147
Agency Name	City of Rio Rancho
Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Quail Ranch Solar LLC Project
Recipient(s) of tax abatement	Quail Ranch Solar LLC
Parent company(ies) of recipient(s) of tax abatement	Clenera, LLC
Tax abatement program (name and brief description)	Quail Ranch Solar LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Legal authority under which tax abatement agreement was entered into	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Eligible deductions from gross receipts or governmental gross receipts and exempt from compensating tax under Section 7-9-14 and 7-9-54. NMSA 1978
Criteria that make a recipient eligible to receive a tax abatement	Recipient meets the criteria established under Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated and Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
How are the tax abatement recipient's taxes reduced? (For example: through a reduction of assessed value)	The City issues an IRB the proceeds of which are used to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho. Project property will be conveyed to the City. Quail Ranch Solar LLC, acting as an agent for the City consistent with Taxation and Revenue Regulation 3.2.212.22 NMAC Renumbered, will acquire the project property and the City will cooperate with Quail Ranch Solar LLC to obtain Nontaxable Transaction Certificates (NTTCs) which will be provided to vendors of the company, as agent for the City, in order to permit the vendors and contractors to claim deductions available under the New Mexico Gross Receipts Tax and Compensating Act.
How is the amount of the tax abatement determined? For example, this could be a specific dollar amount, a percentage of the tax liability, etc.	Upon issuance of the bonds, the property for which the IRB was issued will be transferred to the City and will thus be exempt from property tax. Business personal property will be reported by Quail Ranch Solar Energy LLC by completing a property declaration form. The property tax mill rate is set by various taxing authorities and the Department of Finance and Administration. Property taxes would be calculated by multiplying the mill rate by the taxable value as determined by the County Assessor. Payment in lieu of taxes must be paid to the Rio Rancho school district and the Albuquerque Public Schools. For compensating tax, the purchase price of the tangible good is multiplied by the tax rate. Bonds have not yet been issued.
Are there provisions for recapturing abated taxes? (Yes or No)	Yes
If there are provisions for recapturing abated taxes, describe them, including the conditions under which abated taxes become eligible for recapture.	If the Company ceases operations of the project or fails to operate on or before the five year anniversary of the agreement, the Company will repay 100% of the ad valorem taxes on the project property.
List each specific commitment made by the recipient of the abatement.	The Company intends to operate the facility pursuant to the Industrial Revenue Bond Act, bond indenture and lease agreement which includes: payment in lieu of taxes, complete the project outlined in the lease agreement, make rent payments sufficient to pay the principal and interest of the bonds directly to the purchasers of the bonds, file returns for reporting and paying gross receipts or compensating tax that may be due.
Gross dollar amount, on an accrual basis, by which the government's tax revenues were reduced during the reporting period as a result of the tax abatement agreement.	Property Tax - \$4.00 GRT \$358,445.71
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency or another agency in association with the foregone tax revenue, list the authority for and describe the payment, including the agency that is supposed to receive the payment	An annual fixed Payment in Lieu of Tax will be paid to the City and to the Rio Rancho and Albuquerque School Districts per Section 4.13 of the Storage Lease. For the purpose of Section 3-32-6.A(2)(b) NMSA 1978, the total PILOT shall be deemed to be the amount received by the City beginning on the first anniversary of the agreement date.
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by your agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT Payments begin in FY2025 per agreement
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by a different agency in association with the foregone tax revenue, list the name of the agency and the amount of payments received in the current fiscal year	PILOT Payments begin in FY2025 per agreement. Rio Rancho Public Schools - \$0 Albuquerque Public Schools - \$0
List each specific commitment made by your agency or any other government, other than the tax abatement.	N/A
Are any other governments affected by this tax abatement agreement? (Yes or No) If yes, list each affected agency and complete an intergovernmental disclosure for each such agency.	Yes. State of NM, Bernalillo County, Albuquerque Public Schools, Rio Rancho Public Schools, CNM, UNM-H, AMAFCA
If your agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission.	N/A
In the report disclosure is this abatement aggregated?	N/A
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Titan City Center, LLC
Tax abatement program (name and brief description)	Industrial Revenue Bonds -Issuance of an Industrial Revenue Bond in the maximum principal amount of \$63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$25,792.29
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Local Public Body (Home Rule Municipality)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Call, LLC
Tax abatement program (name and brief description)	Industrial Revenue Bonds - Authorize \$5,000,000 in Industrial Revenue Bonds in addition to \$11,000,000 in bonds that were issued in 1998 (Series A) for a total of \$16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$8,657.01
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Safelite Solutions, LLC
Tax abatement program (name and brief description)	Authorize issuance of Industrial Revenue Bonds totaling \$10,000,000 for the purpose of acquisition and installation of equipment, furniture and furnishings for.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts Taxes and Compensating Taxes
Authority under which abated tax would have been paid to Affected Agency	New Mexico Property Tax Code NMSA Chapter 7 Articles 35-38, and Gross Receipts and Compensating Tax Act NMSA Chapter 7 Article 9
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax - 436.38 Gross Receipts Tax - \$0 Compensating Tax - \$0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Nature's Toolbox, Inc
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of \$20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property. Compensating Tax on tangible goods purchased.
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$0 Property Tax \$256,043.65 Gross Receipts Tax
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Innovation Partners, LLC
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for \$3,000,000 and executed lease agreement in 2014. \$2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for \$376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$2,239.61
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	AeroParts Manufacturing and Repair, Inc.
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of \$2,500,000 and Series B in the amount of \$1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Tax
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$3,841.15
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax - \$2.10 GRT - \$4,507,144.74
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax - \$2.15 GRT - \$241,189.41
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Quail Ranch Energy Storage LLC
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0.70 GRT \$2,184,240.24
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	State of New Mexico
Agency number of Affected Agency	333 - New Mexico Taxation & Revenue Department
Agency type of Affected Agency	State
Recipient(s) of tax abatement	Quail Ranch Solar Energy LLC
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0.55 GRT \$964,095.36
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Sandoval County
Agency number of Affected Agency	5025
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Titan City Center, LLC
Tax abatement program (name and brief description)	HP IRB -Issuance of an Industrial Revenue Bond in the maximum principal amount of \$63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$158,148.48
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Sandoval County
Agency number of Affected Agency	5025
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Call, LLC
Tax abatement program (name and brief description)	Authorize an additional \$5,000,000 in Industrial Revenue Bonds in addition to \$11,000,000 in bonds that were issued in 1998 (Series A) for a total of \$16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$53,081.45
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	
Threshold amount for aggregation	

CITY OF RIO RANCHO, NEW MEXICO
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Sandoval County
Agency number of Affected Agency	5025
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Safelite Solutions, LLC
Tax abatement program (name and brief description)	Authorize issuance of Industrial Revenue Bonds totaling \$10,000,000 for the purpose of acquisition and installation of equipment, furniture and furnishings for.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts Taxes and Compensating Taxes
Authority under which abated tax would have been paid to Affected Agency	New Mexico Property Tax Code NMSA Chapter 7 Articles 35-38, and Gross Receipts and Compensating Tax Act NMSA Chapter 7 Article 9
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax -\$2,675.73 Gross Receipts Tax - \$0 Compensating Tax - \$0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Sandoval County
Agency number of Affected Agency	5025
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Nature's Toolbox, Inc
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of \$20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property. Compensating Tax on tangible goods purchased.
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$0 Property Tax \$26,260.89 Gross Receipts Tax
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Sandoval County
Agency number of Affected Agency	5025
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Innovation Partners, LLC
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for \$3,000,000 and executed lease agreement in 2014. \$2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for \$376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$13,732.44
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Sandoval County
Agency number of Affected Agency	5025
Agency type of Affected Agency	County
Recipient(s) of tax abatement	AeroParts Manufacturing and Repair, Inc.
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of \$2,500,000 and Series B in the amount of \$1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Tax
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$23,552.46
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Bernalillo County
Agency number of Affected Agency	5001
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$18.89 GRT \$1,097,894.23
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Bernalillo County
Agency number of Affected Agency	5001
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Atrisco Solar Project
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax - \$19.34 GRT - \$58,751.27
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Bernalillo County
Agency number of Affected Agency	5001
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Quail Ranch Energy Storage
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$6.30 GRT \$532,058.52
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Bernalillo County
Agency number of Affected Agency	5001
Agency type of Affected Agency	County
Recipient(s) of tax abatement	Quail Ranch Solar Energy
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$4.95 GRT \$234,843.74
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Titan City Center, LLC
Tax abatement program (name and brief description)	HP IRB -Issuance of an Industrial Revenue Bond in the maximum principal amount of \$63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$189,250.95
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$193,068.11
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	no
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Call, LLC
Tax abatement program (name and brief description)	Authorize an additional \$5,000,000 in Industrial Revenue Bonds in addition to \$11,000,000 in bonds that were issued in 1998 (Series A) for a total of \$16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$63,520.79
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$0.00
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Nature's Toolbox, Inc
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of \$20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property.
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$16,433.13
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Innovation Partners, LLC
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for \$3,000,000 and executed lease agreement in 2014. \$2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for \$376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$16,433.15
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$0.00
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	AeroParts Manufacturing and Repair, Inc.
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of \$2,500,000 and Series B in the amount of \$1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Tax
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$28,184.44
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$0.00
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$5,245.47
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Atrisco Solar Project
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$5,370.36 due
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Quail Ranch Energy Storage
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT Payments begin in FY2026
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Rio Rancho Public Schools
Agency number of Affected Agency	7090
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Quail Rancho Solar Energy
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0.00
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT Payments begin in FY2026
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools
Agency number of Affected Agency	7002
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$17.52
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$9,423.79 due
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools
Agency number of Affected Agency	7002
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Atrisco Solar Project
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$17.93
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$9,648.17 due
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools
Agency number of Affected Agency	7002
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Quail Ranch Energy Storage
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$5.84
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT Payments begin in FY2026
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Public Schools
Agency number of Affected Agency	7002
Agency type of Affected Agency	School District
Recipient(s) of tax abatement	Quail Rancho Solar Energy
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$4.59
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	PILOT Payments begin in FY2026
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	UNM Sandoval Regional Medical Center
Agency number of Affected Agency	969-O
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Titan City Center, LLC
Tax abatement program (name and brief description)	HP IRB -Issuance of an Industrial Revenue Bond in the maximum principal amount of \$63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$25,261.27
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	UNM Sandoval Regional Medical Center
Agency number of Affected Agency	969-O
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Call, LLC
Tax abatement program (name and brief description)	Authorize an additional \$5,000,000 in Industrial Revenue Bonds in addition to \$11,000,000 in bonds that were issued in 1998 (Series A) for a total of \$16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$8,478.77
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	UNM Sandoval Regional Medical Center
Agency number of Affected Agency	969-O
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Safelite Solutions, LLC
Tax abatement program (name and brief description)	Authorize issuance of Industrial Revenue Bonds totaling \$10,000,000 for the purpose of acquisition and installation of equipment, furniture and furnishings for.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	New Mexico Property Tax Code NMSA Chapter 7 Articles 35-38.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax -\$427.40
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	UNM Sandoval Regional Medical Center
Agency number of Affected Agency	969-O
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Nature's Toolbox, Inc
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of \$20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property.
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$210.26
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$ -
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	UNM Sandoval Regional Medical Center
Agency number of Affected Agency	969-O
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Innovation Partners, LLC
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for \$3,000,000 and executed lease agreement in 2014. \$2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for \$376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$2,193.50
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	UNM Sandoval Regional Medical Center
Agency number of Affected Agency	969-O
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	AeroParts Manufacturing and Repair, Inc.
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of \$2,500,000 and Series B in the amount of \$1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Tax
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$3,762.07
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	University of New Mexico Hospital
Agency number of Affected Agency	969-K
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$9.90
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	University of New Mexico Hospital
Agency number of Affected Agency	969-K
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Atrisco Solar Project
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$10.13
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	University of New Mexico Hospital
Agency number of Affected Agency	969-K
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Quail Ranch Energy Storage
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$3.30
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	University of New Mexico Hospital
Agency number of Affected Agency	969-K
Agency type of Affected Agency	Contracting Hospital
Recipient(s) of tax abatement	Quail Ranch Solar Energy
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$2.59
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Titan City Center, LLC
Tax abatement program (name and brief description)	HP IRB -Issuance of an Industrial Revenue Bond in the maximum principal amount of \$63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$72,787.37
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Call, LLC
Tax abatement program (name and brief description)	Authorize an additional \$5,000,000 in Industrial Revenue Bonds in addition to \$11,000,000 in bonds that were issued in 1998 (Series A) for a total of \$16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$24,430.58
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Safelite Solutions, LLC
Tax abatement program (name and brief description)	Authorize issuance of Industrial Revenue Bonds totaling \$10,000,000 for the purpose of acquisition and installation of equipment, furniture and furnishings for.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	New Mexico Property Tax Code NMSA Chapter 7 Articles 35-38.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax - \$0 (Abatement ended 2019)
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A

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NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Nature's Toolbox, Inc
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of \$20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property.
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$0
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Innovation Partners, LLC
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for \$3,000,000 and executed lease agreement in 2014. \$2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for \$376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$6,320.31
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
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Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	AeroParts Manufacturing and Repair, Inc.
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of \$2,500,000 and Series B in the amount of \$1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Tax
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$10,839.95
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$5.94
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Atrisco Solar Project
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$6.08
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Quail Ranch Energy Storage
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$1.98
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Central New Mexico Community College
Agency number of Affected Agency	966
Agency type of Affected Agency	Community College
Recipient(s) of tax abatement	Quail Ranch Solar Energy
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$1.55
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Southern Sandoval County Arroyo Flood Control Authority
Agency number of Affected Agency	4096
Agency type of Affected Agency	Special District
Recipient(s) of tax abatement	Titan City Center, LLC
Tax abatement program (name and brief description)	HP IRB -Issuance of an Industrial Revenue Bond in the maximum principal amount of \$63,500,000 to provide funds to finance the acquisition, construction and equipping of an industrial revenue project. The City will lease the property to the Titan City Center, LLC which will be sub-leased to Hewlett-Packard Company.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$33,814.45
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project - Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Southern Sandoval County Arroyo Flood Control Authority
Agency number of Affected Agency	4096
Agency type of Affected Agency	Special District
Recipient(s) of tax abatement	Call, LLC
Tax abatement program (name and brief description)	Authorize an additional \$5,000,000 in Industrial Revenue Bonds in addition to \$11,000,000 in bonds that were issued in 1998 (Series A) for a total of \$16,000,000. Extend the Series A final maturity from 2023 to 2028. The bonds were issued for the purpose of making facility improvements and upgrades, as well as expanding parking capacity for the facility. The City will lease the facility to Call, LLC who will be sub-lease to Safelite Solutions LLC.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$11,349.59
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Southern Sandoval County Arroyo Flood Control Authority
Agency number of Affected Agency	4096
Agency type of Affected Agency	Special District
Recipient(s) of tax abatement	Nature's Toolbox, Inc
Tax abatement program (name and brief description)	Nature's Toolbox - Industrial Revenue Bond issued with a principal amount of \$20,000,000 to be used to finance certain capital costs, including acquiring, constructing, renovating, installing and equipping a biologic research development and production facility to be locate at 7701 Innovation Way, NE, Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes on Business Personal Property.
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$0
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	\$ -
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Southern Sandoval County Arroyo Flood Control Authority
Agency number of Affected Agency	4096
Agency type of Affected Agency	Special District
Recipient(s) of tax abatement	Innovation Partners, LLC
Tax abatement program (name and brief description)	Innovation Partners, LLC/Stolar Research Project - IRB Amended and Restated - Initially issued for \$3,000,000 and executed lease agreement in 2014. \$2,250,000 has been redeemed. A amended and restated bond indenture and lease agreement was executed in FY21 for \$376,276. Project property will be sub-leased to Nature's Toolbox.
Specific Tax(es) Being Abated	Property Taxes
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$2,936.20
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Southern Sandoval County Arroyo Flood Control Authority
Agency number of Affected Agency	4096
Agency type of Affected Agency	Special District
Recipient(s) of tax abatement	AeroParts Manufacturing and Repair, Inc.
Tax abatement program (name and brief description)	Aero Parts Manufacturing and Repair Inc. Project IRB - Issuance of two series of IRBs, Series A in the maximum principal amount of \$2,500,000 and Series B in the amount of \$1,000,000 to acquire land and buildings, improvements and equipment as a facility for the manufacture, production and repair of aircraft power plant, sheet metal components and parts and research and development in connection therewith.
Specific Tax(es) Being Abated	Property Tax
Authority under which abated tax would have been paid to Affected Agency	Property Tax Code NMSA Chapter 7 Articles 35-38
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	\$5,035.86
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority
Agency number of Affected Agency	4003
Agency type of Affected Agency	Arroyo Flood Control Authority
Recipient(s) of tax abatement	Atrisco Energy Storage Project
Tax abatement program (name and brief description)	Atrisco Energy Storage LLC will issue up to \$420,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$1.78
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority
Agency number of Affected Agency	4003
Agency type of Affected Agency	Arroyo Flood Control Authority
Recipient(s) of tax abatement	Atrisco Solar Project
Tax abatement program (name and brief description)	Atrisco Solar LLC will issue up to \$430,000,000 million in Industrial Revenue Bonds to acquire solar energy power generation equipment and facilities within the corporate boundaries of the City of Rio Rancho, NM.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$1.82
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

CITY OF RIO RANCHO, NEW MEXICO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2025

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority
Agency number of Affected Agency	4003
Agency type of Affected Agency	Arroyo Flood Control Authority
Recipient(s) of tax abatement	Quail Rancho Energy Storage
Tax abatement program (name and brief description)	Quail Ranch Energy Storage LLC will issue up to \$140,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0.59
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A

Agency number for Agency making the disclosure (Abating Agency)	6147
Abating Agency Name	City of Rio Rancho
Abating Agency Type	Municipality (Home Rule)
Tax Abatement Agreement Name	Industrial Revenue Bond Project-Lease Agreement
Name of agency affected by abatement agreement (Affected Agency)	Albuquerque Metro Arroyo Flood Control Authority
Agency number of Affected Agency	4003
Agency type of Affected Agency	Arroyo Flood Control Authority
Recipient(s) of tax abatement	Quail Rancho Solar Energy
Tax abatement program (name and brief description)	Quail Ranch Solar Energy LLC will issue up to \$110,000,000 million in Industrial Revenue Bonds to acquire solar energy storage equipment and facilities located within the corporate boundaries of the City of Rio Rancho, NM, to be used for the storage of electrical energy.
Specific Tax(es) Being Abated	Property Taxes, Gross Receipts and Compensating Tax
Authority under which abated tax would have been paid to Affected Agency	Sections 3-32-1 through 3-32-16, NMSA 1978 Annotated, Exempt from Property Tax under Section 7-36-3(A) NMSA 1978 Annotated. Gross Receipts and Compensating Tax Act Section 7-9-1 through 7-9-119 NMSA 1978 Annotated.
Gross dollar amount, on an accrual basis, by which the Affected Agency's tax revenues were reduced during the reporting period as a result of the tax abatement agreement	Property Tax \$0.47
For any Payments in Lieu of Taxes (PILOTs) or similar payments receivable by the Affected Agency in association with the foregone tax revenue, list the amount of payments received in the current fiscal year	N/A
If the Abating Agency is omitting any information required in this spreadsheet or by GASB 77, cite the legal basis for such omission	N/A
Is the abatement amount aggregated?	No
Threshold amount for aggregation	N/A



**REQUIRED SUPPLEMENTARY
INFORMATION
(UNAUDITED)**

**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**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
	Measurement Date as of									
	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024
City's Proportion of the Net Pension Liability										
Municipal General Plan 2	1.87%	1.85%	1.85%	1.97%	1.74%	1.71%	1.71%	1.70%	1.67%	1.77%
Municipal Police Plan 5	3.26%	3.25%	3.24%	3.21%	3.06%	3.31%	3.42%	3.53%	3.56%	3.80%
Municipal Fire Plan 5	4.37%	4.27%	4.30%	4.29%	4.16%	4.42%	4.34%	4.27%	4.10%	4.52%
City's Proportionate Share of the Net Pension Liability										
Municipal General Plan 2	\$ 19,098,897	\$ 29,628,670	\$ 39,739,046	\$ 31,358,071	\$ 30,160,946	\$ 34,604,353	\$ 19,271,767	\$ 30,093,446	\$ 35,269,602	\$ 42,262,604
Municipal Police Plan 5	15,686,967	24,001,602	28,721,471	21,934,036	22,599,578	28,411,408	17,712,021	28,377,894	34,360,809	40,150,871
Municipal Fire Plan 5	22,540,946	28,501,252	32,999,407	27,435,649	28,577,371	33,433,990	26,368,449	32,396,899	36,934,236	44,163,353
	<u>\$ 57,326,810</u>	<u>\$ 82,131,524</u>	<u>\$ 101,459,924</u>	<u>\$ 80,727,756</u>	<u>\$ 81,337,895</u>	<u>\$ 96,449,751</u>	<u>\$ 63,352,237</u>	<u>\$ 90,868,239</u>	<u>\$ 106,564,647</u>	<u>\$ 126,576,828</u>
City's Covered Payroll										
Municipal General Plan 2	\$ 15,446,492	\$ 15,895,592	\$ 16,205,131	\$ 16,591,518	\$ 15,896,136	\$ 16,560,754	\$ 16,126,143	\$ 16,507,296	\$ 18,368,745	\$ 20,584,380
Municipal Police Plan 5	6,378,370	6,487,069	6,681,372	6,791,788	6,805,307	7,912,497	8,241,917	8,601,614	9,211,044	10,447,365
Municipal Fire Plan 5	4,979,095	4,968,305	5,214,951	5,446,827	5,533,242	6,240,624	6,209,904	6,682,151	7,124,986	8,590,454
	<u>\$ 26,803,957</u>	<u>\$ 27,350,966</u>	<u>\$ 28,101,454</u>	<u>\$ 28,830,133</u>	<u>\$ 28,234,685</u>	<u>\$ 30,713,875</u>	<u>\$ 30,577,964</u>	<u>\$ 31,791,061</u>	<u>\$ 34,704,775</u>	<u>\$ 39,622,199</u>
City's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll										
Municipal General Plan 2	123.65%	186.40%	245.23%	189.00%	189.74%	208.95%	119.51%	182.30%	192.01%	205.31%
Municipal Police Plan 5	245.94%	369.99%	429.87%	322.95%	332.09%	359.07%	214.90%	329.91%	373.04%	384.32%
Municipal Fire Plan 5	452.71%	573.66%	632.78%	503.70%	516.47%	535.75%	424.62%	484.83%	518.38%	514.10%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability										
Municipal General Plan 2	76.99%	69.18%	73.74%	71.13%	70.52%	70.30%	77.25%	69.35%	67.26%	66.00%
Municipal Police Plan 5	76.99%	69.18%	73.74%	71.13%	70.52%	70.30%	77.25%	69.35%	67.26%	66.00%
Municipal Fire Plan 5	76.99%	69.18%	73.74%	71.13%	70.52%	70.30%	77.25%	69.35%	67.26%	66.00%

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PENSION CONTRIBUTIONS –
ALL CITY PERA PLANS
LAST 10 FISCAL YEARS**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution										
Municipal General Plan 2	\$ 1,518,029	\$ 1,547,590	\$ 1,584,490	\$ 1,518,081	\$ 1,581,552	\$ 1,580,362	\$ 1,617,715	\$ 1,800,137	\$ 2,223,113	\$ 2,549,105
Municipal Police Plan 5	1,226,056	1,262,779	1,283,648	1,286,203	1,495,462	1,582,448	1,647,209	1,763,915	2,105,144	2,296,753
Municipal Fire Plan 5	1,075,638	1,129,037	1,179,238	1,197,947	1,351,095	1,359,969	1,463,391	1,560,372	1,967,214	2,331,241
	<u>3,819,723</u>	<u>3,939,406</u>	<u>4,047,376</u>	<u>4,002,231</u>	<u>4,428,109</u>	<u>4,522,779</u>	<u>4,728,315</u>	<u>5,124,424</u>	<u>6,295,471</u>	<u>7,177,099</u>
Contributions in Relation to the Contractually Required Contribution										
Municipal General Plan 2	\$ (1,518,029)	\$ (1,547,590)	\$ (1,584,490)	\$ (1,518,081)	\$ (1,581,552)	\$ (1,580,362)	\$ (1,617,715)	\$ (1,800,137)	\$ (2,223,113)	\$ (2,549,105)
Municipal Police Plan 5	(1,226,056)	(1,262,779)	(1,283,648)	(1,286,203)	(1,495,462)	(1,582,448)	(1,647,209)	(1,763,915)	(2,105,144)	(2,296,753)
Municipal Fire Plan 5	(1,075,638)	(1,129,037)	(1,179,238)	(1,197,947)	(1,351,095)	(1,359,969)	(1,463,391)	(1,560,372)	(1,967,214)	(2,331,241)
	<u>(3,819,723)</u>	<u>(3,939,406)</u>	<u>(4,047,376)</u>	<u>(4,002,231)</u>	<u>(4,428,109)</u>	<u>(4,522,779)</u>	<u>(4,728,315)</u>	<u>(5,124,424)</u>	<u>(6,295,471)</u>	<u>(7,177,099)</u>
Contribution Deficiency (Excess)										
Municipal General Plan 2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Municipal Police Plan 5	-	-	-	-	-	-	-	-	-	-
Municipal Fire Plan 5	-	-	-	-	-	-	-	-	-	-
	<u>\$ -</u>									
City's Covered Payroll										
Municipal General Plan 2	\$ 15,895,592	\$ 16,205,131	\$ 16,591,518	\$ 15,896,136	\$ 16,560,754	\$ 16,126,143	\$ 16,507,296	\$ 18,368,745	\$ 20,584,380	\$ 22,599,934
Municipal Police Plan 5	6,487,069	6,681,372	6,791,788	6,805,307	7,912,497	8,241,917	8,601,614	9,211,044	10,447,365	11,131,535
Municipal Fire Plan 5	4,968,305	5,214,951	5,446,827	5,533,242	6,240,624	6,209,904	6,682,151	7,124,986	8,590,454	9,969,344
	<u>\$ 27,350,966</u>	<u>\$ 28,101,454</u>	<u>\$ 28,830,133</u>	<u>\$ 28,234,685</u>	<u>\$ 30,713,875</u>	<u>\$ 30,577,964</u>	<u>\$ 31,791,061</u>	<u>\$ 34,704,775</u>	<u>\$ 39,622,199</u>	<u>\$ 43,700,813</u>
Contributions as a Percentage of Covered Payroll										
Municipal General Plan 2	9.55%	9.55%	9.55%	9.55%	9.55%	9.80%	9.80%	9.80%	10.80%	11.28%
Municipal Police Plan 5	18.90%	18.90%	18.90%	18.90%	18.90%	19.20%	19.15%	19.15%	20.15%	20.63%
Municipal Fire Plan 5	21.65%	21.65%	21.65%	21.65%	21.65%	21.90%	21.90%	21.90%	22.90%	23.38%

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For The Year Ended June 30, 2025**

Changes of Benefit Terms: The PERA and COLA and retirement eligibility benefits changes in recent years are described in Note 1 of PERA's ACFR nmpera.org/financial-overview/.

Changes of Assumptions: The Public Employees Retirement Association of New Mexico Annual Actuarial Valuations as of June 30, 2024 report is available at nmpera.org/financial-overview/retirement-fund-valuation-reports/.

**CITY OF RIO RANCHO, NEW MEXICO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF NET OPEB LIABILITY
NM RETIREE HEALTH CARE AUTHORITY (NMRHCA) PLAN
LAST 10 FISCAL YEARS***

	Measurement Date							
	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021	June 30, 2022	June 30, 2023	June 30, 2024
City's Proportion of the Net OPEB Liability	0.75381%	0.71711%	0.70777%	0.72410%	0.70857%	0.69476%	0.65102%	0.71971%
City's Proportionate Share of the Net OPEB Liability	\$ 34,160,128	\$ 31,182,487	\$ 22,948,655	\$ 30,404,293	\$ 23,314,432	\$ 16,060,106	\$ 11,086,418	\$ 12,845,387
City's Covered Payroll	\$ 32,500,896	\$ 31,400,996	\$ 30,768,442	\$ 31,122,662	\$ 30,768,442	\$ 34,518,753	\$ 39,333,032	\$ 40,369,527
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	105.11%	99.30%	74.59%	97.69%	75.77%	46.53%	28.19%	31.82%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	11.34%	13.14%	18.92%	16.50%	25.39%	33.33%	44.16%	46.99%

*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 PROPORTIONATE SHARE OF NET OPEB LIABILITY
NM RETIREE HEALTH CARE AUTHORITY (NMRHCA) PLAN
LAST 10 FISCAL YEARS***

	2018	2019	2020	2021	2022	2023	2024	2025
Contractually Required Contribution	\$ 636,785	\$ 621,404	\$ 671,628	\$ 683,654	\$ 704,944	\$ 773,547	\$ 881,687	\$ 976,592
Contributions in Relation to the Contractually Required Contribution	636,785	621,404	671,628	683,654	704,944	773,547	881,687	976,592
Contribution Deficiency (Excess)	<u>\$ -</u>							
City's Covered Payroll	\$ 31,400,996	\$ 30,768,442	\$ 31,122,662	\$ 30,577,115	\$ 31,470,367	\$ 34,518,753	\$ 39,333,032	\$ 40,369,527
Contributions as a Percentage of Covered Payroll	2.03%	2.02%	2.16%	2.24%	2.24%	2.24%	2.24%	2.24%

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

**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
For The Year Ended June 30, 2025**

In the total OPEB liability measured as of June 30, 2024, changes in assumptions include adjustments resulting from an increase in the discount rate from 6.22% to 7.00%.



SUPPLEMENTARY INFORMATION

**CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS – BY FUND TYPE
AS OF JUNE 30, 2025**

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
ASSETS				
Cash and Cash Equivalents	\$ 16,256,597	\$ 14,601,915	\$ 22,121,510	\$ 52,980,022
Receivables:				
Accounts, Net	5,476,273	-	-	5,476,273
Interest	138,020	-	113,568	251,588
Gross Receipts Tax	954,933	-	-	954,933
Property Taxes	-	380,329	-	380,329
Due From Federal Government	29,620	-	1,594,241	1,623,861
Due From State Government	136,825	-	2,222,345	2,359,170
Deposits	-	-	239,775	239,775
Restricted Cash	1,886	-	282,806	284,692
Investments	43,175,649	-	33,490,744	76,666,393
Total Assets	<u>\$ 66,169,803</u>	<u>\$ 14,982,244</u>	<u>\$ 60,064,989</u>	<u>\$ 141,217,036</u>
LIABILITIES				
Accounts Payable	\$ 1,046,302	\$ -	\$ 1,657,214	\$ 2,703,516
Accrued Liabilities	2,947,909	-	-	2,947,909
Due to Other Funds	3,457,089	-	3,104,253	6,561,342
Total Liabilities	<u>7,451,300</u>	<u>-</u>	<u>4,761,467</u>	<u>12,212,767</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue:				
Property Taxes	-	325,836	-	325,836
Unavailable Revenue-Intergovernmental	4,952	-	240,868	245,820
Fines and Forfeitures	4,442,035	-	-	4,442,035
Total Deferred Inflows of Resources	<u>4,446,987</u>	<u>325,836</u>	<u>240,868</u>	<u>5,013,691</u>
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	47,087,636	14,656,408	55,756,008	117,500,052
Committed	8,364,191	-	-	8,364,191
Assigned	28,595	-	-	28,595
Unassigned	(1,208,906)	-	(693,354)	(1,902,260)
Total Fund Balances	<u>54,271,516</u>	<u>14,656,408</u>	<u>55,062,654</u>	<u>123,990,578</u>
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 <u>\$ 66,169,803</u>	 <u>\$ 14,982,244</u>	 <u>\$ 60,064,989</u>	 <u>\$ 141,217,036</u>

See Independent Auditor's Report.

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, 2025

	Special Revenue	Debt Service	Capital Projects	Total Nonmajor Governmental Funds
REVENUES				
Property Taxes	\$ -	\$ 9,697,066	\$ -	\$ 9,697,066
Municipal Taxes	6,985,393	-	-	6,985,393
Franchise Taxes	38,675	-	-	38,675
Intergovernmental - Federal	884,601	-	2,386,960	3,271,561
Intergovernmental - State	3,206,098	-	6,787,909	9,994,007
Intergovernmental - Local	274,595	-	100,000	374,595
Impact Fees	-	-	4,621,681	4,621,681
Investment Income (Loss)	3,944,222	414,278	2,421,886	6,780,386
Charges for Services	1,612,370	-	92,796	1,705,166
Fines and Forfeitures	629,014	-	-	629,014
Miscellaneous	2,737,540	-	-	2,737,540
Total Revenues	<u>20,312,508</u>	<u>10,111,344</u>	<u>16,411,232</u>	<u>46,835,084</u>
EXPENDITURES				
Current:				
General Government	1,717,704	-	120,469	1,838,173
Public Safety	8,409,769	-	23,152	8,432,921
Public Works	750,723	-	289,739	1,040,462
Parks, Recreation, and Culture	586,474	-	344,813	931,287
Community and Economic Development	1,098,271	-	-	1,098,271
Capital Outlay	7,364,815	-	23,616,141	30,980,956
Debt Service:				
Principal	1,746,309	6,950,754	-	8,697,063
Interest and Other Charges	363,826	1,592,850	-	1,956,676
Bond Issuance Costs	-	-	148,774	148,774
Total Expenditures	<u>22,037,891</u>	<u>8,543,604</u>	<u>24,543,088</u>	<u>55,124,583</u>
REVENUES OVER (UNDER) EXPENDITURES	(1,725,383)	1,567,740	(8,131,856)	(8,289,499)
OTHER FINANCING SOURCES (USES)				
Issuance of General Obligation Bonds	-	-	16,000,000	16,000,000
Premium on Debt Issued	-	-	807,150	807,150
Transfers In	6,818,579	3,292,536	14,207,342	24,318,457
Transfers Out	(3,714,918)	(348,150)	(637,150)	(4,700,218)
Total Other Financing Sources (Uses)	<u>3,103,661</u>	<u>2,944,386</u>	<u>30,377,342</u>	<u>36,425,389</u>
NET CHANGE IN FUND BALANCES	1,378,278	4,512,126	22,245,486	28,135,890
Fund Balances - Beginning of Year	52,643,238	10,144,282	14,808,075	77,595,595
Adjustments - Changes within Reporting Entity	-	-	18,009,093	18,009,093
Restatement (See Note 15)	250,000	-	-	250,000
Fund Balance - Beginning as Restated and Adjusted	<u>52,893,238</u>	<u>10,144,282</u>	<u>32,817,168</u>	<u>95,854,688</u>
FUND BALANCES - END OF YEAR	<u>\$ 54,271,516</u>	<u>\$ 14,656,408</u>	<u>\$ 55,062,654</u>	<u>\$ 123,990,578</u>

See Independent Auditor's Report.

CITY OF RIO RANCHO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
SPECIAL REVENUE FUNDS
JUNE 30, 2025

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.)

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.)

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.

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.

Local Economic Development Act Fund – To account for funds received from claw-back payments and homebuilder contributions. Expenditures from this fund may be used for future economic development projects. In the recruitment of economic based employers and site selection process, these companies often look to State and Local Governments for financial assistance to off-set the cost of expansion/relocation. This financial support, or economic incentive, is extended through a Project Participation Agreement that is approved by the Governing Body and contains corresponding claw-back provisions.

Local Government Abatement Opioid Fund – To account for revenue received from the settlement of multiple class action lawsuits brought by governmental entities against multiple companies that made

CITY OF RIO RANCHO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
SPECIAL REVENUE FUNDS
JUNE 30, 2025

and sold opioid drugs in New Mexico. Expenditures from this fund must be made to combat the misuse of opioids and mitigate the harm caused by opioid addition within the jurisdiction.

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.

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 Protection Fund Act, NMSA 29-13-1 through 29-13-9. 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)

Permanent Fund – To account for funds held by the City to generate investment income used for capital improvements.

CITY OF RIO RANCHO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
SPECIAL REVENUE FUNDS
JUNE 30, 2025

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

LEDA Reimbursement Fund – To account for revenues from the state of New Mexico that are offered to local companies as an economic development incentive. This fund is a pass-through fund and all revenues are paid to local companies per a local economic development agreement.

Donations Fund – To account for donations made for various quality of life purposes. Expenditures from this fund may be used for the Memorial Tree Program, Tree Steward training or the purposes specified by the donor.

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.

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.

Firefighter Recruitment Fund – To account for grant revenue received from the State of New Mexico. Expenditures from this fund must be used for expenses associated with the recruitment of firefighters.

CITY OF RIO RANCHO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
SPECIAL REVENUE FUNDS
JUNE 30, 2025

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.)

Strategic Planning Initiative Fund – To account for one-time gross receipts tax and development-related revenues derived from large construction projects within the City to be set-aside to fund future strategic initiatives and longer-term plans and goals of the City. (Provided for by City Resolution 78, Enactment No. 23-079)

Law Enforcement Recruitment and Retention Fund – To account for grant revenue received from the State of New Mexico. Expenditures from this fund must be used for expenses associated with the recruitment of law enforcement officers and to provide payments to law enforcement officers that achieve certain longevity benchmarks as established by the grant.

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 project.

Regional Emergency Communication Center Fund – To account for revenue from the joint powers agreement to establish the Sandoval County Regional Emergency Communications Center. Expenditures from this fund may be used for the operation of the communication center.

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.)

Cannabis Fund – To account for taxes from the sales of Cannabis related products. (New Mexico HB2, The Cannabis Regulation Act of 2021.)

Higher Ed 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).

CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
AS OF JUNE 30, 2025

	Animal Shelter Fund	Recreation Activities Fund	Keep Rio Rancho Beautiful Fund	Workers Compensation Fund	Rio Metro Fund	Senior Services Fund
ASSETS						
Cash and Cash Equivalents	\$ 15,813	\$ 400,162	\$ 412	\$ 253,454	\$ -	\$ 25,670
Receivables:						
Accounts, Net	-	-	-	-	7,444	-
Interest	-	677	-	10,988	-	-
Gross Receipts Tax	-	-	-	-	-	-
Due from State Government	-	-	-	-	-	-
Investments	-	-	-	4,165,114	-	-
Total Assets	<u>\$ 15,813</u>	<u>\$ 400,839</u>	<u>\$ 412</u>	<u>\$ 4,429,556</u>	<u>\$ 7,444</u>	<u>\$ 25,670</u>
LIABILITIES						
Accounts Payable	\$ -	\$ 1,450	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	-	-	-	-	-	-
Due To Other Funds	-	-	-	-	8,775	-
Total Liabilities	<u>-</u>	<u>1,450</u>	<u>-</u>	<u>-</u>	<u>8,775</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Fines and Forfeitures	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	412	-	-	25,670
Committed	15,813	399,389	-	4,429,556	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	(1,331)	-
Total Fund Balances	<u>15,813</u>	<u>399,389</u>	<u>412</u>	<u>4,429,556</u>	<u>(1,331)</u>	<u>25,670</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 15,813</u>	<u>\$ 400,839</u>	<u>\$ 412</u>	<u>\$ 4,429,556</u>	<u>\$ 7,444</u>	<u>\$ 25,670</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 AS OF JUNE 30, 2025**

	Library Fund	Local Economic Development Act Fund	Local Government Abatement Opioid Fund	Convention and Visitors Bureau Fund	Rio Vision Cable Fund	Local Government Corrections Fund
ASSETS						
Cash and Cash Equivalents	\$ -	\$ 1,667,318	\$ 196,341	\$ 231,925	\$ 34,195	\$ 108,196
Receivables:						
Accounts, Net	-	-	4,555,592	-	6,787	-
Interest	-	-	8,081	332	-	-
Gross Receipts Tax	-	5,931	-	-	-	-
Due from State Government	69,851	-	-	-	-	-
Investments	-	1,485,189	3,170,523	-	-	-
Total Assets	<u>\$ 69,851</u>	<u>\$ 3,158,438</u>	<u>\$ 7,930,537</u>	<u>\$ 232,257</u>	<u>\$ 40,982</u>	<u>\$ 108,196</u>
LIABILITIES						
Accounts Payable	\$ 14,655	\$ -	\$ -	\$ 83	\$ 10,051	\$ 246,812
Accrued Liabilities	-	50,000	-	10,593	-	-
Due To Other Funds	68,534	-	-	-	-	-
Total Liabilities	<u>83,189</u>	<u>50,000</u>	<u>-</u>	<u>10,676</u>	<u>10,051</u>	<u>246,812</u>
DEFERRED INFLOWS OF RESOURCES						
Fines and Forfeitures	-	-	4,442,035	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>4,442,035</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	3,108,438	-	221,581	-	-
Committed	-	-	3,488,502	-	30,931	-
Assigned	-	-	-	-	-	-
Unassigned	(13,338)	-	-	-	-	(138,616)
Total Fund Balances	<u>(13,338)</u>	<u>3,108,438</u>	<u>3,488,502</u>	<u>221,581</u>	<u>30,931</u>	<u>(138,616)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 69,851</u>	<u>\$ 3,158,438</u>	<u>\$ 7,930,537</u>	<u>\$ 232,257</u>	<u>\$ 40,982</u>	<u>\$ 108,196</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
 COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
 AS OF JUNE 30, 2025**

	Law Enforcement Fund	Public Safety Enforcement Aid Fund	Traffic Education and Enforcement Aid Fund	Permanent Fund	Special Assessment District Fund	Special Assessment District VI Bond Fund
ASSETS						
Cash and Cash Equivalents	\$ 123,340	\$ 618,994	\$ 108,278	\$ -	\$ 30,617	\$ 555,026
Receivables:						
Accounts, Net	-	19,224	-	-	1,748	372,547
Interest	-	1,348	-	48,273	-	7,623
Gross Receipts Tax	-	-	-	-	-	-
Due from State Government	-	-	-	-	-	-
Investments	-	225,397	-	14,763,038	-	2,130,225
Total Assets	<u>\$ 123,340</u>	<u>\$ 864,963</u>	<u>\$ 108,278</u>	<u>\$ 14,811,311</u>	<u>\$ 32,365</u>	<u>\$ 3,065,421</u>
LIABILITIES						
Accounts Payable	\$ -	\$ 166,402	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	-	-	-	-	1,765	-
Due To Other Funds	-	-	-	-	-	132,493
Total Liabilities	<u>-</u>	<u>166,402</u>	<u>-</u>	<u>-</u>	<u>1,765</u>	<u>132,493</u>
DEFERRED INFLOWS OF RESOURCES						
Fines and Forfeitures	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	123,340	698,561	108,278	14,811,311	30,600	2,932,928
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>123,340</u>	<u>698,561</u>	<u>108,278</u>	<u>14,811,311</u>	<u>30,600</u>	<u>2,932,928</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 123,340</u>	<u>\$ 864,963</u>	<u>\$ 108,278</u>	<u>\$ 14,811,311</u>	<u>\$ 32,365</u>	<u>\$ 3,065,421</u>

See Independent Auditor's Report.

CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
AS OF JUNE 30, 2025

	Special Assessment District VII Bond Fund	Special Assessment District VIII Bond Fund	LEDA Reimbursement Fund	Donations Fund	Fire Protection Fund	Emergency Medical Services Fund
ASSETS						
Cash and Cash Equivalents	\$ 1,570,532	\$ 131,593	\$ 98,950	\$ 24,378	\$ 543,566	\$ 8,930
Receivables:						
Accounts, Net	246,180	183,677	6,787	-	-	-
Interest	6,208	-	-	-	-	-
Gross Receipts Tax	-	-	-	-	-	-
Due from Federal Government	-	-	-	-	-	-
Due from State Government	-	-	-	-	-	-
Restricted Cash	276	-	-	-	1,610	-
Investments	-	-	2,662,781	-	-	-
Total Assets	<u>\$ 1,823,196</u>	<u>\$ 315,270</u>	<u>\$ 2,768,518</u>	<u>\$ 24,378</u>	<u>\$ 545,176</u>	<u>\$ 8,930</u>
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 26,148	\$ -
Accrued Liabilities	2,246,253	632,286	-	-	-	-
Due To Other Funds	304,189	-	-	-	-	-
Total Liabilities	<u>2,550,442</u>	<u>632,286</u>	<u>-</u>	<u>-</u>	<u>26,148</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue-Intergovernmental	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	-	-	2,768,518	24,378	519,028	8,930
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	(727,246)	(317,016)	-	-	-	-
Total Fund Balances	<u>(727,246)</u>	<u>(317,016)</u>	<u>2,768,518</u>	<u>24,378</u>	<u>519,028</u>	<u>8,930</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,823,196</u>	<u>\$ 315,270</u>	<u>\$ 2,768,518</u>	<u>\$ 24,378</u>	<u>\$ 545,176</u>	<u>\$ 8,930</u>

See Independent Auditor's Report.

CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
AS OF JUNE 30, 2025

	DWI Program Fund	Fire Fighter Recruitment Fund	Environmental Gross Receipts Tax Fund	Strategic Planning Initiative Fund	Law Enforcement Recruitment and Retention Fund	Municipal Road Fund
ASSETS						
Cash and Cash Equivalents	\$ 264,758	\$ 3,594	\$ 687,724	\$ 2,849,993	\$ 11,721	\$ 568,272
Receivables:						
Accounts, Net	-	-	-	-	-	-
Interest	1,046	-	401	6,278	-	511
Gross Receipts Tax	-	-	20,541	-	-	-
Due from Federal Government	-	-	-	-	-	-
Due from State Government	-	-	-	-	-	44,472
Restricted Cash	-	-	-	-	-	-
Investments	-	-	156,819	2,463,184	-	141,927
Total Assets	<u>\$ 265,804</u>	<u>\$ 3,594</u>	<u>\$ 865,485</u>	<u>\$ 5,319,455</u>	<u>\$ 11,721</u>	<u>\$ 755,182</u>
LIABILITIES						
Accounts Payable	\$ -	\$ -	\$ 1,092	\$ -	\$ 8,789	\$ -
Accrued Liabilities	-	-	-	-	2,896	-
Due To Other Funds	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>1,092</u>	<u>-</u>	<u>11,685</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue-Intergovernmental	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	265,804	3,594	864,393	5,319,455	36	755,182
Committed	-	-	-	-	-	-
Assigned	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total Fund Balances	<u>265,804</u>	<u>3,594</u>	<u>864,393</u>	<u>5,319,455</u>	<u>36</u>	<u>755,182</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 265,804</u>	<u>\$ 3,594</u>	<u>\$ 865,485</u>	<u>\$ 5,319,455</u>	<u>\$ 11,721</u>	<u>\$ 755,182</u>

See Independent Auditor's Report.

CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS
AS OF JUNE 30, 2025

	Regional Emergency Comm Center Fund	HUD CDBG Grant Fund	Crime Victim Assistance Fund	Cannabis Fund	Higher Ed Gross Receipts Tax Fund	Total Nonmajor Special Revenue Funds
ASSETS						
Cash and Cash Equivalents	\$ 1,037,098	\$ -	\$ -	\$ -	\$ 4,085,747	\$ 16,256,597
Receivables:						
Accounts, Net	76,287	-	-	-		5,476,273
Interest	-	-	-	666	45,588	138,020
Gross Receipts Tax	-	-	-	-	928,461	954,933
Due from Federal Government	-	8,684	20,936	-	-	29,620
Due from State Government	-	-	-	22,502	-	136,825
Restricted Cash	-	-	-	-	-	1,886
Investments	-	-	-	261,366	11,550,086	43,175,649
Total Assets	<u>\$ 1,113,385</u>	<u>\$ 8,684</u>	<u>\$ 20,936</u>	<u>\$ 284,534</u>	<u>\$ 16,609,882</u>	<u>\$ 66,169,803</u>
LIABILITIES						
Accounts Payable	\$ 488,779	\$ 11,360	\$ -	\$ -	\$ 70,681	\$ 1,046,302
Accrued Liabilities	3,154	962	-	-	-	2,947,909
Due To Other Funds	-	2,769	20,936	255,939	2,663,454	3,457,089
Total Liabilities	<u>491,933</u>	<u>15,091</u>	<u>20,936</u>	<u>255,939</u>	<u>2,734,135</u>	<u>7,451,300</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable Revenue-Intergovernmental	-	4,952	-	-	-	4,952
Fines and Forfeitures	-	-	-	-	-	4,442,035
Total Deferred Inflows of Resources	<u>-</u>	<u>4,952</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,446,987</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted	621,452	-	-	-	13,875,747	47,087,636
Committed	-	-	-	-	-	8,364,191
Assigned	-	-	-	28,595	-	28,595
Unassigned	-	(11,359)	-	-	-	(1,208,906)
Total Fund Balances	<u>621,452</u>	<u>(11,359)</u>	<u>-</u>	<u>28,595</u>	<u>13,875,747</u>	<u>54,271,516</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,113,385</u>	<u>\$ 8,684</u>	<u>\$ 20,936</u>	<u>\$ 284,534</u>	<u>\$ 16,609,882</u>	<u>\$ 66,169,803</u>

See Independent Auditor's Report.

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, 2025

	Animal Shelter Fund	Recreation Activities Fund	Keep Rio Rancho Beautiful Fund	Workers Compensation Fund	Rio Metro Fund	Senior Services Fund
REVENUES						
Municipal Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Franchise Taxes	-	-	-	-	-	-
Intergovernmental - State	-	-	22,933	-	-	-
Intergovernmental - Local	-	-	-	-	-	-
Investment Income (Loss)	895	22,120	-	236,754	-	1,531
Charges for Services	33,664	194,567	-	-	-	1,218
Fines and Forfeitures	400	-	-	-	-	-
Miscellaneous	4,356	-	165	117,776	88,065	1,165
Total Revenues	<u>39,315</u>	<u>216,687</u>	<u>23,098</u>	<u>354,530</u>	<u>88,065</u>	<u>3,914</u>
EXPENDITURES						
Current:						
General Government	-	-	-	204,012	94,121	-
Public Safety	52,955	-	-	-	-	-
Public Works	-	-	-	-	-	-
Parks, Recreation, and Culture	-	87,133	-	-	-	13,016
Community and Economic Development	-	-	22,933	-	-	-
Capital Outlay	-	153,364	-	-	-	-
Total Expenditures	<u>52,955</u>	<u>240,497</u>	<u>22,933</u>	<u>204,012</u>	<u>94,121</u>	<u>13,016</u>
REVENUES OVER (UNDER) EXPENDITURES	(13,640)	(23,810)	165	150,518	(6,056)	(9,102)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(13,640)	(23,810)	165	150,518	(6,056)	(9,102)
Fund Balances - Beginning of Year	29,453	423,199	247	4,279,038	4,725	34,772
Restatement (See Note 15)	-	-	-	-	-	-
Fund Balances - Beginning, as Restated	<u>29,453</u>	<u>423,199</u>	<u>247</u>	<u>4,279,038</u>	<u>4,725</u>	<u>34,772</u>
FUND BALANCES - END OF YEAR	<u>\$ 15,813</u>	<u>\$ 399,389</u>	<u>\$ 412</u>	<u>\$ 4,429,556</u>	<u>\$ (1,331)</u>	<u>\$ 25,670</u>

See Independent Auditor's Report.

**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, 2025**

	Library Fund	Local Economic Development Act Fund	Local Government Abatement Opioid Fund	Convention and Visitors Bureau Fund	Rio Vision Cable Fund	Local Government Corrections Fund
REVENUES						
Municipal Taxes	\$ -	\$ 397,137	\$ -	\$ 544,085	\$ -	\$ -
Franchise Taxes	-	-	-	-	38,675	-
Intergovernmental - State	201,973	-	-	-	-	-
Intergovernmental - Local	274,595	-	-	-	-	-
Investment Income (Loss)	-	134,357	175,414	10,518	2,583	2,280
Charges for Services	-	-	-	-	-	364,215
Fines and Forfeitures	-	-	184,513	-	-	-
Miscellaneous	-	383,979	-	5,160	-	-
Total Revenues	<u>476,568</u>	<u>915,473</u>	<u>359,927</u>	<u>559,763</u>	<u>41,258</u>	<u>366,495</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	-	-	-	-	609,219
Public Works	-	-	-	-	-	-
Parks, Recreation, and Culture	482,837	-	-	-	-	-
Community and Economic Development	-	-	-	376,078	99,260	-
Capital Outlay	7,069	-	-	-	-	-
Total Expenditures	<u>489,906</u>	<u>-</u>	<u>-</u>	<u>376,078</u>	<u>99,260</u>	<u>609,219</u>
REVENUES OVER (UNDER) EXPENDITURES	(13,338)	915,473	359,927	183,685	(58,002)	(242,724)
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	73,513	84,875
Transfers Out	-	-	-	(242,000)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(242,000)</u>	<u>73,513</u>	<u>84,875</u>
NET CHANGE IN FUND BALANCES	(13,338)	915,473	359,927	(58,315)	15,511	(157,849)
Fund Balances - Beginning of Year	-	1,942,965	3,128,575	279,896	15,420	19,233
Restatement (See Note 15)	-	250,000	-	-	-	-
Fund Balances - Beginning, as Restated	<u>-</u>	<u>2,192,965</u>	<u>3,128,575</u>	<u>279,896</u>	<u>15,420</u>	<u>19,233</u>
FUND BALANCES - END OF YEAR	<u>\$ (13,338)</u>	<u>\$ 3,108,438</u>	<u>\$ 3,488,502</u>	<u>\$ 221,581</u>	<u>\$ 30,931</u>	<u>\$ (138,616)</u>

See Independent Auditor's Report.

**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, 2025**

	Law Enforcement Fund	Public Safety Enforcement Aid Fund	Traffic Education and Enforcement Aid Fund	Permanent Fund	Special Assessment District Fund	Special Assessment District VI Bond Fund
REVENUES						
Municipal Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Franchise Taxes	-	-	-	-	-	-
Intergovernmental - State	312,500	-	-	-	-	-
Intergovernmental - Local	-	-	-	-	-	-
Investment Income (Loss)	8,614	44,021	3,443	1,596,879	2,211	158,703
Charges for Services	-	-	-	1,000,000	-	-
Fines and Forfeitures	-	372,331	71,770	-	-	-
Miscellaneous	-	739	-	-	32,640	13,547
Total Revenues	<u>321,114</u>	<u>417,091</u>	<u>75,213</u>	<u>2,596,879</u>	<u>34,851</u>	<u>172,250</u>
EXPENDITURES						
Current:						
General Government	-	-	-	20,511	40,576	-
Public Safety	315,171	158,659	21,012	-	-	-
Public Works	-	-	-	-	-	-
Parks, Recreation, and Culture	-	-	-	-	-	-
Community and Economic Development	-	-	-	-	-	-
Capital Outlay	-	294,311	-	-	-	-
Total Expenditures	<u>315,171</u>	<u>452,970</u>	<u>21,012</u>	<u>20,511</u>	<u>40,576</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	5,943	(35,879)	54,201	2,576,368	(5,725)	172,250
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	(230,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(230,000)</u>
NET CHANGE IN FUND BALANCES	5,943	(35,879)	54,201	2,576,368	(5,725)	(57,750)
Fund Balances - Beginning of Year	117,397	734,440	54,077	12,234,943	36,325	2,990,678
Restatement (See Note 15)	-	-	-	-	-	-
Fund Balances - Beginning, as Restated	<u>117,397</u>	<u>734,440</u>	<u>54,077</u>	<u>12,234,943</u>	<u>36,325</u>	<u>2,990,678</u>
FUND BALANCES - END OF YEAR	<u>\$ 123,340</u>	<u>\$ 698,561</u>	<u>\$ 108,278</u>	<u>\$ 14,811,311</u>	<u>\$ 30,600</u>	<u>\$ 2,932,928</u>

See Independent Auditor's Report.

**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, 2025**

	Special Assessment District VII Bond Fund	Special Assessment District VIII Bond Fund	LEDA Reimbursement Fund	Donations Fund	Fire Protection Fund	Emergency Medical Services Fund
REVENUES						
Municipal Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Franchise Taxes	-	-	-	-	-	-
Intergovernmental - Federal	-	-	-	-	-	-
Intergovernmental - State	-	-	-	-	981,148	98,992
Intergovernmental - Local	-	-	-	-	-	-
Investment Income (Loss)	95,730	14,064	182,830	1,030	30,191	1,575
Charges for Services	-	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	18,146	9,986	-	6,510	-	-
Total Revenues	<u>113,876</u>	<u>24,050</u>	<u>182,830</u>	<u>7,540</u>	<u>1,011,339</u>	<u>100,567</u>
EXPENDITURES						
Current:						
General Government	841,122	341,066	-	-	-	-
Public Safety	-	-	-	-	505,735	69,046
Public Works	-	-	-	-	-	-
Parks, Recreation, and Culture	-	-	-	3,488	-	-
Community and Economic Development	-	-	600,000	-	-	-
Capital Outlay	-	-	-	-	255,148	26,987
Debt Service:						
Principal	-	-	-	-	39,758	-
Interest and Other Charges	-	-	-	-	13,281	-
Total Expenditures	<u>841,122</u>	<u>341,066</u>	<u>600,000</u>	<u>3,488</u>	<u>813,922</u>	<u>96,033</u>
REVENUES OVER (UNDER) EXPENDITURES	(727,246)	(317,016)	(417,170)	4,052	197,417	4,534
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(727,246)	(317,016)	(417,170)	4,052	197,417	4,534
Fund Balances - Beginning of Year	-	-	3,185,688	20,326	321,611	4,396
Restatement (See Note 15)	-	-	-	-	-	-
Fund Balances - Beginning, as Restated	<u>-</u>	<u>-</u>	<u>3,185,688</u>	<u>20,326</u>	<u>321,611</u>	<u>4,396</u>
FUND BALANCES - END OF YEAR	<u>\$ (727,246)</u>	<u>\$ (317,016)</u>	<u>\$ 2,768,518</u>	<u>\$ 24,378</u>	<u>\$ 519,028</u>	<u>\$ 8,930</u>

See Independent Auditor's Report.

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, 2025

	DWI Program Fund	Fire Fighter Recruitment Fund	Environmental Gross Receipts Tax Fund	Strategic Planning Initiative Fund	Law Enforcement Recruitment and Retention Fund	Municipal Road Fund
REVENUES						
Municipal Taxes	\$ -	\$ -	\$ 97,887	\$ 70,312	\$ -	\$ -
Franchise Taxes	-	-	-	-	-	-
Intergovernmental - Federal	-	-	-	-	-	-
Intergovernmental - State	-	225,000	-	-	789,359	574,193
Intergovernmental - Local	-	-	-	-	-	-
Investment Income (Loss)	14,155	3,594	21,798	175,622	3,012	26,146
Charges for Services	-	-	-	-	-	18,706
Fines and Forfeitures	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	<u>14,155</u>	<u>228,594</u>	<u>119,685</u>	<u>245,934</u>	<u>792,371</u>	<u>619,045</u>
EXPENDITURES						
Current:						
General Government	-	-	-	-	-	-
Public Safety	-	225,000	-	-	839,198	-
Public Works	-	-	25,797	-	-	227,012
Parks, Recreation, and Culture	-	-	-	-	-	-
Community and Economic Development	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	76,824
Debt Service:						
Principal	-	-	-	-	-	96,551
Interest and Other Charges	-	-	-	-	-	3,795
Total Expenditures	<u>-</u>	<u>225,000</u>	<u>25,797</u>	<u>-</u>	<u>839,198</u>	<u>404,182</u>
REVENUES OVER (UNDER) EXPENDITURES	14,155	3,594	93,888	245,934	(46,827)	214,863
OTHER FINANCING SOURCES (USES)						
Transfers In	-	-	348,150	3,800,000	-	-
Transfers Out	-	-	-	(1,000,000)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>348,150</u>	<u>2,800,000</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	14,155	3,594	442,038	3,045,934	(46,827)	214,863
Fund Balances - Beginning of Year	251,649	-	422,355	2,273,521	46,863	540,319
Restatement (See Note 15)	-	-	-	-	-	-
Fund Balances - Beginning, as Restated	<u>251,649</u>	<u>-</u>	<u>422,355</u>	<u>2,273,521</u>	<u>46,863</u>	<u>540,319</u>
FUND BALANCES - END OF YEAR	<u>\$ 265,804</u>	<u>\$ 3,594</u>	<u>\$ 864,393</u>	<u>\$ 5,319,455</u>	<u>\$ 36</u>	<u>\$ 755,182</u>

See Independent Auditor's Report.

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, 2025

	Regional Emergency Comm Center Fund	HUD CDBG Grant Fund	Crime Victim Assistance Fund	Cannabis Fund	Higher Ed Gross Receipts Tax Fund	Total Nonmajor Special Revenue Funds
REVENUES						
Municipal Taxes	\$ -	\$ -	\$ -	\$ 294,982	\$ 5,580,990	\$ 6,985,393
Franchise Taxes	-	-	-	-	-	38,675
Intergovernmental - Federal	-	798,736	85,865	-	-	884,601
Intergovernmental - State	-	-	-	-	-	3,206,098
Intergovernmental - Local	-	-	-	-	-	274,595
Investment Income (Loss)	94,574	-	-	23,345	856,233	3,944,222
Charges for Services	-	-	-	-	-	1,612,370
Fines and Forfeitures	-	-	-	-	-	629,014
Miscellaneous	2,055,306	-	-	-	-	2,737,540
Total Revenues	<u>2,149,880</u>	<u>798,736</u>	<u>85,865</u>	<u>318,327</u>	<u>6,437,223</u>	<u>20,312,508</u>
EXPENDITURES						
Current:						
General Government	-	-	-	8,641	167,655	1,717,704
Public Safety	5,527,909	-	85,865	-	-	8,409,769
Public Works	-	497,914	-	-	-	750,723
Parks, Recreation, and Culture	-	-	-	-	-	586,474
Community and Economic Development	-	-	-	-	-	1,098,271
Capital Outlay	-	312,181	-	-	6,238,931	7,364,815
Debt Service:						
Principal	-	-	-	-	1,610,000	1,746,309
Interest and Other Charges	-	-	-	-	346,750	363,826
Total Expenditures	<u>5,527,909</u>	<u>810,095</u>	<u>85,865</u>	<u>8,641</u>	<u>8,363,336</u>	<u>22,037,891</u>
REVENUES OVER (UNDER) EXPENDITURES	(3,378,029)	(11,359)	-	309,686	(1,926,113)	(1,725,383)
OTHER FINANCING SOURCES (USES)						
Transfers In	2,512,041	-	-	-	-	6,818,579
Transfers Out	(1,184,198)	-	-	(1,058,720)	-	(3,714,918)
Total Other Financing Sources (Uses)	<u>1,327,843</u>	<u>-</u>	<u>-</u>	<u>(1,058,720)</u>	<u>-</u>	<u>3,103,661</u>
NET CHANGE IN FUND BALANCES	(2,050,186)	(11,359)	-	(749,034)	(1,926,113)	1,378,278
Fund Balances - Beginning of Year	2,671,638	-	-	777,629	15,801,860	52,643,238
Restatement (See Note 15)	-	-	-	-	-	250,000
Fund Balances - Beginning, as Restated	<u>2,671,638</u>	<u>-</u>	<u>-</u>	<u>777,629</u>	<u>15,801,860</u>	<u>52,893,238</u>
FUND BALANCES - END OF YEAR	<u>\$ 621,452</u>	<u>\$ (11,359)</u>	<u>\$ -</u>	<u>\$ 28,595</u>	<u>\$ 13,875,747</u>	<u>54,271,516</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
DEBT SERVICE FUNDS
JUNE 30, 2025**

General Obligation Bond Fund – to account for the debt service of general obligation debt.

Gross Receipts Tax Revenue Bond Fund – to account for the debt service of the New Mexico gross receipts tax revenue bonds.

NMFA Debt Service Fund – To account for debt service of loans with the NMFA.

**CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET – NONMAJOR DEBT SERVICE FUNDS
AS OF JUNE 30, 2025**

	General Obligation Bond Fund	GRT Revenue Bond Fund	NMFA Debt Service Fund	Total Nonmajor Debt Service Funds
ASSETS				
Cash and Cash Equivalents	\$ 14,165,240	\$ 24,764	\$ 411,911	\$ 14,601,915
Receivables:				
Accounts, Net				-
Property Taxes	380,329	-	-	380,329
Total Assets	\$ 14,545,569	\$ 24,764	\$ 411,911	\$ 14,982,244
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Total Liabilities	-	-	-	-
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue-Property				
Taxes	\$ 325,836	\$ -	\$ -	\$ 325,836
Total Deferred Inflows of Resources	325,836	-	-	325,836
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	14,219,733	24,764	411,911	14,656,408
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	14,219,733	24,764	411,911	14,656,408
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 \$ 14,545,569	 \$ 24,764	 \$ 411,911	 \$ 14,982,244

See Independent Auditor's Report.

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, 2025

	General Obligation Bond Fund	GRT Revenue Bond Fund	NMFA Debt Service Fund	Total Nonmajor Debt Service Funds
REVENUES				
Property Taxes	\$ 9,697,066	\$ -	\$ -	\$ 9,697,066
Investment Income	335,020	33,765	45,493	414,278
Total Revenues	<u>10,032,086</u>	<u>33,765</u>	<u>45,493</u>	<u>10,111,344</u>
EXPENDITURES				
Debt Service:				
Principal	4,320,000	1,535,000	1,095,754	6,950,754
Interest and Other Charges	1,417,479	38,375	136,996	1,592,850
Total Expenditures	<u>5,737,479</u>	<u>1,573,375</u>	<u>1,232,750</u>	<u>8,543,604</u>
REVENUES OVER (UNDER) EXPENDITURES	4,294,607	(1,539,610)	(1,187,257)	1,567,740
OTHER FINANCING SOURCES (USES)				
Transfers In	637,150	1,501,321	1,154,065	3,292,536
Transfers Out	-	-	(348,150)	(348,150)
Total Other Financing Sources (Uses)	<u>637,150</u>	<u>1,501,321</u>	<u>805,915</u>	<u>2,944,386</u>
NET CHANGE IN FUND BALANCES	4,931,757	(38,289)	(381,342)	4,512,126
Fund Balances - Beginning of Year	<u>9,287,976</u>	<u>63,053</u>	<u>793,253</u>	<u>10,144,282</u>
FUND BALANCES - END OF YEAR	<u>\$ 14,219,733</u>	<u>\$ 24,764</u>	<u>\$ 411,911</u>	<u>\$ 14,656,408</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
CAPITAL PROJECT FUNDS
JUNE 30, 2025**

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.

2016 GO Bond Construction Fund – To account for proceeds received for construction various road projects.

2018 GO Bond Project Fund – To account for proceeds received for various road improvement projects and public safety equipment and improvements projects.

2020 GO Bond Project Fund – To account for proceeds received for various road improvement projects and public safety equipment and improvements projects.

2022 GO Bond Project Fund – To account for proceeds received for various road improvement projects and public safety equipment and improvements projects.

2024 GO Bond Project Fund – To account for proceeds received for various road improvement projects and public safety equipment and improvements 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.

**CITY OF RIO RANCHO, NEW MEXICO
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS
CAPITAL PROJECT FUNDS
JUNE 30, 2025**

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
AS OF JUNE 30, 2025**

	Infrastructure Fund	Recreation Development Fund	State Appropriation Capital Projects Fund	2016 GO Bond Construction Fund	2018 GO Bond Construction Fund
ASSETS					
Cash and Cash Equivalents	\$ 13,961,331	\$ 63,954	\$ -	\$ 27,817	\$ 2,754
Receivables:					
Interest	51,774	-	-	110	-
Due from Federal Government	1,594,241	-	-	-	-
Due from State Government	-	-	2,222,345	-	-
Deposits	239,775	-	-	-	-
Restricted Cash	-	-	-	-	67,164
Investments	10,461,628	-	-	-	-
Total Assets	<u>\$ 26,308,749</u>	<u>\$ 63,954</u>	<u>\$ 2,222,345</u>	<u>\$ 27,927</u>	<u>\$ 69,918</u>
LIABILITIES					
Accounts Payable	\$ 1,292,454	\$ -	\$ 243,313	\$ -	\$ 2,592
Accrued Liabilities	-	-	-	-	-
Due to Other Funds	-	-	2,672,386	26,440	-
Total Liabilities	<u>1,292,454</u>	<u>-</u>	<u>2,915,699</u>	<u>26,440</u>	<u>2,592</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue					
Intergovernmental	240,868	-	-	-	-
Total Deferred Inflows of Resources	<u>240,868</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	24,775,427	63,954	-	1,487	67,326
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	(693,354)	-	-
Total Fund Balances	<u>24,775,427</u>	<u>63,954</u>	<u>(693,354)</u>	<u>1,487</u>	<u>67,326</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 26,308,749</u>	<u>\$ 63,954</u>	<u>\$ 2,222,345</u>	<u>\$ 27,927</u>	<u>\$ 69,918</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET –
NONMAJOR CAPITAL PROJECT FUNDS
AS OF JUNE 30, 2025**

	2020 GO Bond Construction Fund	2022 GO Bond Construction Fund	2024 GO Bond Construction Fund	Road Impact Fees Fund	Trails Impact Fees Fund
ASSETS					
Cash and Cash Equivalents	\$ 3,467	\$ 877,027	\$ -	\$ 2,502,246	\$ 160,674
Receivables:					
Interest	-	5,801	27,734	11,384	400
Due from Federal Government	-	-	-	-	-
Due from State Government	-	-	-	-	-
Deposits	-	-	-	-	-
Restricted Cash	215,642	-	-	-	-
Investments	-	2,275,803	13,549,765	2,171,637	-
Total Assets	<u>\$ 219,109</u>	<u>\$ 3,158,631</u>	<u>\$ 13,577,499</u>	<u>\$ 4,685,267</u>	<u>\$ 161,074</u>
LIABILITIES					
Accounts Payable	\$ 945	\$ 2,229	\$ 20,935	\$ 31,432	\$ -
Accrued Liabilities	-	-	-	-	-
Due to Other Funds	-	-	405,427	-	-
Total Liabilities	<u>945</u>	<u>2,229</u>	<u>426,362</u>	<u>31,432</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue					
Intergovernmental	-	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES					
Nonspendable	-	-	-	-	-
Restricted	218,164	3,156,402	13,151,137	4,653,835	161,074
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>218,164</u>	<u>3,156,402</u>	<u>13,151,137</u>	<u>4,653,835</u>	<u>161,074</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 219,109</u>	<u>\$ 3,158,631</u>	<u>\$ 13,577,499</u>	<u>\$ 4,685,267</u>	<u>\$ 161,074</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
COMBINING BALANCE SHEET –
NONMAJOR CAPITAL PROJECT FUNDS
AS OF JUNE 30, 2025**

	Parks Impact Fees Fund	Public Safety Impact Fees Fund	Drainage Impact Fees Fund	Total Nonmajor Capital Project Funds
ASSETS				
Cash and Cash Equivalents	\$ 1,939,226	\$ 1,257,999	\$ 1,325,015	\$ 22,121,510
Receivables:				
Interest	5,773	2,467	8,125	113,568
Due from Federal Government	-	-	-	1,594,241
Due from State Government	-	-	-	2,222,345
Deposits	-	-	-	239,775
Restricted Cash	-	-	-	282,806
Investments	2,217,041	516,152	2,298,718	33,490,744
Total Assets	\$ 4,162,040	\$ 1,776,618	\$ 3,631,858	\$ 60,064,989
LIABILITIES				
Accounts Payable	\$ -	\$ -	\$ 63,314	\$ 1,657,214
Accrued Liabilities	-	-	-	0
Due to Other Funds	-	-	-	3,104,253
Total Liabilities	-	-	63,314	4,761,467
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue				
Intergovernmental	-	-	-	240,868
Total Deferred Inflows of Resources	-	-	-	240,868
FUND BALANCES				
Nonspendable	-	-	-	-
Restricted	4,162,040	1,776,618	3,568,544	55,756,008
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	(693,354)
Total Fund Balances	4,162,040	1,776,618	3,568,544	55,062,654
 Total Liabilities, Deferred Inflows of Resources, and Fund Balances	 \$ 4,162,040	 \$ 1,776,618	 \$ 3,631,858	 \$ 60,064,989

See Independent Auditor's Report.

**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, 2025**

	Infrastructure Fund	Recreation Development Fund	State Appropriation Capital Projects Fund	2016 GO Bond Construction	2018 GO Bond Construction
REVENUES					
Intergovernmental -					
Federal	\$ 2,386,960	\$ -	\$ -	\$ -	\$ -
Intergovernmental - State	3,183,450	-	3,604,459	-	-
Intergovernmental - Local	100,000	-	-	-	-
Impact Fees	-	-	-	-	-
Investment Income (Loss)	1,026,530	5,580	-	1,487	5,908
Charges for Services	92,796	-	-	-	-
Total Revenues	<u>6,789,736</u>	<u>5,580</u>	<u>3,604,459</u>	<u>1,487</u>	<u>5,908</u>
EXPENDITURES					
Current:					
General Government	-	-	120,469	-	-
Public Safety	-	-	-	-	-
Public Works	143,454	30,787	-	-	-
Parks, Recreation, and Culture	-	-	-	-	-
Capital Outlay	13,899,277	166,542	4,552,873	2,304	79,301
Debt Service:					
Bond Issuance Costs	-	-	-	-	-
Total Expenditures	<u>14,042,731</u>	<u>197,329</u>	<u>4,673,342</u>	<u>2,304</u>	<u>79,301</u>
REVENUES OVER (UNDER) EXPENDITURES	(7,252,995)	(191,749)	(1,068,883)	(817)	(73,393)
OTHER FINANCING SOURCES (USES)					
Issuance of General Obligation Bonds	-	-	-	-	-
Premium on Bonds Issued	-	-	-	-	-
Transfers In	14,019,329	188,013	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>14,019,329</u>	<u>188,013</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	6,766,334	(3,736)	(1,068,883)	(817)	(73,393)
Fund Balances - Beginning of Year	-	67,690	375,529	2,304	140,719
Adjustments - Changes within Reporting Entity	18,009,093	-	-	-	-
Fund Balance - Beginning as Adjusted	<u>18,009,093</u>	<u>67,690</u>	<u>375,529</u>	<u>2,304</u>	<u>140,719</u>
FUND BALANCES - END OF YEAR	<u>\$ 24,775,427</u>	<u>\$ 63,954</u>	<u>\$ (693,354)</u>	<u>\$ 1,487</u>	<u>\$ 67,326</u>

See Independent Auditor's Report.

**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, 2025**

	2020 GO Bond Construction	2022 GO Bond Construction	2024 GO Bond Construction	Road Impact Fees Fund	Trails Impact Fees Fund
REVENUES					
Intergovernmental -					
Federal	\$ -	\$ -		\$ -	\$ -
Intergovernmental - State	-	-	-	-	-
Intergovernmental - Local	-	-	-	-	-
Impact Fees	-	-	-	1,936,743	46,167
Investment Income (Loss)	28,352	175,596	533,409	196,831	10,726
Charges for Services	-	-	-	-	-
Total Revenues	<u>28,352</u>	<u>175,596</u>	<u>533,409</u>	<u>2,133,574</u>	<u>56,893</u>
EXPENDITURES					
Current:					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Public Works	-	-	-	58,102	1,385
Parks, Recreation, and Culture	-	38,469	306,344	-	-
Capital Outlay	260,413	695,705	3,093,404	113,281	101,890
Debt Service:					
Bond Issuance Costs	-	-	148,774	-	-
Total Expenditures	<u>260,413</u>	<u>734,174</u>	<u>3,548,522</u>	<u>171,383</u>	<u>103,275</u>
REVENUES OVER (UNDER) EXPENDITURES	(232,061)	(558,578)	(3,015,113)	1,962,191	(46,382)
OTHER FINANCING SOURCES (USES)					
Issuance of General Obligation Bonds	-	-	16,000,000	-	-
Premium on Bonds Issued	-	-	807,150	-	-
Transfers In	-	-	-	-	-
Transfers Out	-	-	(637,150)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>16,170,000</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(232,061)	(558,578)	13,154,887	1,962,191	(46,382)
Fund Balances - Beginning of Year	450,225	3,714,980	(3,750)	2,691,644	207,456
Adjustments - Changes within Reporting Entity	-	-	-	-	-
Fund Balance - Beginning as Adjusted	<u>450,225</u>	<u>3,714,980</u>	<u>(3,750)</u>	<u>2,691,644</u>	<u>207,456</u>
FUND BALANCES - END OF YEAR	<u>\$ 218,164</u>	<u>\$ 3,156,402</u>	<u>\$ 13,151,137</u>	<u>\$ 4,653,835</u>	<u>\$ 161,074</u>

See Independent Auditor's Report.

**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, 2025**

	Park Impact Fees Fund	Public Safety Impact Fees Fund	Drainage Impact Fees Fund	Total Nonmajor Capital Project Funds
REVENUES				
Intergovernmental -				
Federal	\$ -	\$ -	\$ -	\$ 2,386,960
Intergovernmental - State	-	-	-	6,787,909
Intergovernmental - Local	-	-	-	100,000
Impact Fees	1,455,492	771,736	411,543	4,621,681
Investment Income (Loss)	168,548	84,135	184,784	2,421,886
Charges for Services	-	-	-	92,796
Total Revenues	<u>1,624,040</u>	<u>855,871</u>	<u>596,327</u>	<u>16,411,232</u>
EXPENDITURES				
Current:				
General Government	-	-	-	120,469
Public Safety	-	23,152	-	23,152
Public Works	43,665	-	12,346	289,739
Parks, Recreation, and Culture	-	-	-	344,813
Capital Outlay	57,729	382,099	211,323	23,616,141
Debt Service:				
Bond Issuance Costs	-	-	-	148,774
Total Expenditures	<u>101,394</u>	<u>405,251</u>	<u>223,669</u>	<u>24,543,088</u>
REVENUES OVER (UNDER) EXPENDITURES	1,522,646	450,620	372,658	(8,131,856)
OTHER FINANCING SOURCES (USES)				
Issuance of General Obligation Bonds	-	-	-	16,000,000
Premium on Bonds Issued	-	-	-	807,150
Transfers In	-	-	-	14,207,342
Transfers Out	-	-	-	(637,150)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,377,342</u>
NET CHANGE IN FUND BALANCES	1,522,646	450,620	372,658	22,245,486
Fund Balances - Beginning of Year	2,639,394	1,325,998	3,195,886	14,808,075
Adjustments - Changes within Reporting Entity	-	-	-	18,009,093
Fund Balance - Beginning as Adjusted	<u>2,639,394</u>	<u>1,325,998</u>	<u>3,195,886</u>	<u>32,817,168</u>
FUND BALANCES - END OF YEAR	<u>\$ 4,162,040</u>	<u>\$ 1,776,618</u>	<u>\$ 3,568,544</u>	<u>\$ 55,062,654</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
INTERNAL SERVICE FUND DESCRIPTIONS
JUNE 30, 2025**

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 Blue Cross Blue Shield.

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
 AS OF JUNE 30, 2025**

	Health Self-Insurance Fund	Dental Self-Insurance Fund	Total
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 3,157,325	\$ 533,067	\$ 3,690,392
Receivables:			
Interest Receivable	2,631	1,315	3,946
Total Current Assets	3,159,956	534,382	3,694,338
Noncurrent Assets:			
Investments	1,032,303	516,152	1,548,455
Total Noncurrent Assets	1,032,303	516,152	1,548,455
Total Assets	\$ 4,192,259	\$ 1,050,534	\$ 5,242,793
LIABILITIES			
Current Liabilities:			
Claims Payable	853,291	21,877	875,168
Total Current Liabilities	853,291	21,877	875,168
Total Liabilities	853,291	21,877	875,168
NET POSITION			
Unrestricted	3,338,968	1,028,657	4,367,625
Total Net Position	3,338,968	1,028,657	4,367,625
Total Liabilities and Net Position	\$ 4,192,259	\$ 1,050,534	\$ 5,242,793

See Independent Auditor's Report.

**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, 2025**

	Health Self-Insurance Fund	Dental Self-Insurance Fund	Total
OPERATING REVENUES			
Charges for Services	\$ 9,237,454	\$ 481,187	\$ 9,718,641
Interest Income	123,889	52,352	176,241
Total Revenues	<u>9,361,343</u>	<u>533,539</u>	<u>9,894,882</u>
OPERATING EXPENSES			
General and Administrative	602,506	32,100	634,606
Claims and Premiums	<u>7,630,937</u>	<u>425,739</u>	<u>8,056,676</u>
Total Expenses	<u>8,233,443</u>	<u>457,839</u>	<u>8,691,282</u>
OPERATING INCOME (LOSS)	1,127,900	75,700	1,203,600
Transfers In	1,378,025	-	1,378,025
Transfers Out	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	2,505,925	75,700	2,581,625
Net Position - Beginning of Year	<u>833,043</u>	<u>952,957</u>	<u>1,786,000</u>
NET POSITION - END OF YEAR	<u><u>\$ 3,338,968</u></u>	<u><u>\$ 1,028,657</u></u>	<u><u>\$ 4,367,625</u></u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
COMBINING STATEMENT OF CASH FLOWS –
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2025**

	<u>Health Self-Insurance Fund</u>	<u>Dental Self-Insurance Fund</u>	<u>Total</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from Customers and Users	\$ 9,237,454	\$ 481,187	\$ 9,718,641
Payments to Suppliers and Contractors	(8,199,112)	(455,520)	(8,654,632)
Interest Income	121,258	51,037	172,295
Net Cash Provided (Used) by Operating Activities	<u>1,159,600</u>	<u>76,704</u>	<u>1,236,304</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES			
Transfers (to) from Other Funds	<u>1,378,025</u>	<u>-</u>	<u>1,378,025</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>1,378,025</u>	<u>-</u>	<u>1,378,025</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of Investments	<u>(1,032,303)</u>	<u>(516,152)</u>	<u>(1,548,455)</u>
Net Cash Provided by Investing Activities	<u>(1,032,303)</u>	<u>(516,152)</u>	<u>(1,548,455)</u>
NET CASH PROVIDED (USED) ALL ACTIVITIES	<u>1,505,322</u>	<u>(439,448)</u>	<u>1,065,874</u>
Cash and Cash Equivalents - Beginning of Year	<u>1,652,003</u>	<u>972,515</u>	<u>2,624,518</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 3,157,325</u></u>	<u><u>\$ 533,067</u></u>	<u><u>\$ 3,690,392</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 1,127,900	\$ 75,700	\$ 1,203,600
Adjustments to Reconcile Operating Income (Loss):			
(Increase) Decrease in Accounts Receivable	(2,631)	(1,315)	(3,946)
Increase (Decrease) in Claims Payable	34,331	2,319	36,650
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 1,159,600</u></u>	<u><u>\$ 76,704</u></u>	<u><u>\$ 1,236,304</u></u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
CUSTODIAL FUND DESCRIPTIONS
JUNE 30, 2025**

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 NET POSITION –
 CUSTODIAL FUNDS
 AS OF JUNE 30, 2025**

	Municipal Court Fund	Total Custodial Funds
ASSETS		
Cash	\$ 8,000	\$ 8,000
Total Assets	\$ 8,000	\$ 8,000
 LIABILITIES		
Deposits Held for Others	\$ 8,000	\$ 8,000
Total Liabilities	8,000	8,000
 NET POSITION		
Net Position	-	-
Total Net Position	\$ -	\$ -

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION –
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Municipal Court Fund</u>	<u>Total Custodial Funds</u>
ADDITIONS		
Municipal Court Bond Deposits	\$ 3,248	\$ 3,248
Total Additions	<u>3,248</u>	<u>3,248</u>
DEDUCTIONS		
Municipal Court Bond Payments	<u>3,248</u>	<u>3,248</u>
Total Deductions	<u>3,248</u>	<u>3,248</u>
NET INCREASE (DECREASE) IN NET POSITION	-	-
Net Position - Beginning of Year	<u>-</u>	<u>-</u>
NET POSITION - END OF YEAR	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
ANIMAL SHELTER FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	\$ 35,000	\$ 35,000	\$ 33,664	\$ (1,336)
Fines and Forfeitures	500	500	400	(100)
Investment Income	-	-	895	895
Miscellaneous	2,300	2,300	4,356	2,056
Total Revenues	<u>37,800</u>	<u>37,800</u>	<u>39,315</u>	<u>1,515</u>
EXPENDITURES				
Current:				
Public Safety	59,482	66,174	54,502	11,672
Total Expenditures	<u>59,482</u>	<u>66,174</u>	<u>54,502</u>	<u>11,672</u>
REVENUES OVER (UNDER) EXPENDITURES	(21,682)	(28,374)	(15,187)	13,187
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(21,682)	(28,374)	(15,187)	13,187
Fund Balances - Beginning of Year, Budgetary Basis	<u>24,308</u>	<u>31,000</u>	<u>31,000</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 2,626</u>	<u>\$ 2,626</u>	<u>\$ 15,813</u>	<u>\$ 13,187</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 39,315
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 39,315</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 54,502
Certain Payments Made After Year-End are Considered Expenditures of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Prior Year Accrued Expenditures	(1,547)
Total Actual Expenditures - GAAP Basis	<u>\$ 52,955</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
RECREATION ACTIVITIES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	\$ 203,227	\$ 240,384	\$ 194,568	\$ (45,816)
Intergovernmental - Federal	-	-	-	-
Investment Income (Loss)	-	-	21,441	21,441
Total Revenues	<u>203,227</u>	<u>240,384</u>	<u>216,009</u>	<u>(24,375)</u>
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	358,098	550,706	94,576	456,130
Capital Outlay	9,000	20,706	153,363	(132,657)
Total Expenditures	<u>367,098</u>	<u>571,412</u>	<u>247,939</u>	<u>323,473</u>
REVENUES OVER (UNDER) EXPENDITURES	(163,871)	(331,028)	(31,930)	299,098
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(163,871)	(331,028)	(31,930)	299,098
Fund Balances - Beginning of Year, Budgetary Basis	<u>302,720</u>	<u>432,091</u>	<u>432,091</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 138,849</u>	<u>\$ 101,063</u>	<u>\$ 400,161</u>	<u>\$ 299,098</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 216,009
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	678
Prior Year Accrued Revenue	
Total Actual Revenues - GAAP Basis	<u>\$ 216,687</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 247,939
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	1,450
Prior Year Accrued Expenditures	(8,892)
Total Actual Expenditures - GAAP Basis	<u>\$ 240,497</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
KEEP RIO RANCHO BEAUTIFUL FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ -	\$ 37,152	\$ 31,118	\$ (6,034)
Miscellaneous	-	-	165	165
Total Revenues	-	37,152	31,283	(5,869)
EXPENDITURES				
Current:				
Community and Economic Development	248	29,213	22,933	6,280
Total Expenditures	248	29,213	22,933	6,280
REVENUES OVER (UNDER) EXPENDITURES	(248)	7,939	8,350	411
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	(248)	7,939	8,350	411
Fund Balances - Beginning of Year, Budgetary Basis	248	(7,938)	(7,938)	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 412</u>	<u>\$ 411</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 31,283
Certain Amounts Collected After Year-End are Considered Revenue of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Prior Year Accrued Revenue	(8,185)
Total Actual Revenues - GAAP Basis	<u>\$ 23,098</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 22,933
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 22,933</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
WORKERS' COMPENSATION FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ 50,000	\$ 50,000	\$ 243,996	\$ 193,996
Miscellaneous	241,183	241,183	117,776	(123,407)
Total Revenues	<u>291,183</u>	<u>291,183</u>	<u>361,772</u>	<u>70,589</u>
EXPENDITURES				
Current:				
General Government	900,000	900,000	204,012	695,988
Total Expenditures	<u>900,000</u>	<u>900,000</u>	<u>204,012</u>	<u>695,988</u>
REVENUES OVER (UNDER) EXPENDITURES	(608,817)	(608,817)	157,760	766,577
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(608,817)	(608,817)	157,760	766,577
Fund Balances - Beginning of Year, Budgetary Basis	4,260,808	4,260,808	4,260,808	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 3,651,991</u>	<u>\$ 3,651,991</u>	<u>\$ 4,418,568</u>	<u>\$ 766,577</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 361,772
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	
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	10,988
Prior Year Accrued Revenue	(18,230)
Total Actual Revenues - GAAP Basis	<u>\$ 354,530</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 204,012
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 204,012</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
RIO METRO FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	\$ 112,890	\$ 128,940	\$ 88,995	\$ (39,945)
Total Revenues	112,890	128,940	88,995	(39,945)
EXPENDITURES				
Current:				
General Government	96,000	112,050	94,121	17,929
Total Expenditures	96,000	112,050	94,121	17,929
REVENUES OVER (UNDER) EXPENDITURES	16,890	16,890	(5,126)	(22,016)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	16,890	16,890	(5,126)	(22,016)
Fund Balances - Beginning of Year, Budgetary Basis	(12,164)	(12,164)	(12,164)	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 4,726</u>	<u>\$ 4,726</u>	<u>\$ (17,290)</u>	<u>\$ (22,016)</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 88,995
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	7,444
Prior Year Accrued Revenue	(8,374)
Total Actual Revenues - GAAP Basis	<u>\$ 88,065</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 94,121
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 94,121</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
SENIOR SERVICES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	\$ 13,100	\$ 13,100	\$ 1,218	\$ (11,882)
Investment Income	-	-	1,531	1,531
Miscellaneous	-	-	1,165	1,165
Total Revenues	<u>13,100</u>	<u>13,100</u>	<u>3,914</u>	<u>(9,186)</u>
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	19,360	30,024	13,016	17,008
Total Expenditures	<u>19,360</u>	<u>30,024</u>	<u>13,016</u>	<u>17,008</u>
REVENUES OVER (UNDER) EXPENDITURES	(6,260)	(16,924)	(9,102)	7,822
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(6,260)	(16,924)	(9,102)	7,822
Fund Balances - Beginning of Year, Budgetary Basis	<u>34,108</u>	<u>34,772</u>	<u>34,772</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 27,848</u>	<u>\$ 17,848</u>	<u>\$ 25,670</u>	<u>\$ 7,822</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 3,914
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 3,914</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 13,016
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 13,016</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
LIBRARY FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ -	\$ 347,299	\$ 132,122	\$ (215,177)
Intergovernmental - Local	-	609,646	383,540	(226,106)
Total Revenues	-	956,945	515,662	(441,283)
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	-	809,398	476,341	333,057
Capital Outlay	-	49,143	9,453	39,690
Total Expenditures	-	858,541	485,794	372,747
REVENUES OVER (UNDER) EXPENDITURES	-	98,404	29,868	(68,536)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	-	98,404	29,868	(68,536)
Fund Balances - Beginning of Year, Budgetary Basis	-	(98,403)	(98,403)	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ (68,535)</u>	<u>\$ (68,536)</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 515,662
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	69,851
Prior Year Unearned Revenue	(108,945)
Total Actual Revenues - GAAP Basis	<u>\$ 476,568</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 485,794
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	14,655
Prior Year Accrued Expenditures	(10,543)
Total Actual Expenditures - GAAP Basis	<u>\$ 489,906</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
LOCAL ECONOMIC DEVELOPMENT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State Shared Taxes	\$ 413,779	\$ 413,779	\$ 483,097	\$ 69,318
Investment Income (Loss)	90,000	90,000	135,830	45,830
Miscellaneous	-	-	383,979	383,979
Total Revenues	<u>503,779</u>	<u>503,779</u>	<u>1,002,906</u>	<u>499,127</u>
EXPENDITURES				
Community and Economic Development	-	350,000	-	350,000
Total Expenditures	<u>-</u>	<u>350,000</u>	<u>-</u>	<u>350,000</u>
REVENUES OVER (UNDER) EXPENDITURES	503,779	153,779	1,002,906	849,127
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	503,779	153,779	1,002,906	849,127
Fund Balances - Beginning of Year, Budgetary Basis	<u>1,499,602</u>	<u>1,849,602</u>	<u>1,849,602</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 2,003,381</u></u>	<u><u>\$ 2,003,381</u></u>	<u><u>\$ 2,852,508</u></u>	<u><u>\$ 849,127</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 1,002,906
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	5,931
Prior Year Accrued Revenue	(93,364)
Total Actual Revenues - GAAP Basis	<u><u>\$ 915,473</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ -
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u><u>\$ -</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
LOCAL GOVERNMENT ABATEMENT OPIOID FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	\$ -	\$ -	\$ 189,338	\$ 189,338
Investment Income (Loss)	30,000	30,000	186,513	156,513
Total Revenues	<u>30,000</u>	<u>30,000</u>	<u>375,851</u>	<u>345,851</u>
EXPENDITURES				
Community and Economic Development	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	30,000	30,000	375,851	345,851
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	30,000	30,000	375,851	345,851
Fund Balances - Beginning of Year, Budgetary Basis	<u>2,991,012</u>	<u>2,991,012</u>	<u>2,991,012</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 3,021,012</u></u>	<u><u>\$ 3,021,012</u></u>	<u><u>\$ 3,366,863</u></u>	<u><u>\$ 345,851</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 375,851
Certain Amounts Collected After Year-End are Considered Revenue of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Unavailable Revenue	113,558
Prior Year Unavailable Revenue	(118,382)
Current Year Accrued Revenue	8,081
Prior Year Accrued Revenue	(19,181)
Total Actual Revenues - GAAP Basis	<u><u>\$ 359,927</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ -
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u><u>\$ -</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
CONVENTION AND VISITORS BUREAU FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	\$ 475,000	\$ 475,000	\$ 541,171	\$ 66,171
Investment Income (Loss)	500	500	10,185	9,685
Miscellaneous	-	-	5,160	5,160
Charges for Services	16,565	16,565	2,914	(13,651)
Total Revenues	<u>492,065</u>	<u>492,065</u>	<u>559,430</u>	<u>67,365</u>
EXPENDITURES				
Current:				
Community and Economic Development	419,189	497,185	397,396	99,789
Total Expenditures	<u>419,189</u>	<u>497,185</u>	<u>397,396</u>	<u>99,789</u>
REVENUES OVER (UNDER) EXPENDITURES	72,876	(5,120)	162,034	167,154
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(242,000)	(242,000)	(242,000)	-
Total Other Financing Sources (Uses)	<u>(242,000)</u>	<u>(242,000)</u>	<u>(242,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(169,124)	(247,120)	(79,966)	167,154
Fund Balances - Beginning of Year, Budgetary Basis	<u>288,806</u>	<u>311,890</u>	<u>311,890</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 119,682</u>	<u>\$ 64,770</u>	<u>\$ 231,924</u>	<u>\$ 167,154</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 559,430
Current Year Accrued Revenue	\$ 333
Total Actual Revenues - GAAP Basis	<u>\$ 559,763</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 397,396
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	10,676
Prior Year Accrued Expenditures	(31,994)
Total Actual Expenditures - GAAP Basis	<u>\$ 376,078</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
RIO VISION CABLE FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Franchise Fees	\$ 35,000	\$ 35,000	\$ 50,074	\$ 15,074
Interest Income	-	-	2,584	2,584
Total Revenues	<u>35,000</u>	<u>35,000</u>	<u>52,658</u>	<u>17,658</u>
EXPENDITURES				
Current:				
Community and Economic Development	105,500	113,939	97,402	16,537
Total Expenditures	<u>105,500</u>	<u>113,939</u>	<u>97,402</u>	<u>16,537</u>
REVENUES OVER (UNDER) EXPENDITURES	(70,500)	(78,939)	(44,744)	34,195
OTHER FINANCING SOURCES (USES)				
Transfers In	73,513	73,513	73,513	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>73,513</u>	<u>73,513</u>	<u>73,513</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	3,013	(5,426)	28,769	34,195
Fund Balances - Beginning of Year, Budgetary Basis	<u>(3,013)</u>	<u>5,426</u>	<u>5,426</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,195</u>	<u>\$ 34,195</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 52,658
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	6,787
Prior Year Accrued Revenue	(18,187)
Total Actual Revenues - GAAP Basis	<u>\$ 41,258</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 97,402
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	10,051
Prior Year Accrued Expenditures	(8,193)
Total Actual Expenditures - GAAP Basis	<u>\$ 99,260</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
LOCAL GOVERNMENT CORRECTIONS FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	\$ 324,545	\$ 360,000	\$ 364,215	\$ 4,215
Investment Income	2,000	2,000	2,280	280
Total Revenues	<u>326,545</u>	<u>362,000</u>	<u>366,495</u>	<u>4,495</u>
EXPENDITURES				
Current:				
Public Safety	362,017	555,548	451,847	103,701
Total Expenditures	<u>362,017</u>	<u>555,548</u>	<u>451,847</u>	<u>103,701</u>
REVENUES OVER (UNDER) EXPENDITURES	(35,472)	(193,548)	(85,352)	108,196
OTHER FINANCING SOURCES (USES)				
Transfers In	4,875	84,875	84,875	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>4,875</u>	<u>84,875</u>	<u>84,875</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(30,597)	(108,673)	(477)	108,196
Fund Balances - Beginning of Year, Budgetary Basis	<u>30,597</u>	<u>108,673</u>	<u>108,673</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 108,196</u>	<u>\$ 108,196</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 366,495
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 366,495</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 451,847
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	246,812
Prior Year Accrued Expenditures	(89,440)
Total Actual Expenditures - GAAP Basis	<u>\$ 609,219</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
LAW ENFORCEMENT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ 312,500	\$ 312,500	\$ 312,500	\$ -
Investment Income (Loss)	-	-	8,614	8,614
Total Revenues	<u>312,500</u>	<u>312,500</u>	<u>321,114</u>	<u>8,614</u>
EXPENDITURES				
Current:				
Public Safety	429,897	429,897	315,171	114,726
Total Expenditures	<u>429,897</u>	<u>429,897</u>	<u>315,171</u>	<u>114,726</u>
REVENUES OVER (UNDER) EXPENDITURES	(117,397)	(117,397)	5,943	123,340
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(117,397)	(117,397)	5,943	123,340
Fund Balances - Beginning of Year, Budgetary Basis	<u>117,397</u>	<u>117,397</u>	<u>117,397</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 123,340</u></u>	<u><u>\$ 123,340</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 321,114
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u><u>\$ 321,114</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 315,171
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u><u>\$ 315,171</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
PUBLIC SAFETY ENFORCEMENT AID FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Fines and Forfeitures	\$ 250,000	\$ 250,000	\$ 383,517	\$ 133,517
Miscellaneous	-	339	739	400
Investment Income (Loss)	25,000	25,000	42,673	17,673
Total Revenues	<u>275,000</u>	<u>275,339</u>	<u>426,929</u>	<u>151,590</u>
EXPENDITURES				
Current:				
Public Safety	58,760	83,908	52,856	31,052
Capital Outlay	305,071	649,153	312,762	336,391
Total Expenditures	<u>363,831</u>	<u>733,061</u>	<u>365,618</u>	<u>367,443</u>
REVENUES OVER (UNDER) EXPENDITURES	(88,831)	(457,722)	61,311	519,033
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(88,831)	(457,722)	61,311	519,033
Fund Balances - Beginning of Year, Budgetary Basis	<u>338,831</u>	<u>707,722</u>	<u>707,722</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 769,033</u>	<u>\$ 519,033</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 426,929
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	20,572
Prior Year Accrued Revenue	(30,410)
Total Actual Revenues - GAAP Basis	<u>\$ 417,091</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 365,618
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	91,044
Prior Year Accrued Expenditures	(3,692)
Total Actual Expenditures - GAAP Basis	<u>\$ 452,970</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
TRAFFIC EDUCATION AND ENFORCEMENT AID FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Fines and Forfeitures	\$ 60,000	\$ 61,000	\$ 72,770	\$ 11,770
Investment Income	2,000	2,000	3,443	1,443
Total Revenues	<u>62,000</u>	<u>63,000</u>	<u>76,213</u>	<u>13,213</u>
EXPENDITURES				
Current:				
Public Safety	45,790	45,790	21,012	24,778
Capital Outlay	-	-	-	-
Total Expenditures	<u>45,790</u>	<u>45,790</u>	<u>21,012</u>	<u>24,778</u>
REVENUES OVER (UNDER) EXPENDITURES	16,210	17,210	55,201	37,991
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	16,210	17,210	55,201	37,991
Fund Balances - Beginning of Year, Budgetary Basis	<u>54,077</u>	<u>53,077</u>	<u>53,077</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 70,287</u>	<u>\$ 70,287</u>	<u>\$ 108,278</u>	<u>\$ 37,991</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 76,213
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	\$ (1,000)
Total Actual Revenues - GAAP Basis	<u>\$ 75,213</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 21,012
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 21,012</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
PERMANENT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Charges for Services	\$ -	\$ -	\$ 1,000,000	\$ 1,000,000
Investment Income (loss)	1,000,000	1,000,000	1,077,148	77,148
Total Revenues	<u>1,000,000</u>	<u>1,000,000</u>	<u>2,077,148</u>	<u>1,077,148</u>
EXPENDITURES				
Current:				
General Government	16,000	16,000	15,144	856
Total Expenditures	<u>16,000</u>	<u>16,000</u>	<u>15,144</u>	<u>856</u>
REVENUES OVER (UNDER) EXPENDITURES	984,000	984,000	2,062,004	1,078,004
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	984,000	984,000	2,062,004	1,078,004
Fund Balances - Beginning of Year, Budgetary Basis	<u>12,124,024</u>	<u>12,234,943</u>	<u>12,234,943</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 13,108,024</u>	<u>\$ 13,218,943</u>	<u>\$ 14,296,947</u>	<u>\$ 1,078,004</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 2,077,148
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	471,458
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	48,273
Total Actual Revenues - GAAP Basis	<u>\$ 2,596,879</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 15,144
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	5,367
Total Actual Expenditures - GAAP Basis	<u>\$ 20,511</u>

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
SPECIAL ASSESSMENT DISTRICT OPERATING FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	\$ 32,640	\$ 32,640	\$ 32,640	\$ -
Investment Income	1,000	1,000	2,211	1,211
Total Revenues	<u>33,640</u>	<u>33,640</u>	<u>34,851</u>	<u>1,211</u>
EXPENDITURES				
Current:				
General Government	69,003	69,278	40,260	29,018
Total Expenditures	<u>69,003</u>	<u>69,278</u>	<u>40,260</u>	<u>29,018</u>
REVENUES OVER (UNDER) EXPENDITURES	(35,363)	(35,638)	(5,409)	30,229
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(35,363)	(35,638)	(5,409)	30,229
Fund Balances - Beginning of Year, Budgetary Basis	<u>35,363</u>	<u>35,638</u>	<u>35,638</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30,229</u>	<u>\$ 30,229</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis (No Differences)	\$ 34,851
Total Actual Revenues - GAAP Basis	<u>\$ 34,851</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 40,260
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	1,765
Prior Year Accrued Expenditures	(1,449)
Total Actual Expenditures - GAAP Basis	<u>\$ 40,576</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
SPECIAL ASSESSMENT DISTRICT VI BOND FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	\$ 9,000	\$ 9,000	\$ 13,547	\$ 4,547
Investment Income (Loss)	100,200	100,200	151,080	50,880
Total Revenues	<u>109,200</u>	<u>109,200</u>	<u>164,627</u>	<u>55,427</u>
EXPENDITURES				
Current:				
General Government	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	109,200	109,200	164,627	55,427
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	(230,000)	(230,000)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(230,000)</u>	<u>(230,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	109,200	(120,800)	(65,373)	55,427
Fund Balances - Beginning of Year, Budgetary Basis	<u>2,594,310</u>	<u>2,594,310</u>	<u>2,594,310</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 2,703,510</u></u>	<u><u>\$ 2,473,510</u></u>	<u><u>\$ 2,528,937</u></u>	<u><u>\$ 55,427</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 164,627
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	
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	7,623
Total Actual Revenues - GAAP Basis	<u><u>\$ 172,250</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ -
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u><u>\$ -</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
SPECIAL ASSESSMENT DISTRICT VII BOND FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	\$ 15,000	\$ 15,000	\$ 18,146	\$ 3,146
Investment Income (Loss)	115,000	115,000	89,522	(25,478)
Total Revenues	<u>130,000</u>	<u>130,000</u>	<u>107,668</u>	<u>(22,332)</u>
EXPENDITURES				
Current:				
General Government	580,942	841,123	841,122	1
Total Expenditures	<u>580,942</u>	<u>841,123</u>	<u>841,122</u>	<u>1</u>
REVENUES OVER (UNDER) EXPENDITURES	(450,942)	(711,123)	(733,454)	(22,331)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(450,942)	(711,123)	(733,454)	(22,331)
Fund Balances - Beginning of Year, Budgetary Basis	<u>1,982,987</u>	<u>1,982,942</u>	<u>1,982,942</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 1,532,045</u></u>	<u><u>\$ 1,271,819</u></u>	<u><u>\$ 1,249,488</u></u>	<u><u>\$ (22,331)</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 107,668
Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Accrued Revenue	6,208
Total Actual Revenues - GAAP Basis	<u><u>\$ 113,876</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 841,122
(No Differences)	\$ -
Total Actual Expenditures - GAAP Basis	<u><u>\$ 841,122</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
SPECIAL ASSESSMENT DISTRICT VIII BOND FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Miscellaneous	\$ 10,000	\$ 10,000	\$ 9,986	\$ (14)
Investment Income (Loss)	16,000	16,000	14,064	(1,936)
Total Revenues	<u>26,000</u>	<u>26,000</u>	<u>24,050</u>	<u>(1,950)</u>
EXPENDITURES				
Current:				
General Government	124,606	341,066	341,066	-
Total Expenditures	<u>124,606</u>	<u>341,066</u>	<u>341,066</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	(98,606)	(315,066)	(317,016)	(1,950)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(98,606)	(315,066)	(317,016)	(1,950)
Fund Balances - Beginning of Year, Budgetary Basis	<u>450,598</u>	<u>450,598</u>	<u>450,598</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 351,992</u></u>	<u><u>\$ 135,532</u></u>	<u><u>\$ 133,582</u></u>	<u><u>\$ (1,950)</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 24,050
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u><u>\$ 24,050</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 341,066
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u><u>\$ 341,066</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
LEDA REIMBURSEMENT
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income	\$ -	\$ -	\$ 176,043	\$ 176,043
Intergovernmental - State	-	-	-	-
Total Revenues	-	-	176,043	176,043
EXPENDITURES				
Current:				
Community and Economic Development	-	3,050,000	600,000	2,450,000
Total Expenditures	-	3,050,000	600,000	2,450,000
REVENUES OVER (UNDER) EXPENDITURES	-	(3,050,000)	(423,957)	2,626,043
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	-	(3,050,000)	(423,957)	2,626,043
Fund Balances - Beginning of Year, Budgetary Basis	135,688	3,185,688	3,185,688	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 135,688</u>	<u>\$ 135,688</u>	<u>\$ 2,761,731</u>	<u>\$ 2,626,043</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 176,043
Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Unearned Revenue	6,787
Total Actual Revenues - GAAP Basis	<u>\$ 182,830</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 600,000
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 600,000</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
DONATIONS FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Donations	\$ 5,000	\$ 5,000	\$ 6,510	\$ 1,510
Investment Income	-	-	1,030	1,030
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>7,540</u>	<u>2,540</u>
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	<u>22,922</u>	<u>25,396</u>	<u>3,558</u>	<u>-</u>
Total Expenditures	<u>22,922</u>	<u>25,396</u>	<u>3,558</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	(17,922)	(20,396)	3,982	24,378
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(17,922)	(20,396)	3,982	24,378
Fund Balances - Beginning of Year, Budgetary Basis	<u>17,922</u>	<u>20,396</u>	<u>20,396</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,378</u>	<u>\$ 24,378</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 7,540
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 7,540</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 3,558
Current Period for Financial Reporting but not for Budgetary Reporting:	
Prior Year Accrued Expenditures	(70)
Total Actual Expenditures - GAAP Basis	<u>\$ 3,488</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
FIRE PROTECTION FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ 970,000	\$ 981,149	\$ 981,149	\$ -
Investment Income (Loss)	-	12,404	30,190	17,786
Total Revenues	<u>970,000</u>	<u>993,553</u>	<u>1,011,339</u>	<u>17,786</u>
EXPENDITURES				
Current:				
Public Safety	523,642	778,239	624,112	154,127
Capital Outlay	490,571	628,038	255,148	372,890
Debt Service:				
Principal	39,758	39,758	39,758	-
Interest and Other Charges	13,281	13,281	13,281	-
Total Expenditures	<u>1,067,252</u>	<u>1,459,316</u>	<u>932,299</u>	<u>527,017</u>
REVENUES OVER (UNDER) EXPENDITURES	(97,252)	(465,763)	79,040	544,803
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(97,252)	(465,763)	79,040	544,803
Fund Balances - Beginning of Year, Budgetary Basis	<u>97,337</u>	<u>466,138</u>	<u>466,138</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 85</u>	<u>\$ 375</u>	<u>\$ 545,178</u>	<u>\$ 544,803</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 1,011,339
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 1,011,339</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 932,299
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	26,149
Prior Year Accrued Expenditures	(144,526)
Total Actual Expenditures - GAAP Basis	<u>\$ 813,922</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
EMERGENCY MEDICAL SERVICES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ 20,000	\$ 98,992	\$ 98,992	\$ -
Investment Income	-	-	1,575	1,575
Total Revenues	<u>20,000</u>	<u>98,992</u>	<u>100,567</u>	<u>1,575</u>
EXPENDITURES				
Current:				
Public Safety	20,000	76,246	69,046	7,200
Capital Outlay	1,812	27,142	26,987	155
Total Expenditures	<u>21,812</u>	<u>103,388</u>	<u>96,033</u>	<u>7,355</u>
REVENUES OVER (UNDER) EXPENDITURES	(1,812)	(4,396)	4,534	8,930
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(1,812)	(4,396)	4,534	8,930
Fund Balances - Beginning of Year, Budgetary Basis	<u>1,812</u>	<u>4,396</u>	<u>4,396</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,930</u>	<u>\$ 8,930</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 100,567
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 100,567</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 96,033
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 96,033</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
DWI PROGRAM FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ 20,000	\$ 20,000	\$ 13,108	\$ (6,892)
Total Revenues	20,000	20,000	13,108	(6,892)
EXPENDITURES				
Current:				
General Government	-	-	-	-
Total Expenditures	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES	20,000	20,000	13,108	(6,892)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	20,000	20,000	13,108	(6,892)
Fund Balances - Beginning of Year, Budgetary Basis	251,650	251,650	251,650	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 271,650</u>	<u>\$ 271,650</u>	<u>\$ 264,758</u>	<u>\$ (6,892)</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 13,108
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	1,047
Total Actual Revenues - GAAP Basis	<u>\$ 14,155</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ -
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ -</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
FIRE FIGHTER RECRUITMENT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ -	\$ 225,000	225,000	-
Investment Income (Loss)	-	-	3,594	3,594
Total Revenues	-	225,000	228,594	3,594
EXPENDITURES				
Current:				
Public Safety	-	225,000	225,000	-
Total Expenditures	-	225,000	225,000	-
REVENUES OVER (UNDER) EXPENDITURES	-	-	3,594	3,594
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	-	-	3,594	3,594
Fund Balances - Beginning of Year, Budgetary Basis	-	-	-	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,594</u>	<u>\$ 3,594</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 228,594
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 228,594</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 225,000
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 225,000</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
ENVIRONMENTAL GROSS RECEIPTS TAX FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	\$ 70,000	\$ 70,000	\$ 89,898	\$ 19,898
Investment Income (Loss)	10,000	10,000	21,397	11,397
Total Revenues	<u>80,000</u>	<u>80,000</u>	<u>111,295</u>	<u>31,295</u>
EXPENDITURES				
Current:				
Public Safety	92,198	92,198	24,705	67,493
Capital Outlay	-	70,045	-	70,045
Total Expenditures	<u>92,198</u>	<u>162,243</u>	<u>24,705</u>	<u>137,538</u>
REVENUES OVER (UNDER) EXPENDITURES	(12,198)	(82,243)	86,590	168,833
OTHER FINANCING SOURCES (USES)				
Transfers In	-	348,150	348,150	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>348,150</u>	<u>348,150</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(12,198)	265,907	434,740	168,833
Fund Balances - Beginning of Year, Budgetary Basis	<u>339,757</u>	<u>409,803</u>	<u>409,803</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 327,559</u>	<u>\$ 675,710</u>	<u>\$ 844,543</u>	<u>\$ 168,833</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 111,295
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	20,942
Prior Year Accrued Revenue	(12,552)
Total Actual Revenues - GAAP Basis	<u>\$ 119,685</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 24,705
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	1,092
Total Actual Expenditures - GAAP Basis	<u>\$ 25,797</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
STRATEGIC PLANNING INITIATIVE FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal Taxes	\$ -	\$ -	\$ 70,312	\$ 70,312
Investment Income (Loss)	\$ -	\$ -	181,123	181,123
Total Revenues	-	-	251,435	251,435
EXPENDITURES				
Current:				
Public Safety	-	-	-	-
Total Expenditures	-	-	-	-
REVENUES OVER (UNDER) EXPENDITURES	-	-	251,435	251,435
OTHER FINANCING SOURCES (USES)				
Transfers In	3,000,000	3,800,000	3,800,000	-
Transfers Out	(1,000,000)	(1,000,000)	(1,000,000)	-
Total Other Financing Sources (Uses)	2,000,000	2,800,000	2,800,000	-
NET CHANGE IN FUND BALANCES	2,000,000	2,800,000	3,051,435	251,435
Fund Balances - Beginning of Year, Budgetary Basis	2,261,742	2,261,742	2,261,742	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 4,261,742</u>	<u>\$ 5,061,742</u>	<u>\$ 5,313,177</u>	<u>\$ 251,435</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 251,435
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	6,278
Prior Year Accrued Revenue	(11,779)
Total Actual Revenues - GAAP Basis	<u>\$ 245,934</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ -
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ -</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
LAW ENFORCEMENT RECRUITMENT AND RETENTION FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ 693,750	\$ 798,146	\$ 789,359	\$ (8,787)
Investment Income (Loss)	-	3,086	3,012	(74)
Total Revenues	<u>693,750</u>	<u>801,232</u>	<u>792,371</u>	<u>(8,861)</u>
EXPENDITURES				
Current:				
Public Safety	696,622	848,096	836,302	11,794
Total Expenditures	<u>696,622</u>	<u>848,096</u>	<u>836,302</u>	<u>11,794</u>
REVENUES OVER (UNDER) EXPENDITURES	(2,872)	(46,864)	(43,931)	2,933
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(2,872)	(46,864)	(43,931)	2,933
Fund Balances - Beginning of Year, Budgetary Basis	<u>2,872</u>	<u>46,864</u>	<u>46,864</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,933</u></u>	<u><u>\$ 2,933</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 792,371
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u><u>\$ 792,371</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 836,302
Current Year Accrued Expenditures	2,896
Total Actual Expenditures - GAAP Basis	<u><u>\$ 839,198</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
MUNICIPAL ROAD FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ 550,000	\$ 550,000	\$ 572,647	\$ 22,647
Investment Income (Loss)	15,000	15,000	25,635	10,635
Charges for Services	6,000	6,000	18,706	12,706
Total Revenues	<u>571,000</u>	<u>571,000</u>	<u>616,988</u>	<u>45,988</u>
EXPENDITURES				
Current:				
Public Works	268,264	335,474	240,679	94,795
Capital Outlay	92,400	141,375	79,143	62,232
Debt Service:				
Principal	96,551	96,551	96,551	-
Interest and Other Charges	3,795	3,795	3,795	-
Total Expenditures	<u>461,010</u>	<u>577,195</u>	<u>420,168</u>	<u>157,027</u>
REVENUES OVER (UNDER) EXPENDITURES	109,990	(6,195)	196,820	203,015
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	109,990	(6,195)	196,820	203,015
Fund Balances - Beginning of Year, Budgetary Basis	<u>397,222</u>	<u>513,379</u>	<u>513,379</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 507,212</u>	<u>\$ 507,184</u>	<u>\$ 710,199</u>	<u>\$ 203,015</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 616,988
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	44,983
Prior Year Accrued Revenue	(42,926)
Total Actual Revenues - GAAP Basis	<u>\$ 619,045</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 420,168
Certain Payments Made After Year-End are Considered Expenditures of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Prior Year Accrued Expenditures	(15,986)
Total Actual Expenditures - GAAP Basis	<u>\$ 404,182</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
REGIONAL EMERGENCY COMMUNITY CENTER FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ 92,617	\$ 92,617
Miscellaneous	2,055,307	2,055,307	2,055,307	-
Total Revenues	<u>2,055,307</u>	<u>2,055,307</u>	2,147,924	92,617
EXPENDITURES				
Current:				
Public Safety	4,516,169	5,699,513	5,214,125	485,388
Total Expenditures	<u>4,516,169</u>	<u>5,699,513</u>	5,214,125	485,388
REVENUES OVER (UNDER) EXPENDITURES	(2,460,862)	(3,644,206)	(3,066,201)	578,005
OTHER FINANCING SOURCES (USES)				
Transfers In	2,512,041	2,512,041	2,512,041	-
Transfers Out	(51,179)	(1,184,198)	(1,184,198)	-
Total Other Financing Sources (Uses)	<u>2,460,862</u>	<u>1,327,843</u>	1,327,843	-
NET CHANGE IN FUND BALANCES	-	(2,316,363)	(1,738,358)	578,005
Fund Balances - Beginning of Year, Budgetary Basis	<u>2,314,722</u>	<u>2,321,759</u>	<u>2,321,759</u>	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 2,314,722</u></u>	<u><u>\$ 5,396</u></u>	<u><u>\$ 583,401</u></u>	<u><u>\$ 578,005</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 2,147,924
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	1,956
Total Actual Revenues - GAAP Basis	<u><u>\$ 2,149,880</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 5,214,125
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	491,933
Prior Year Accrued Expenditures	(178,149)
Total Actual Expenditures - GAAP Basis	<u><u>\$ 5,527,909</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
HUD CDBG FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	\$ 470,571	\$ 1,376,026	\$ 795,004	\$ (581,022)
Total Revenues	470,571	1,376,026	795,004	(581,022)
EXPENDITURES				
Current:				
Public Works	117,071	545,764	482,833	62,931
Capital Outlay	204,546	827,503	312,181	515,322
Total Expenditures	321,617	1,373,267	795,014	578,253
REVENUES OVER (UNDER) EXPENDITURES	148,954	2,759	(10)	(2,769)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	148,954	2,759	(10)	(2,769)
Fund Balances - Beginning of Year, Budgetary Basis	-	(2,759)	(2,759)	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 148,954</u>	<u>\$ -</u>	<u>\$ (2,769)</u>	<u>\$ (2,769)</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 795,004
Certain Amounts Collected After Year-End are Considered Revenue of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Unavailable Revenue	(4,952)
Current Year Accrued Revenue	8,684
Total Actual Revenues - GAAP Basis	<u>\$ 798,736</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 795,014
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	12,322
Prior Year Accrued Expenditures	2,759
Total Actual Expenditures - GAAP Basis	<u>\$ 810,095</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
CRIME VICTIM ASSISTANCE FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	\$ -	\$ 85,917	\$ 64,929	\$ (20,988)
Total Revenues	-	85,917	64,929	(20,988)
EXPENDITURES				
Current:				
Public Safety	-	76,813	76,761	52
Total Expenditures	-	76,813	76,761	52
REVENUES OVER (UNDER) EXPENDITURES	-	9,104	(11,832)	(20,936)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	-	9,104	(11,832)	(20,936)
Fund Balances - Beginning of Year, Budgetary Basis	-	(9,104)	(9,104)	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (20,936)</u>	<u>\$ (20,936)</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 64,929
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	20,936
Total Actual Revenues - GAAP Basis	<u>\$ 85,865</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 76,761
Certain Payments Made After Year-End are Considered Expenditures of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Prior Year Accrued Expenditures	9,104
Total Actual Expenditures - GAAP Basis	<u>\$ 85,865</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
CANNABIS FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal Taxes	\$ 400,000	\$ 300,000	\$ 297,636	\$ (2,364)
Investment Income	20,000	20,000	22,679	2,679
Total Revenues	<u>420,000</u>	<u>320,000</u>	<u>320,315</u>	<u>315</u>
EXPENDITURES				
Current:				
General Government	12,000	12,000	8,641	3,359
Total Expenditures	<u>12,000</u>	<u>12,000</u>	<u>8,641</u>	<u>3,359</u>
REVENUES OVER (UNDER) EXPENDITURES	408,000	308,000	311,674	3,674
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	(1,158,720)	(1,058,720)	(1,058,720)	-
Total Other Financing Sources (Uses)	<u>(1,158,720)</u>	<u>(1,058,720)</u>	<u>(1,058,720)</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(750,720)	(750,720)	(747,046)	3,674
Fund Balances - Beginning of Year, Budgetary Basis	<u>752,473</u>	<u>752,473</u>	<u>752,473</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 1,753</u>	<u>\$ 1,753</u>	<u>\$ 5,427</u>	<u>\$ 3,674</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 320,315
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	23,168
Prior Year Accrued Revenue	(25,156)
Total Actual Revenues - GAAP Basis	<u>\$ 318,327</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 8,641
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 8,641</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
HIGHER EDUCATION GROSS RECEIPTS TAX FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Municipal and State-Shared Taxes	\$ 5,257,948	\$ 6,120,000	\$ 5,561,743	\$ (558,257)
Investment Income (Loss)	530,000	530,000	884,771	354,771
Compensating Tax	55,000	55,000	37,417	(17,583)
Total Revenues	<u>5,842,948</u>	<u>6,705,000</u>	<u>6,483,931</u>	<u>(221,069)</u>
EXPENDITURES				
Current:				
General Government	159,496	183,600	167,656	15,944
Capital Outlay	2,100,000	7,282,208	6,168,249	1,113,959
Principal	1,610,000	1,610,000	1,610,000	-
Interest	346,750	346,750	346,750	-
Total Expenditures	<u>4,216,246</u>	<u>9,422,558</u>	<u>8,292,655</u>	<u>1,129,903</u>
REVENUES OVER (UNDER) EXPENDITURES	1,626,702	(2,717,558)	(1,808,724)	908,834
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	1,626,702	(2,717,558)	(1,808,724)	908,834
Fund Balances - Beginning of Year, Budgetary Basis	<u>9,597,850</u>	<u>14,781,103</u>	<u>14,781,103</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 11,224,552</u></u>	<u><u>\$ 12,063,545</u></u>	<u><u>\$ 12,972,379</u></u>	<u><u>\$ 908,834</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 6,483,931
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	
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	974,049
Prior Year Accrued Revenue	(1,020,757)
Total Actual Revenues - GAAP Basis	<u><u>\$ 6,437,223</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 8,292,655
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	70,681
Total Actual Expenditures - GAAP Basis	<u><u>\$ 8,363,336</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
GENERAL OBLIGATION BOND FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Property Taxes	\$ 8,500,000	\$ 8,500,000	\$ 9,676,432	\$ 1,176,432
Investment Income	-	-	335,020	335,020
Total Revenues	<u>8,500,000</u>	<u>8,500,000</u>	<u>10,011,452</u>	<u>1,511,452</u>
EXPENDITURES				
Debt Service:				
Principal	4,320,000	4,320,000	4,320,000	-
Interest and Other Charges	1,010,375	1,417,479	1,417,479	-
Total Expenditures	<u>5,330,375</u>	<u>5,737,479</u>	<u>5,737,479</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	3,169,625	2,762,521	4,273,973	1,511,452
OTHER FINANCING SOURCES (USES)				
Transfers In	-	637,150	637,150	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>637,150</u>	<u>637,150</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	3,169,625	3,399,671	4,911,123	1,511,452
Fund Balances - Beginning of Year, Budgetary Basis	<u>9,254,119</u>	<u>9,254,119</u>	<u>9,254,119</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 12,423,744</u>	<u>\$ 12,653,790</u>	<u>\$ 14,165,242</u>	<u>\$ 1,511,452</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 10,011,452
Certain Amounts Collected After Year-End are Considered Revenue of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Unavailable Revenue	(325,836)
Prior Year Unavailable Revenue	340,273
Current Year Accrued Revenue	380,329
Prior Year Accrued Revenue	(374,132)
Total Actual Revenues - GAAP Basis	<u>\$ 10,032,086</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 5,737,479
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 5,737,479</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
GRT REVENUE BOND FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ -	\$ -	\$ -	\$ -
Investment Income	10,000	10,000	33,765	23,765
Total Revenues	<u>10,000</u>	<u>10,000</u>	<u>33,765</u>	<u>23,765</u>
EXPENDITURES				
Debt Service:				
Principal	1,535,000	1,535,000	1,535,000	-
Interest and Other Charges	39,375	38,375	38,375	-
Total Expenditures	<u>1,574,375</u>	<u>1,573,375</u>	<u>1,573,375</u>	<u>-</u>
REVENUES OVER (UNDER) EXPENDITURES	(1,564,375)	(1,563,375)	(1,539,610)	23,765
OTHER FINANCING SOURCES (USES)				
Transfers In	1,501,322	1,501,321	1,501,321	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>1,501,322</u>	<u>1,501,321</u>	<u>1,501,321</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(63,053)	(62,054)	(38,289)	23,765
Fund Balances - Beginning of Year, Budgetary Basis	<u>63,053</u>	<u>63,053</u>	<u>63,053</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ 999</u>	<u>\$ 24,764</u>	<u>\$ 23,765</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 33,765
(No Differences)	-
Total Actual Revenues - GAAP Basis	<u>\$ 33,765</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 1,573,375
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 1,573,375</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
NMFA DEBT SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ 20,000	\$ 20,000	\$ 45,493	\$ 25,493
Total Revenues	20,000	20,000	45,493	25,493
EXPENDITURES				
Debt Service:				
Principal	1,095,754	1,095,754	1,095,754	-
Interest and Other Charges	138,601	136,996	136,996	-
Total Expenditures	1,234,355	1,232,750	1,232,750	-
REVENUES OVER (UNDER) EXPENDITURES	(1,214,355)	(1,212,750)	(1,187,257)	25,493
OTHER FINANCING SOURCES (USES)				
Transfers In	1,155,670	1,154,065	1,154,065	-
Transfers Out	-	(348,150)	(348,150)	-
Total Other Financing Sources (Uses)	1,155,670	805,915	805,915	-
NET CHANGE IN FUND BALANCES	(58,685)	(406,835)	(381,342)	25,493
Fund Balances - Beginning of Year, Budgetary Basis	791,118	793,253	793,253	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 732,433</u>	<u>\$ 386,418</u>	<u>\$ 411,911</u>	<u>\$ 25,493</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis (No Differences)	\$ 45,493
Total Actual Revenues - GAAP Basis	<u>\$ 45,493</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis (No Differences)	\$ 1,232,750
Total Actual Expenditures - GAAP Basis	<u>\$ 1,232,750</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
INFRASTRUCTURE FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - Federal	\$ 1,463,096	\$ 10,163,250	\$ 1,357,328	\$ (8,805,922)
Intergovernmental - State	-	3,183,450	3,183,450	-
Intergovernmental - Local	100,000	100,000	100,000	-
Charges for Services	-	-	92,796	92,796
Investment Income	-	-	1,057,966	1,057,966
Total Revenues	<u>1,563,096</u>	<u>13,446,700</u>	<u>5,791,540</u>	<u>(7,655,160)</u>
EXPENDITURES				
Current:				
Public Works	96,300	2,264,635	143,454	2,121,181
Capital Outlay	15,352,425	42,654,710	13,923,198	28,731,512
Total Expenditures	<u>15,448,725</u>	<u>44,919,345</u>	<u>14,066,652</u>	<u>30,852,693</u>
REVENUES OVER (UNDER) EXPENDITURES	(13,885,629)	(31,472,645)	(8,275,112)	23,197,533
OTHER FINANCING SOURCES (USES)				
Transfers In	13,789,329	14,019,329	14,019,329	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>13,789,329</u>	<u>14,019,329</u>	<u>14,019,329</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(96,300)	(17,453,316)	5,744,217	23,197,533
Fund Balances - Beginning of Year, Budgetary Basis	<u>925,622</u>	<u>18,282,642</u>	<u>18,282,642</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 829,322</u>	<u>\$ 829,326</u>	<u>\$ 24,026,859</u>	<u>\$ 23,197,533</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 5,791,540
Certain Amounts Collected After Year-End are Considered Revenue of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Unavailable Revenue	(240,868)
Prior Year Unavailable Revenue	191,107
Current Year Accrued Revenue	1,646,015
Prior Year Accrued Revenue	(598,058)
Total Actual Revenues - GAAP Basis	<u>\$ 6,789,736</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 14,066,652
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	1,292,454
Prior Year Accrued Expenditures	(1,316,375)
Total Actual Expenditures - GAAP Basis	<u>\$ 14,042,731</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
RECREATION DEVELOPMENT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income	\$ -	\$ -	\$ 5,580	\$ 5,580
Total Revenues	-	-	5,580	5,580
EXPENDITURES				
Current:				
Public Works	103,013	36,029	30,787	5,242
Capital Outlay	66,660	219,673	166,542	53,131
Total Expenditures	169,673	255,702	197,329	58,373
REVENUES OVER (UNDER) EXPENDITURES	(169,673)	(255,702)	(191,749)	63,953
OTHER FINANCING SOURCES (USES)				
Transfers In	103,013	188,013	188,013	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	103,013	188,013	188,013	-
NET CHANGE IN FUND BALANCES	(66,660)	(67,689)	(3,736)	63,953
Fund Balances - Beginning of Year, Budgetary Basis	66,660	67,690	67,690	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 63,954</u>	<u>\$ 63,953</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis (No Differences)	\$ 5,580
Total Actual Revenues - GAAP Basis	<u>\$ 5,580</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis (No Differences)	\$ 197,329
Total Actual Expenditures - GAAP Basis	<u>\$ 197,329</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
STATE APPROPRIATION CAPITAL PROJECTS FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Intergovernmental - State	\$ -	\$ 10,648,140	\$ 3,880,828	\$ (6,767,312)
Total Revenues	-	10,648,140	3,880,828	(6,767,312)
EXPENDITURES				
Current:				
General Government	-	234,297	195,582	38,715
Capital Outlay	-	8,528,225	4,472,019	4,056,206
Total Expenditures	-	8,762,522	4,667,601	4,094,921
REVENUES OVER (UNDER) EXPENDITURES	-	1,885,618	(786,773)	(2,672,391)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	-	1,885,618	(786,773)	(2,672,391)
Fund Balances - Beginning of Year, Budgetary Basis	-	(1,885,612)	(1,885,612)	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ 6</u>	<u>\$ (2,672,385)</u>	<u>\$ (2,672,391)</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 3,880,828
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	2,222,345
Prior Year Accrued Revenue	(2,498,714)
Total Actual Revenues - GAAP Basis	<u>\$ 3,604,459</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 4,667,601
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	243,313
Prior Year Accrued Expenditures	(237,572)
Total Actual Expenditures - GAAP Basis	<u>\$ 4,673,342</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
2016 GO BOND CONSTRUCTION FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ 1,377	\$ 1,377
Total Revenues	-	-	1,377	1,377
EXPENDITURES				
Capital Outlay	2,304	2,304	2,304	-
Total Expenditures	2,304	2,304	2,304	-
REVENUES OVER (UNDER) EXPENDITURES	(2,304)	(2,304)	(927)	1,377
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	(2,304)	(2,304)	(927)	1,377
Fund Balances - Beginning of Year, Budgetary Basis	2,304	2,304	2,304	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,377</u>	<u>\$ 1,377</u>

BUDGET TO GAAP RECONCILIATION

REVENUES	
Total Actual Revenues - Budgetary Basis	\$ 1,377
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	110
Total Actual Revenues - GAAP Basis	<u>\$ 1,487</u>
EXPENDITURES	
Total Actual Expenditures - Budgetary Basis	\$ 2,304
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 2,304</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
2018 GO BOND PROJECT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ 5,908	\$ 5,908
Total Revenues	-	-	5,908	5,908
EXPENDITURES				
Capital Outlay	50,182	140,732	76,722	64,010
Total Expenditures	50,182	140,732	76,722	64,010
REVENUES OVER (UNDER) EXPENDITURES	(50,182)	(140,732)	(70,814)	69,918
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	(50,182)	(140,732)	(70,814)	69,918
Fund Balances - Beginning of Year, Budgetary Basis	50,182	140,732	140,732	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 69,918</u>	<u>\$ 69,918</u>

BUDGET TO GAAP RECONCILIATION

REVENUES	
Total Actual Revenues - Budgetary Basis (No Differences)	\$ 5,908
Total Actual Revenues - GAAP Basis	<u>\$ 5,908</u>
EXPENDITURES	
Total Actual Expenditures - Budgetary Basis	\$ 76,722
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	2,592
Prior Year Accrued Expenditures	(13)
Total Actual Expenditures - GAAP Basis	<u>\$ 79,301</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
2020 GO BOND PROJECT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ 28,352	\$ 28,352
Total Revenues	-	-	28,352	28,352
EXPENDITURES				
Capital Outlay	215,289	508,580	317,824	190,756
Total Expenditures	215,289	508,580	317,824	190,756
REVENUES OVER (UNDER) EXPENDITURES	(215,289)	(508,580)	(289,472)	219,108
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	(215,289)	(508,580)	(289,472)	219,108
Fund Balances - Beginning of Year, Budgetary Basis	215,289	508,580	508,580	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 219,108</u>	<u>\$ 219,108</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis (No Differences)	\$ 28,352
Total Actual Revenues - GAAP Basis	<u>\$ 28,352</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 317,824
Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Accrued Expenditures	945
Prior Year Accrued Expenditures	(58,356)
Total Actual Expenditures - GAAP Basis	<u>\$ 260,413</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
2022 GO BOND PROJECT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ 183,563	\$ 183,563
Total Revenues	-	-	183,563	183,563
EXPENDITURES				
Current:				
Public Safety	-	28,101	28,101	-
Parks, Recreation, and Culture	14,680	10,368	10,368	-
Capital Outlay	110,657	3,712,812	743,547	2,969,265
Total Expenditures	125,337	3,751,281	782,016	2,969,265
REVENUES OVER (UNDER) EXPENDITURES	(125,337)	(3,751,281)	(598,453)	3,152,828
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	(125,337)	(3,751,281)	(598,453)	3,152,828
Fund Balances - Beginning of Year, Budgetary Basis	125,337	3,751,284	3,751,284	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ -</u>	<u>\$ 3</u>	<u>\$ 3,152,831</u>	<u>\$ 3,152,828</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 183,563
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	5,801
Prior Year Accrued Revenue	(13,768)
Total Actual Revenues - GAAP Basis	<u>\$ 175,596</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 782,016
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	2,229
Prior Year Accrued Expenditures	(50,071)
Total Actual Expenditures - GAAP Basis	<u>\$ 734,174</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
2024 GO BOND PROJECT FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ 505,675	\$ 505,675
Total Revenues	-	-	505,675	505,675
EXPENDITURES				
Current:				
Parks, Recreation, and Culture	-	474,882	308,969	165,913
Capital Outlay	-	15,525,118	3,073,594	12,451,524
Debt Service:				
Bond Issuance Costs	-	170,000	148,774	21,226
Total Expenditures	-	16,170,000	3,531,337	12,638,663
REVENUES OVER (UNDER) EXPENDITURES	-	(16,170,000)	(3,025,662)	13,144,338
OTHER FINANCING SOURCES (USES)				
Issuance of General Obligation Bonds	-	16,000,000	16,000,000	-
Premium on Bonds Issued	-	807,150	807,150	-
Transfers In	-	-	-	-
Transfers Out	-	(637,150)	(637,150)	-
Total Other Financing Sources (Uses)	-	16,170,000	16,170,000	-
NET CHANGE IN FUND BALANCES	-	-	13,144,338	13,144,338
Fund Balances - Beginning of Year, Budgetary Basis	320,000	320,000	-	(320,000)
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 320,000</u>	<u>\$ 320,000</u>	<u>\$ 13,144,338</u>	<u>\$ 12,824,338</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 505,675
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	27,734
Total Actual Revenues - GAAP Basis	<u>\$ 533,409</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 3,531,337
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	20,935
Prior Year Accrued Expenditures	(3,750)
Total Actual Expenditures - GAAP Basis	<u>\$ 3,548,522</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
STATE SHARED GRT REVENUE BOND FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Investment Income (Loss)	\$ -	\$ -	\$ (34,399)	\$ (34,399)
Total Revenues	-	-	(34,399)	(34,399)
EXPENDITURES				
Capital Outlay	-	32,000,000	-	32,000,000
Debt Service:				
Bond Issuance Costs	-	341,018	331,112	9,906
Total Expenditures	-	32,341,018	331,112	32,009,906
REVENUES OVER (UNDER) EXPENDITURES	-	(32,341,018)	(365,511)	31,975,507
OTHER FINANCING SOURCES (USES)				
Issuance of General Obligation Bonds	-	30,540,000	30,540,000	-
Premium on Bonds Issued	-	1,802,017	1,802,017	-
Transfers In	-	-	-	-
Transfers Out	-	(999)	(999)	-
Total Other Financing Sources (Uses)	-	32,341,018	32,341,018	-
NET CHANGE IN FUND BALANCES	-	-	31,975,507	31,975,507
Fund Balances - Beginning of Year, Budgetary Basis			-	-
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	\$ -	\$ -	\$ 31,975,507	\$ 31,975,507

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ (34,399)
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	229,267
Total Actual Revenues - GAAP Basis	<u>\$ 194,868</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 331,112
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 331,112</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
ROAD IMPACT FEES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	\$ 653,000	\$ 2,184,286	\$ 1,936,743	\$ (247,543)
Investment Income (Loss)	70,000	70,000	189,087	119,087
Total Revenues	<u>723,000</u>	<u>2,254,286</u>	<u>2,125,830</u>	<u>(128,456)</u>
EXPENDITURES				
Current:				
Public Works	19,590	65,529	58,102	7,427
Capital Outlay	-	959,128	81,849	877,279
Total Expenditures	<u>19,590</u>	<u>1,024,657</u>	<u>139,951</u>	<u>884,706</u>
REVENUES OVER (UNDER) EXPENDITURES	703,410	1,229,629	1,985,879	756,250
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	703,410	1,229,629	1,985,879	756,250
Fund Balances - Beginning of Year, Budgetary Basis	<u>1,728,875</u>	<u>2,688,004</u>	<u>2,688,004</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 2,432,285</u></u>	<u><u>\$ 3,917,633</u></u>	<u><u>\$ 4,673,883</u></u>	<u><u>\$ 756,250</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 2,125,830
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	
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	11,384
Prior Year Accrued Revenue	(3,640)
Total Actual Revenues - GAAP Basis	<u><u>\$ 2,133,574</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 139,951
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	31,432
Total Actual Expenditures - GAAP Basis	<u><u>\$ 171,383</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
TRAILS IMPACT FEES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	\$ 22,144	\$ 51,844	\$ 46,167	\$ (5,677)
Investment Income (Loss)	5,000	5,000	10,326	5,326
Total Revenues	<u>27,144</u>	<u>56,844</u>	<u>56,493</u>	<u>(351)</u>
EXPENDITURES				
Current:				
Public Works	664	1,555	1,385	170
Capital Outlay	-	108,375	101,890	6,485
Total Expenditures	<u>664</u>	<u>109,930</u>	<u>103,275</u>	<u>6,655</u>
REVENUES OVER (UNDER) EXPENDITURES	26,480	(53,086)	(46,782)	6,304
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	26,480	(53,086)	(46,782)	6,304
Fund Balances - Beginning of Year, Budgetary Basis	<u>99,081</u>	<u>207,456</u>	<u>207,456</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 125,561</u>	<u>\$ 154,370</u>	<u>\$ 160,674</u>	<u>\$ 6,304</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 56,493
Certain Amounts Collected After Year-End are Considered Revenue of the Current Period for Financial Reporting but not for Budgetary Reporting:	
Current Year Accrued Revenues	400
Total Actual Revenues - GAAP Basis	<u>\$ 56,893</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 103,275
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 103,275</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
PARKS IMPACT FEES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	\$ 438,103	\$ 1,510,073	\$ 1,455,492	\$ (54,581)
Investment Income (Loss)	50,000	50,000	170,593	120,593
Total Revenues	<u>488,103</u>	<u>1,560,073</u>	<u>1,626,085</u>	<u>66,012</u>
EXPENDITURES				
Current:				
Public Works	13,143	45,302	43,665	1,637
Capital Outlay	-	62,151	57,729	4,422
Total Expenditures	<u>13,143</u>	<u>107,453</u>	<u>101,394</u>	<u>6,059</u>
REVENUES OVER (UNDER) EXPENDITURES	474,960	1,452,620	1,524,691	72,071
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	474,960	1,452,620	1,524,691	72,071
Fund Balances - Beginning of Year, Budgetary Basis	<u>2,569,425</u>	<u>2,631,576</u>	<u>2,631,576</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 3,044,385</u></u>	<u><u>\$ 4,084,196</u></u>	<u><u>\$ 4,156,267</u></u>	<u><u>\$ 72,071</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 1,626,085
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	5,773
Prior Year Accrued Revenue	(7,818)
Total Actual Revenues - GAAP Basis	<u><u>\$ 1,624,040</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 101,394
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u><u>\$ 101,394</u></u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
PUBLIC SAFETY IMPACT FEES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	\$ 292,716	\$ 826,893	\$ 771,736	\$ (55,157)
Investment Income (Loss)	30,000	30,000	81,668	51,668
Total Revenues	<u>322,716</u>	<u>856,893</u>	<u>853,404</u>	<u>(3,489)</u>
EXPENDITURES				
Current:				
Public Safety	8,781	24,807	23,152	1,655
Capital Outlay	342,500	727,838	382,099	345,739
Total Expenditures	<u>351,281</u>	<u>752,645</u>	<u>405,251</u>	<u>347,394</u>
REVENUES OVER (UNDER) EXPENDITURES	(28,565)	104,248	448,153	343,905
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(28,565)	104,248	448,153	343,905
Fund Balances - Beginning of Year, Budgetary Basis	<u>940,659</u>	<u>1,325,997</u>	<u>1,325,997</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u>\$ 912,094</u>	<u>\$ 1,430,245</u>	<u>\$ 1,774,150</u>	<u>\$ 343,905</u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 853,404
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	<u>2,467</u>
Total Actual Revenues - GAAP Basis	<u>\$ 855,871</u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 405,251
(No Differences)	-
Total Actual Expenditures - GAAP Basis	<u>\$ 405,251</u>

**CITY OF RIO RANCHO, NEW MEXICO
BUDGETARY COMPARISON SCHEDULE –
DRAINAGE IMPACT FEES FUND
FOR THE YEAR ENDED JUNE 30, 2025**

	Budget		Actual - Budgetary Basis	Variance With Final Budget - Budgetary Basis
	Original	Final		
REVENUES				
Impact Fees	\$ 480,032	\$ 480,032	\$ 411,544	\$ (68,488)
Investment Income (Loss)	80,000	80,000	187,056	107,056
Total Revenues	<u>560,032</u>	<u>560,032</u>	<u>598,600</u>	<u>38,568</u>
EXPENDITURES				
Current:				
Public Works	14,401	14,401	12,345	2,056
Capital Outlay	-	420,697	148,010	272,687
Total Expenditures	<u>14,401</u>	<u>435,098</u>	<u>160,355</u>	<u>274,743</u>
REVENUES OVER (UNDER) EXPENDITURES	545,631	124,934	438,245	313,311
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	545,631	124,934	438,245	313,311
Fund Balances - Beginning of Year, Budgetary Basis	<u>3,185,488</u>	<u>3,185,488</u>	<u>3,185,488</u>	<u>-</u>
FUND BALANCES - END OF YEAR, BUDGETARY BASIS	<u><u>\$ 3,731,119</u></u>	<u><u>\$ 3,310,422</u></u>	<u><u>\$ 3,623,733</u></u>	<u><u>\$ 313,311</u></u>

BUDGET TO GAAP RECONCILIATION

REVENUES

Total Actual Revenues - Budgetary Basis	\$ 598,600
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	
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	8,125
Prior Year Accrued Revenue	(10,398)
Total Actual Revenues - GAAP Basis	<u><u>\$ 596,327</u></u>

EXPENDITURES

Total Actual Expenditures - Budgetary Basis	\$ 160,355
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	63,314
Total Actual Expenditures - GAAP Basis	<u><u>\$ 223,669</u></u>



**OTHER SUPPLEMENTARY
INFORMATION**

CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF DEPOSITS, INVESTMENTS, AND PLEDGED COLLATERAL
JUNE 30, 2025

Financial Institution Account Name	Account Type	Balances	
		On Deposit	Reconciled
Deposit Accounts:			
Wells Fargo:			
Government Sweep	Money Market	\$ 62,515,980	\$ 62,020,453
Total Wells Fargo Money Market Accounts		<u>62,515,980</u>	<u>62,020,453</u>
PFM Fund Distributors, Inc.:			
US Bank Money Market	Money Market	45,936,933	45,936,933
Total PFM Fund Distributors, Inc. Money Market Accounts		<u>45,936,933</u>	<u>45,936,933</u>
Cash Drawers:			
Petty Cash	Cash	-	4,720
Total Petty Cash		<u>-</u>	<u>4,720</u>
Total Deposit, Money Market, and Petty Cash Accounts		<u>\$ 108,452,913</u>	<u>\$ 107,962,106</u>
Investment Accounts:			
State of New Mexico:			
State Investment Council - City of Rio Rancho Permanent Fund	Investment	\$ 14,763,038	\$ 14,763,038
Total State of New Mexico Investment Accounts		<u>14,763,038</u>	<u>14,763,038</u>
US Bank:			
GPA	Investment	177,748,963	179,615,195
2024 General Obligation Bond	Investment	13,549,069	13,549,764
Series 2025 SSGRT Revenue Bond	Investment	32,209,600	32,209,600
Total US Bank Investment Accounts		<u>223,507,632</u>	<u>225,374,559</u>
New Mexico Finance Authority:			
NMFA Program Funds (PPRF-2885)	Escrow	1,611	1,611
NMFA Program Funds (PPRF-5156)	Escrow	1	1
NMFA Program Fund (PPRF-4810)	Escrow	2	2
NMFA Program Fund (PPRF-2282A, PPRF-2282B)	Escrow	277	277
NMFA Program Funds (PPRF-2336A, PPRF-2336B)	Escrow	201	201
NMFA Program Funds (PPRF- 3764, 3765, 4944)	Escrow	355,228	355,228
NMFA Program Funds (PPRF-3267, 3541, 3666, 5612, WPF-945)	Escrow	629	629
Total New Mexico Finance Authority Program Funds		<u>357,949</u>	<u>357,949</u>
Bank of Albuquerque:			
BAQ - U.S. Government Securities	Investment	285,401	282,878
Total Bank of Albuquerque U.S. Government Securities		<u>285,401</u>	<u>282,878</u>
Total Investment Accounts		<u>\$ 238,914,020</u>	<u>\$ 240,778,424</u>
Total Cash, Cash Equivalents, Restricted Cash, Investments and Restricted Investments		<u>\$ 347,366,933</u>	<u>\$ 348,740,530</u>

Collateral Disclosure

As of June 30, 2025, the City's deposits and investments were either fully FDIC insured or backed by the federal government, therefore no pledged collateral has been presented. See Note 2 in the Notes to the Financial Statements for additional information.

**CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF STATE APPROPRIATIONS
FOR THE YEAR ENDED JUNE 30, 2025**

Appropriation Purpose	Original Appropriation Amount	Appropriation Period	Source of Funding	Legislature	Expenditures as of June 30, 2025	Remaining Balance	Reverted June 30, 2025	Outstanding Encumbrances
Fire Station 1 Improvements	\$ 297,000	8/24/2022 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 30, Paragraph 382	\$ 296,460	\$ 540	\$ -	\$ -
Rescue/Ambulance Replacement	350,000	10/2/2023 - 6/30/2025	General Fund	Laws 2003, Chapter 199, Section 28, Paragraph 416	348,945	1,055	1,055	-
Fire Marshal Vehicles	165,000	10/2/2023 - 6/30/2025	General Fund	Laws 2003, Chapter 199, Section 28, Paragraph 418	164,943	57	57	-
Self Contained Breathing Apparatus (SCBA)	225,000	10/2/2023 - 6/30/2025	General Fund	Laws 2003, Chapter 199, Section 28, Paragraph 419	225,000	-	-	-
Fire Station 8	1,023,908	7/19/2024 - 6/30/2028	General Fund	Laws 2004, Chapter 66, Section 28, Paragraph 472	79,495	944,413	-	646,705
Library Bookmobile	150,000	7/19/2024 - 6/30/2026	General Fund	Laws 2024, Chapter 66, Section 28, Paragraph 470	150,000	-	-	-
Library Desk Renovations	100,000	7/19/2024 - 6/30/2027	General Fund	Laws 2024, Chapter 65, Section 198	100,000	-	-	-
Campus Park Phase 2	486,350	12/29/2022 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 30, Paragraph 380	484,898	1,452	-	1,452
Animal Resource Center	59,000	12/7/2022 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 30, Paragraph 379	40,836	18,164	-	18,164
Broadmoor Senior Center	510,246	1/9/2023 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 5, Paragraph 13	231,250	278,996	-	278,996
Park System Improvements	182,000	12/12/2022 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 30, Paragraph 383	146,406	35,594	-	-
Sabana Grande Recreation Center	50,000	12/9/2022 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 30, Paragraph 387	50,000	-	-	-
Campus Park Phase 2	350,000	10/2/2023 - 6/30/2027	General Fund	Laws 2023, Chapter 199, Section 28, Paragraph 417	350,000	-	-	-
Rainbow Pool	132,660	10/2/2023 - 6/30/2027	General Fund	Laws 2023, Chapter 199, Section 28, Paragraph 423	132,660	-	-	-
Sports Complex Playground	327,000	10/2/2023 - 6/30/2027	General Fund	Laws 2023, Chapter 199, Section 28, Paragraph 424	315,554	11,446	-	1,006
Sports Complex Parking Lot	250,000	10/2/2023 - 6/30/2027	General Fund	Laws 2023, Chapter 199, Section 28, Paragraph 425	250,000	-	-	-
Broadmoor Senior Center	766,823	12/6/2023 - 6/30/2026	GOB	Laws 2022, Chapter 55, Section 10, Paragraph 50	39,478	727,345	-	727,345
Meadowlark Senior Center	224,209	12/6/2023 - 6/30/2026	GOB	Laws 2022, Chapter 55, Section 10, Paragraph 51	-	224,209	-	224,005
Broadmoor Senior Center	75,600	2/2/2024 - 6/30/2027	General Fund	Laws 2023, Chapter 199, Section 4, Paragraph 51	-	75,600	-	75,600
Sports Complex Parking Lot	610,000	7/19/2024 - 6/30/2028	General Fund	Laws 2024, Chapter 66, Section 28, Paragraph 477	610,000	-	-	-
Haynes Pool	39,000	7/19/2024 - 6/30/2026	General Fund	Laws 2024, Chapter 66, Section 28, Paragraph 473	39,000	-	-	-
Police Headquarters	239,580	8/24/2022 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 30, Paragraph 384	239,580	-	-	-
Police Motorcycles	101,000	10/2/2023 - 6/30/2025	General Fund	Laws 2023, Chapter 199, Section 28, Paragraph 421	91,531	9,469	9,469	-
Police Vehicles	183,000	10/2/2023 - 6/30/2025	General Fund	Laws 2023, Chapter 199, Section 28, Paragraph 422	183,000	-	-	-
Police Off Highway Vehicles	21,000	10/2/2023 - 6/30/2025	General Fund	Laws 2023, Chapter 199, Section 28, Paragraph 415	19,007	1,993	1,993	-
Police Vehicles	100,000	7/19/2024 - 6/30/2026	General Fund	Laws 2024, Chapter 66, Section 28, Paragraph 474	-	100,000	-	50,857
Police Motorcycles	166,000	7/19/2024 - 6/30/2026	General Fund	Laws 2024, Chapter 66, Section 28, Paragraph 475	139,576	26,424	-	-
Police Radios	166,000	7/19/2024 - 6/30/2026	General Fund	Laws 2024, Chapter 66, Section 28, Paragraph 476	-	166,000	-	165,412
Support for Fire Department and Police Department	320,000	6/30/2024 - 6/30/2026	General Fund	General Appropriations Act of 2024, Chapter 69, Section 9.D.8.g, Paragraphs 43 and 44	129,572	190,428	-	182,058
Idalia Road & Loma Colorado Boulevard Roundabout	600,000	10/20/2021 - 6/30/2025	STB	Laws of 2021, Chapter 138, Section 33, Subsection 92	600,000	-	-	-
Idalia Road & Loma Colorado Boulevard Roundabout	300,000	1/20/2023 - 6/30/2026	STB	Laws 2022, Chapter 53, Section 36, Subsection 81	39,175	260,825	-	260,825
Grande Boulevard	375,277	1/23/2024 - 6/30/2027	General Fund	Laws 2023, Chapter 199, Section 33, Subsection 86	375,277	-	-	-
Esther Bone/Veteran's Memorial Park Parking Lot	200,000	7/19/2024 - 6/30/2028	General Fund	Laws 2024, Chapter 66, Section 28, Paragraph 471	-	200,000	-	-
Total	<u>\$ 9,145,653</u>				<u>\$ 5,871,643</u>	<u>\$ 3,274,010</u>	<u>\$ 12,574</u>	<u>\$ 2,632,425</u>

**CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF JOINT POWERS AGREEMENTS (JPA)
FOR THE YEAR ENDED JUNE 30, 2025**

Type	City Contract Number	Participants	Responsible Party	Description	Beginning/Ending Dates of Agreement	Total Amount City Share	FY25 Amount	Audit Responsibility	Fiscal Agent	Government Agency for Reported Revenues and Expenditures
JPA	88-CC-001	City of Rio Rancho/ New Mexico Taxation & Revenue Dept.	Both	Appointment as Agent for Issuance of Tax ID	08/01/1988 - Indefinite	0.00%	\$ -	N/A	N/A	N/A
JPA	34-PD-001	City of Rio Rancho/ New Mexico Energy, Minerals, and Natural Resources Department (ENMRD)	Both	Maintain a cooperative fire protection system covering any private, county, non-municipal, and state lands within/adjacent to the city	02/24/1994 - Indefinite	100%	\$ -	N/A	N/A	N/A
JPA	04-AD-39	City of Rio Rancho/ New Mexico Energy, Minerals, and Natural Resources Dept., State Forestry Division (ENMRD)	Both	Use of inmate crews for natural resource improvements to city property	12/01/2003 - Until terminated by either party	0.00%	\$ -	N/A	N/A	N/A
JPA	n/a	City of Rio Rancho/New Mexico Municipal League Self-Insurer's Fund (NMSIF)	NMSIF Board of Trustees	Protections for Members and Their Employees Relating to Insurance or Self-Insurance	07/1/2021 - Indefinite	100.00%	\$1,670,324	NMSIF	NMSIF	NMSIF
JPA	23-FS-043	City of Rio Rancho/ New Mexico State Investment Council	Both	Authorized to invest permanent fund, all investment income through SIC long term pooled investment fund	11/18/2022 - 11/18/2026	100.00%	\$ -	N/A	N/A	N/A

See Independent Auditor's Report.



**STATISTICAL SECTION
(UNAUDITED)**

**CITY OF RIO RANCHO, NEW MEXICO
INDEX TO STATISTICAL SECTION
JUNE 30, 2025**

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.

Financial Trends

These schedules present trend information to help the reader understand how the City's financial performance and fiscal health have changed over time.

- Net Position by Component (Schedule 1)
- Changes in Net Position (Schedule 2)
- Changes in Fund Balances of Governmental Funds (Schedule 3)
- Fund Balances of Governmental Funds (Schedule 4)

Revenue Capacity

These schedules contain information to help the reader assess the City's capacity to raise revenue from the City's most significant revenue sources, property taxes, and gross receipts taxes.

- Taxable and Full Value of Taxable Property (Schedule 5)
- Property Tax Levies and Collections (Schedule 6)
- Property Tax Rates, Direct and Overlapping Governments (Schedule 7)
- Principal Property Taxpayers (Schedule 8)
- Taxable Gross Receipts by Type of Trade (Schedule 9)

Debt Capacity

These Schedules present information to help the reader understand and assess the City's levels of outstanding debt and the City's ability to issue additional debt in the future.

- Ratios of Outstanding Debt by Type (Schedule 10)
- Ratios of General Bonded Debt Outstanding (Schedule 11)
- Direct and Overlapping Debt (Schedule 12)
- Computation of Legal Debt Margin (Schedule 13)

Demographic and Economic Information

These schedules present demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

- Demographic and Economic Statistics (Schedule 14)
- Principal Employers (Schedule 15)

**CITY OF RIO RANCHO, NEW MEXICO
INDEX TO STATISTICAL SECTION
JUNE 30, 2025**

Operating Information

These schedules offer operating data to help the reader understand how the information in the City's financial report relates to the services it provides and the activities it performs.

Full-Time Equivalent Employees by Function/Program (Schedule 16)

Operating Indicators by Function/Program (Schedule 17)

Capital Asset Statistics by Function/Program (Schedule 18)

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

**CITY OF RIO RANCHO, NEW MEXICO
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Governmental activities										
Net investment in capital assets	\$ 234,227,258	\$ 236,219,807	\$ 261,320,063	\$ 248,304,596	\$ 248,304,596	\$ 252,854,319	\$ 232,695,159	\$ 280,991,281	\$ 296,761,735	\$ 311,854,305
Restricted	18,491,028	24,423,773	31,606,304	40,167,746	40,167,746	33,680,160	79,528,076	71,852,812	88,599,300	161,627,690
Unrestricted	(36,004,190)	(47,075,136)	(118,747,136)	(100,200,558)	(80,899,757)	(51,549,242)	(46,442,306)	(34,593,575)	(23,735,391)	(34,892,438)
Total governmental activities net position	<u>\$ 216,714,096</u>	<u>\$ 213,568,444</u>	<u>\$ 174,179,231</u>	<u>\$ 188,271,784</u>	<u>\$ 207,572,585</u>	<u>\$ 234,985,237</u>	<u>\$ 265,780,929</u>	<u>\$ 318,250,518</u>	<u>\$ 361,625,644</u>	<u>\$ 438,589,557</u>
Business-type activities										
Net investment in capital assets	\$ 184,486,885	\$ 196,738,317	\$ 181,184,997	\$ 220,547,306	\$ -	\$ 229,042,491	\$ 248,011,305	\$ 259,696,572	\$ 284,383,670	\$ 323,611,343
Restricted	7,087,740	5,488,791	30,336,244	38,689,545	-	8,755,501	5,212,347	3,887,244	6,086,575	3,112,725
Unrestricted	30,974,882	29,954,415	35,004,191	7,883,205	283,982,931	62,811,623	73,223,725	86,980,728	95,502,467	107,702,793
Total business-type activities net position	<u>\$ 222,549,507</u>	<u>\$ 232,181,523</u>	<u>\$ 246,525,432</u>	<u>\$ 267,120,056</u>	<u>\$ 283,982,931</u>	<u>\$ 300,609,615</u>	<u>\$ 326,447,377</u>	<u>\$ 350,564,544</u>	<u>\$ 385,972,712</u>	<u>\$ 434,426,861</u>
Primary government										
Net investment in capital assets	\$ 418,714,143	\$ 432,958,124	\$ 442,505,060	\$ 468,851,902	\$ 248,304,596	\$ 481,896,810	\$ 480,706,464	\$ 540,687,853	\$ 581,145,405	\$ 635,465,648
Restricted	25,578,768	29,912,564	61,942,548	78,857,291	40,167,746	42,435,661	84,740,423	75,740,056	94,685,875	164,740,415
Unrestricted	(5,029,308)	(17,120,721)	(83,742,945)	(92,317,353)	203,083,174	11,262,381	26,781,419	52,387,153	71,767,076	72,810,355
Total primary government net position	<u>\$ 439,263,603</u>	<u>\$ 445,749,967</u>	<u>\$ 420,704,663</u>	<u>\$ 455,391,840</u>	<u>\$ 491,555,516</u>	<u>\$ 535,594,852</u>	<u>\$ 592,228,306</u>	<u>\$ 668,815,062</u>	<u>\$ 747,598,356</u>	<u>\$ 873,016,418</u>

**CITY OF RIO RANCHO, NEW MEXICO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Expenses										
Governmental Activities:										
General government	\$ 12,223,084	\$ 12,432,806	\$ 10,816,403	\$ 10,838,081	\$ 11,944,699	\$ 25,519,450	\$ 20,531,951	\$ 15,422,607	\$ 17,511,015	\$ 20,311,690
Public safety	33,857,302	37,240,153	35,731,849	36,801,320	38,462,015	35,777,079	40,201,807	44,716,908	53,071,714	62,990,551
Public works	16,201,872	20,649,955	18,218,656	19,325,855	20,595,792	19,955,337	21,309,127	23,014,428	24,595,960	29,245,126
Parks, recreation, and culture	10,132,443	11,564,343	11,171,626	10,231,901	10,421,726	11,755,695	11,755,695	13,586,114	16,374,515	20,717,548
Community and economic development	2,710,890	2,934,292	3,326,414	3,742,614	3,445,356	3,280,409	6,058,237	4,352,439	5,023,954	5,911,400
Interest on long-term debt	1,595,512	1,587,696	1,522,115	1,307,880	1,558,555	1,797,577	1,548,331	1,708,433	1,227,210	2,121,781
Total Government Activities	<u>76,721,103</u>	<u>86,409,245</u>	<u>80,787,063</u>	<u>82,247,651</u>	<u>86,428,143</u>	<u>96,586,804</u>	<u>101,405,148</u>	<u>102,800,929</u>	<u>117,804,368</u>	<u>141,298,096</u>
Business-type Activities:										
Water	34,703,938	40,596,342	36,836,367	36,260,532	38,496,895	37,964,639	35,336,786	39,527,641	37,219,042	49,254,949
Interfacility Transport	-	-	-	-	202,402	-	-	-	-	-
Event Center	2,955,425	2,923,681	3,157,283	3,087,042	2,979,291	3,547,071	2,749,946	2,843,946	2,878,758	3,484,587
Total Business-type Activities	<u>37,659,363</u>	<u>43,520,023</u>	<u>39,993,650</u>	<u>39,347,574</u>	<u>41,678,588</u>	<u>41,511,710</u>	<u>38,086,732</u>	<u>42,371,587</u>	<u>40,097,800</u>	<u>52,739,536</u>
Total Expenses	<u>\$ 114,380,466</u>	<u>\$ 129,929,268</u>	<u>\$ 120,780,713</u>	<u>\$ 121,595,225</u>	<u>\$ 128,106,731</u>	<u>\$ 138,098,514</u>	<u>\$ 139,491,880</u>	<u>\$ 145,172,516</u>	<u>\$ 157,902,168</u>	<u>\$ 194,037,632</u>
Program Revenues										
Governmental Activities:										
Charge for services										
General government	\$ 5,576,001	\$ 6,399,036	\$ 6,677,226	\$ 6,636,349	\$ 6,845,090	\$ 8,132,005	\$ 8,612,849	\$ 12,083,468	\$ 10,647,036	\$ 11,028,239
Public safety	3,514,328	4,033,054	4,208,386	4,182,622	4,314,184	5,125,274	5,428,331	7,615,721	6,710,396	6,950,653
Public works	171,371	196,666	205,216	203,959	210,375	249,926	264,705	371,369	327,223	338,939
Parks, recreation, and culture	1,440,434	1,653,047	1,724,911	1,714,351	1,768,275	2,100,794	2,224,935	3,121,491	2,750,421	2,848,896
Community and economic development	2,123,054	2,436,423	2,542,344	2,526,780	2,606,258	3,096,249	3,279,329	4,600,762	4,053,843	4,198,986
Operating grants and contributions	6,078,377	2,617,284	2,211,030	2,280,450	4,753,592	14,721,466	7,404,254	10,018,678	10,994,184	4,468,919
Capital grants and contributions	10,335,132	8,272,871	3,717,761	11,994,122	8,491,748	10,397,132	10,659,362	13,299,957	5,220,187	36,332,036
Total Governmental Activities	<u>29,238,697</u>	<u>25,608,381</u>	<u>21,286,874</u>	<u>29,538,633</u>	<u>28,989,522</u>	<u>43,822,846</u>	<u>37,873,765</u>	<u>51,111,446</u>	<u>40,703,290</u>	<u>66,166,668</u>
Business-type Activities:										
Charge for services:										
Water	43,252,348	48,111,159	49,479,965	49,900,736	50,795,917	53,331,721	56,648,328	55,316,851	61,687,716	65,834,309
Interfacility Transport	-	-	-	-	86,132	-	-	-	-	-
Event Center	262,103	340,363	305,220	396,854	314,231	54,080	821,767	947,693	1,342,186	960,907
Operating grants and contributions	2,956,864	4,293,003	4,444,620	6,376,415	3,813,977	5,157,093	5,657,234	1,579,364	1,145,396	-
Capital grants and contributions	3,685,168	1,312,903	76,684	1,325,935	347,661	-	618,207	2,869,754	-	15,919,939
Total Business-type Activities	<u>50,156,483</u>	<u>54,057,428</u>	<u>54,306,489</u>	<u>57,999,940</u>	<u>55,357,918</u>	<u>58,542,894</u>	<u>63,745,536</u>	<u>60,713,662</u>	<u>64,175,298</u>	<u>82,715,155</u>
Total Program Revenues	<u>\$ 79,395,180</u>	<u>\$ 79,665,809</u>	<u>\$ 75,593,363</u>	<u>\$ 87,538,573</u>	<u>\$ 84,347,440</u>	<u>\$ 102,365,740</u>	<u>\$ 101,619,301</u>	<u>\$ 111,825,108</u>	<u>\$ 104,878,588</u>	<u>\$ 148,881,823</u>

**CITY OF RIO RANCHO, NEW MEXICO
CHANGES IN NET POSITION (CONTINUED)
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Net (Expense)/Revenue										
Governmental Activities	\$ (47,482,406)	\$ (60,800,864)	\$ (59,500,189)	\$ (52,709,018)	\$ (57,438,621)	\$ (52,763,958)	\$ (63,531,383)	\$ (51,689,483)	\$ (77,101,078)	\$ (75,131,428)
Business-type Activities	12,497,120	10,537,405	14,312,839	18,652,366	13,679,330	17,031,184	25,511,979	18,342,075	24,077,498	29,975,619
Total Net Expense	<u>\$ (34,985,286)</u>	<u>\$ (50,263,459)</u>	<u>\$ (45,187,350)</u>	<u>\$ (34,056,652)</u>	<u>\$ (43,759,291)</u>	<u>\$ (35,732,774)</u>	<u>\$ (38,019,404)</u>	<u>\$ (33,347,408)</u>	<u>\$ (53,023,580)</u>	<u>\$ (45,155,809)</u>
General Revenues										
Governmental Activities:										
Taxes:										
Property taxes	\$ 18,591,427	\$ 19,483,865	\$ 20,120,842	\$ 23,417,641	\$ 24,803,694	\$ 22,967,175	\$ 25,754,853	\$ 28,498,072	\$ 31,216,187	\$ 33,748,152
Gross receipts taxes	22,028,576	24,760,247	21,955,845	24,520,960	29,730,084	30,563,233	40,893,700	44,134,040	49,766,013	52,398,919
Franchise taxes	3,399,256	3,481,784	3,548,462	3,764,378	4,504,734	4,987,931	5,239,525	5,404,656	5,363,992	5,857,268
Unrestricted grants, aid and state shared revenues	13,268,517	11,448,958	13,825,706	15,017,305	18,595,398	19,894,785	25,569,793	27,669,867	31,831,858	33,005,674
Investment income	44,722	50,791	54,575	708,316	678,176	242,994	(1,790,567)	2,952,598	8,713,706	11,150,230
Miscellaneous	210,685	452,767	761,901	(70,474)	-	(1,331,953)	(152,032)	(1,576,370)	(1,452,500)	(103,856)
Transfers	(988,745)	(968,315)	(1,797,331)	(627,030)	(1,572,663)	(1,059,100)	(1,188,197)	(2,923,791)	(4,963,052)	(1,635,749)
Total Governmental Activities	<u>56,554,438</u>	<u>58,710,097</u>	<u>58,470,000</u>	<u>66,731,096</u>	<u>76,739,423</u>	<u>76,265,065</u>	<u>94,327,075</u>	<u>104,159,072</u>	<u>120,476,204</u>	<u>134,420,638</u>
Business-type Activities										
Unrestricted grants, aid and state shared revenues	-	-	-	-	-	-	-	-	-	-
Investment income	45,744	215,419	262,579	1,301,288	1,594,091	(244,339)	(1,014,446)	1,274,931	4,915,118	5,814,089
Miscellaneous	-	-	-	13,940	16,791	(1,219,261)	152,032	1,576,370	1,452,500	103,856
Transfers	988,745	968,315	1,797,331	627,030	1,572,663	1,059,100	1,188,197	2,923,791	4,963,052	1,635,749
Total Business-type Activities	<u>1,034,489</u>	<u>1,183,734</u>	<u>2,059,910</u>	<u>1,942,258</u>	<u>3,183,545</u>	<u>(404,500)</u>	<u>325,783</u>	<u>5,775,092</u>	<u>11,330,670</u>	<u>7,553,694</u>
Total primary government	<u>\$ 57,588,927</u>	<u>\$ 59,893,831</u>	<u>\$ 60,529,910</u>	<u>\$ 68,673,354</u>	<u>\$ 79,922,968</u>	<u>\$ 75,860,565</u>	<u>\$ 94,652,858</u>	<u>\$ 109,934,164</u>	<u>\$ 131,806,874</u>	<u>\$ 141,974,332</u>
Change in Net Position										
Governmental Activities	\$ 9,072,032	\$ (2,090,768)	\$ (1,030,190)	\$ 14,092,553	\$ 19,300,801	\$ 23,501,694	\$ 30,795,692	\$ 52,469,589	\$ 43,375,126	\$ 59,289,210
Business-type Activities	13,531,609	11,721,139	16,372,749	20,594,624	16,862,875	16,626,684	25,837,762	24,117,167	35,408,168	37,529,313
Total Change in Net Position	<u>\$ 22,603,641</u>	<u>\$ 9,630,371</u>	<u>\$ 15,342,559</u>	<u>\$ 34,687,177</u>	<u>\$ 36,163,676</u>	<u>\$ 40,128,378</u>	<u>\$ 56,633,454</u>	<u>\$ 76,586,756</u>	<u>\$ 78,783,294</u>	<u>\$ 96,818,523</u>

**CITY OF RIO RANCHO, NEW MEXICO
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Taxes	\$ 40,647,987	\$ 44,264,784	\$ 42,127,542	\$ 47,268,447	\$ 53,336,590	\$ 54,564,552	\$ 66,664,003	\$ 72,658,616	\$ 80,884,329	\$ 86,062,709
Licenses and permits	337,255	348,097	328,867	368,108	371,336	330,157	393,214	329,274	523,445	603,926
Intergovernmental	24,640,228	19,932,774	18,325,362	27,605,694	29,084,729	44,209,026	42,102,664	41,108,499	47,270,625	48,195,080
Impact fees	1,032,838	716,638	922,489	811,328	1,336,869	2,956,674	2,188,851	1,398,028	2,965,443	4,621,681
Charges for services	7,004,161	6,713,192	6,756,260	7,794,401	6,155,780	6,955,620	7,643,815	8,459,930	10,467,374	11,303,073
Fines and forfeits	1,007,460	1,290,492	1,327,353	958,367	1,135,107	1,054,323	1,168,045	1,461,365	3,536,394	1,208,383
Franchise fees	3,399,256	3,481,784	3,548,462	3,764,378	4,504,734	4,987,931	5,239,525	5,404,656	5,363,992	5,857,268
Investment income	-	-	54,576	671,306	678,176	242,995	(1,790,567)	2,952,598	8,594,368	10,973,989
Other revenues	4,789,999	4,689,916	5,122,303	4,364,966	5,026,554	5,454,624	6,620,223	6,829,116	7,773,194	5,199,897
Total Revenues	82,859,184	81,437,677	78,513,214	93,606,995	101,629,875	120,755,902	130,229,773	140,602,082	167,379,164	174,026,006
Expenditures										
Current:										
General government	10,680,064	9,670,690	8,957,361	10,619,879	10,330,193	24,660,046	20,524,160	14,737,716	15,857,877	17,687,023
Public safety	30,730,532	31,282,885	30,952,620	31,666,671	34,291,422	34,178,517	36,959,075	41,321,913	46,728,337	55,714,882
Public works	8,122,916	8,661,744	8,706,971	8,524,833	8,847,547	9,212,220	9,697,869	10,737,617	11,833,847	11,990,480
Cultural and recreation	9,173,717	9,393,551	9,437,300	8,340,713	8,607,839	8,503,677	9,229,114	10,956,046	12,806,512	14,618,810
Economic development	2,789,229	2,773,880	3,119,772	3,542,849	3,315,449	3,133,912	5,835,718	4,101,133	4,681,736	5,660,778
Capital outlay	15,472,501	13,688,410	4,352,694	21,860,089	20,806,446	28,839,102	16,153,297	30,140,423	33,475,540	40,898,765
Debt service:										
Payment to bond escrow agent	-	-	-	-	-	-	-	-	-	-
Principal	5,531,081	5,835,594	6,152,480	6,176,788	8,070,962	9,556,156	8,274,461	14,090,733	9,880,802	8,697,063
Interest and fiscal charges	1,574,208	1,596,087	1,251,320	1,326,004	1,481,788	2,139,188	2,010,065	2,132,991	1,911,757	1,956,676
Bond/Loan issuance costs	168,159	-	174,284	219,307	217,943	127,228	144,410	-	-	479,886
Total Expenditures	84,242,407	82,902,841	73,104,802	92,277,133	95,969,589	120,350,046	108,828,169	128,218,572	137,176,408	157,704,363
Excess (Deficiency) of Revenues over Expenditures	(1,383,223)	(1,465,164)	5,408,412	1,329,862	5,660,286	405,856	21,401,604	12,383,510	30,202,756	16,321,643
Other Financing Sources (Uses)										
Issuance of general obligation bonds	11,310,000	-	6,885,000	14,100,000	14,600,000	-	15,250,000	-	-	16,000,000
Issuance of GRT Revenue Bonds	-	-	-	-	-	-	-	-	-	32,342,017
Payment to refunded bond escrow agent	(2,390,736)	-	-	-	-	-	-	-	-	-
Loan proceeds	259,950	-	-	4,049,056	11,720,000	-	-	-	-	-
Premium on bonds issued	604,340	-	-	837,327	4,552,170	-	772,558	-	-	807,150
Sale of land/capital asset proceeds	-	-	-	24,930	104,082	114,335	81,352	128,929	142,434	212,596
Lease Proceeds	-	-	-	-	-	-	-	-	397,895	103,377
SBITA Proceeds	-	-	-	-	-	-	-	-	-	2,308,551
Payment to refunding escrow	-	-	(6,703,013)	-	-	-	-	-	-	-
Transfer in	4,810,068	3,251,201	5,732,009	8,125,280	6,840,065	2,525,643	27,815,793	18,888,186	25,839,018	27,613,375
Transfer out	(5,798,813)	(4,219,516)	(6,766,993)	(9,278,260)	(8,412,728)	(3,584,743)	(31,303,990)	(21,811,978)	(31,802,070)	(30,627,149)
Total other Financing Sources (Uses)	8,794,809	(968,315)	(852,997)	17,858,333	29,403,589	(944,765)	12,615,713	(2,794,863)	(5,422,723)	48,759,917
Net Change in fund balances	\$ 7,411,586	\$ (2,433,479)	\$ 4,555,415	\$ 19,188,195	\$ 35,063,875	\$ (538,909)	\$ 34,017,317	\$ 9,588,647	\$ 24,780,033	\$ 65,081,560
Debt service as a percentage of noncapital expenditures	10.33%	10.74%	10.77%	10.65%	12.71%	12.78%	11.10%	16.54%	11.37%	9.12%

**CITY OF RIO RANCHO, NEW MEXICO
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
General Fund										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-	-	-	-	-	10,575,248
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	16,011,877	16,464,883	13,739,208	20,795,958	29,062,875	55,916,707	57,771,162	65,044,277	74,890,490	68,498,660
Total general fund	<u>\$16,011,877</u>	<u>\$16,464,883</u>	<u>\$13,739,208</u>	<u>\$20,795,958</u>	<u>\$29,062,875</u>	<u>\$55,916,707</u>	<u>\$57,771,162</u>	<u>\$65,044,277</u>	<u>\$74,890,490</u>	<u>\$ 79,073,908</u>
All other Governmental Funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	27,439,409	24,423,773	31,606,304	41,950,288	68,671,450	45,776,891	76,700,383	77,242,847	87,745,015	151,052,442
Committed	-	-	-	1,725,811	1,848,471	1,614,157	2,427,233	3,903,705	7,875,685	8,364,191
Assigned	-	-	-	-	-	-	55,857	401,100	777,629	28,595
Unassigned	(486,956)	(357,806)	(70,314)	(8,663)	(55,527)	(408,437)	(80,648)	(86,646)	(3,503)	(1,902,260)
Total all other governmental funds	<u>\$26,952,453</u>	<u>\$24,065,967</u>	<u>\$31,535,990</u>	<u>\$43,667,436</u>	<u>\$70,464,394</u>	<u>\$46,982,611</u>	<u>\$79,102,825</u>	<u>\$81,461,006</u>	<u>\$96,394,826</u>	<u>\$ 157,542,968</u>

**CITY OF RIO RANCHO, NEW MEXICO
TAXABLE AND FULL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**

Fiscal Year	Residential property		Commercial Property			Total		Net Taxable Value as a Percentage of Full Value
	Taxable Value (\$)	Full Value (\$)	Taxable Value (\$)	Full Value (\$)	Less: Tax-exempt Property (\$)	Net Taxable Value (\$)	Full Value (\$)	
2016	1,746,050,994	6,984,204,500	603,035,018	2,412,140,253	285,761,783	2,063,324,229	8,253,297,535	25.00%
2017	1,816,428,452	7,265,714,353	621,708,598	2,486,834,579	307,468,656	2,130,668,394	8,522,674,215	25.00%
2018	1,907,597,566	7,630,390,836	885,798,279	3,543,193,382	556,941,802	2,236,454,043	8,945,816,843	25.00%
2019	2,006,883,158	8,027,533,234	1,108,334,948	4,433,340,125	795,141,625	2,320,076,481	9,280,306,620	25.00%
2020	2,115,109,007	8,460,436,663	1,241,710,922	4,966,844,061	800,460,271	2,556,359,658	10,225,439,399	25.00%
2021	2,283,051,722	9,132,207,573	778,116,337	3,112,465,581	453,654,605	2,607,513,454	10,430,054,598	25.00%
2022	2,551,097,422	10,204,390,453	723,984,980	2,895,940,137	467,099,022	2,807,983,380	11,231,934,362	25.00%
2023	2,964,382,905	11,857,532,509	937,111,372	3,748,445,769	573,451,182	3,328,043,095	13,312,173,378	25.00%
2024	3,115,450,950	12,461,804,735	1,083,551,907	4,334,207,953	624,778,441	3,574,224,416	14,296,898,736	25.00%
2025	3,408,256,551	13,633,027,226	1,090,213,472	4,360,854,215	682,623,602	3,815,846,421	15,263,386,829	25.00%

Source: Sandoval and Bernalillo County Assessor's Office Abstract 2016 through 2025

Note: The difference in the net taxable value listed on this schedule and schedule 13, is due to taxpayer disputed values not being included in schedule 13.

**CITY OF RIO RANCHO, NEW MEXICO
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
2015	18,665,557	18,171,992	97.36%	-	18,171,992	97.36%
2016	19,677,778	19,207,650	97.61%	-	19,207,650	97.61%
2017	20,349,272	19,952,046	98.05%	-	19,952,046	98.05%
2018	23,073,937	22,503,108	97.53%	-	22,503,108	97.53%
2019	22,798,840	23,422,494	102.74%	(657)	23,421,837	102.73%
2020	25,582,741	23,690,762	92.60%	(21,369)	23,669,393	92.52%
2021	26,036,715	25,412,923	97.60%	(13,268)	25,399,655	97.55%
2022	28,817,101	28,172,613	97.76%	(685)	28,171,928	97.76%
2023	31,554,342	30,902,305	97.93%	(43,159)	30,859,146	97.80%
2024	34,203,903	33,464,137	97.84%	(27,822)	33,436,315	97.76%

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

**CITY OF RIO RANCHO, NEW MEXICO
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(RATE PER \$1,000 OF ASSESSED VALUE)**

Fiscal Year	City of Rio Rancho		Total	Overlapping Rates							Total
	General Fund	Debt Service Fund		State	County	School District	Central NM Community College	Pres. Hospital	SSCAFCA		
2016	7.449	2.016	9.465	1.360	7.401	10.803	3.776	4.250	2.077	39.132	
2017	7.492	2.051	9.543	1.360	7.367	10.804	3.789	-	2.194	35.057	
2018	7.525	2.768	10.293	1.360	7.048	10.810	3.799	-	3.950	22.500	
2019	7.553	2.770	10.323	1.360	7.328	10.810	5.723	1.900	2.902	29.536	
2020	7.482	2.770	10.252	1.360	7.181	10.795	3.822	1.886	2.781	38.077	
2021	7.278	2.770	10.048	1.360	7.136	10.731	3.763	1.839	2.827	37.704	
2022	7.116	2.770	9.886	1.360	6.910	10.743	3.775	1.840	2.037	36.551	
2023	7.004	2.772	9.776	1.360	6.695	10.705	3.790	1.816	2.025	36.167	
2024	6.791	2.771	9.562	1.360	6.985	10.639	3.733	1.760	2.001	36.040	
2025	6.636	2.771	9.407	1.360	6.133	10.591	3.706	1.720	1.979	34.896	

Source: State of New Mexico Department of Finance and Administration and/or county treasurer's offices

**CITY OF RIO RANCHO, NEW MEXICO
PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO**

Tax Payer	2025			2016		
	Taxable Assessed Value	Rank	Percent of Total Taxable Valuation	Taxable Assessed Value	Rank	Percent of Total Taxable Valuation
Intel Corporation	\$ 431,974,937	1	11.39%			
Presbyterian Healthcare	35,730,974	2	0.94%			
Cable One Inc.	8,619,756	3	0.23%			
LPG 7700 Inc	6,643,398	4	0.18%			
New Mexico Gas Company	6,530,303	5	0.17%			
Wal-Mart Stores	6,397,341	6	0.17%			
Northland Links LLC	5,520,271	7	0.15%			
EP Country Club Drive LLC	5,505,049	8	0.15%			
HD Development of Maryland Inc	5,370,492	9	0.14%			
Rio Rancho Retirement Residence LLC	4,583,929	10	0.12%			
Public Service Company of New Mexico				\$ 19,653,110	1	0.93%
Presbyterian Healthcare				14,460,115	2	0.69%
The Neighborhood in Rio Rancho				10,662,964	3	0.51%
New Mexico Gas Company				7,433,519	4	0.35%
Wal-Mart Stores				5,147,491	5	0.24%
De High Resort LLC Etal				4,904,690	6	0.23%
Rio Rancho Retirement Residence LLC				4,833,342	7	0.23%
Tri-State Generation & Transmission				4,728,918	8	0.22%
Enchanted 528 Development				4,696,796	9	0.22%
Sandia View LLC				4,682,814	10	0.22%
Total	\$ 516,876,450		2.24%	\$ 81,203,759		3.86%

Source: Sandoval County Assessor's Office

**CITY OF RIO RANCHO, NEW MEXICO
TAXABLE GROSS RECEIPTS BY TYPE OF TRADE
LAST TEN FISCAL YEARS**

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Construction	\$ 201,156,473	\$ 193,486,365	\$ 172,404,041	\$ 222,570,471	\$ 261,493,128	\$ 311,161,240	\$ 390,060,631	\$ 386,746,938	\$ 486,042,601	\$ 523,956,445
Manufacturing	25,327,413	21,608,927	20,152,646	20,163,643	27,071,989	29,483,262	35,673,952	39,142,973	49,158,734	48,408,969
Transportation, Communication and Utility	95,394,246	83,335,054	84,267,527	96,970,286	104,839,749	116,341,459	131,043,486	139,352,655	159,776,666	124,995,866
Wholesale Trade	11,855,585	16,886,192	23,872,597	23,237,826	28,647,040	30,981,403	51,493,606	60,377,693	56,110,361	84,196,066
Retail Trade	283,093,409	287,793,273	293,121,150	305,495,145	352,032,629	409,663,797	565,449,190	619,324,597	659,615,724	694,683,731
Finance, Insurance and Real Estate	46,440,978	31,902,564	18,018,797	37,922,374	37,490,539	50,654,472	70,572,489	74,016,266	71,861,458	65,866,040
Health Care & Social Svcs	69,846,497	85,421,779	86,388,626	102,942,639	89,918,743	115,294,481	148,261,953	165,228,396	166,769,976	171,173,849
Accommodations & Food Svcs	103,142,163	109,927,837	111,778,254	112,217,168	118,353,536	127,895,274	152,016,533	175,236,405	185,849,126	194,435,446
Services	243,695,365	245,402,415	255,253,847	285,085,566	288,161,752	239,946,891	330,871,148	395,565,078	414,229,019	454,245,130
Other (A)	12,297,517	5,646,659	5,163,035	10,653,345	9,782,631	19,869,016	55,831,249	71,153,555	77,431,681	80,885,443
Total Taxable Gross Receipts	\$ 1,092,249,646	\$ 1,081,411,065	\$ 1,070,420,520	\$ 1,217,258,463	\$ 1,317,791,736	\$ 1,451,291,295	\$ 1,931,274,237	\$ 2,126,144,556	\$ 2,326,845,346	\$ 2,442,846,984
City direct sales tax rate	7.4375%	7.4375%	7.4375%	7.6875%	7.6875%	7.6875%	7.6875%	7.6875%	7.6875%	7.6875%
Sandoval County direct sales tax rate	6.2500%	6.2500%	6.2500%	6.3750%	6.3750%	6.3750%	6.3750%	6.3750%	6.3750%	6.3750%

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

Notes: 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.
Schedule restated to include additional business sectors.

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

**CITY OF RIO RANCHO, NEW MEXICO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Governmental Activities									
Fiscal Year	General Obligation Bonds	GRT Revenue Bonds	Notes Payable	Lease Liability (C)	Subscription Liability (C)	Total Governmental Activities			
2016	24,594,126	13,124,725	12,775,719	-	-	50,494,570			
2017	21,152,337	11,850,311	11,425,125	-	-	44,427,773			
2018	17,670,548	10,540,897	10,413,645	-	-	38,625,090			
2019	28,766,085	9,186,483	13,250,913	-	-	51,203,481			
2020	39,934,432	21,918,348	11,884,951	-	-	73,737,731			
2021	34,148,896	18,926,483	10,359,212	-	-	63,434,591			
2022	45,120,918	16,165,451	9,149,334	220,579	-	70,656,282			
2023	34,585,133	13,094,002	7,918,601	168,866	1,486,873	57,253,475			
2024	28,440,712	9,772,554	6,717,799	247,134	1,076,274	46,254,473			
2025	40,538,442	38,573,122	5,485,736	261,842	2,340,384	87,199,526			

Business-Type Activities						Total			
Fiscal Year	Revenue Bonds	MPEC Revenue Bonds	Loan Payable	Lease Liability (C)	Subscription Liability (C)	Total Business Activities	Total Primary Government	Percentage of Personal Income (A)	Per Capita (B)
2016	86,768,055	26,750,000	41,050,115	-	-	154,568,170	205,062,740	2.68%	2,133
2017	129,151,112	25,385,000	16,423,197	-	-	170,959,309	215,387,082	2.67%	2,197
2018	120,838,055	24,000,000	15,484,861	-	-	160,322,916	198,948,006	3.03%	2,006
2019	112,598,559	22,590,000	24,951,020	-	-	160,139,579	211,343,060	2.97%	2,031
2020	101,225,202	21,150,000	25,344,449	-	-	147,719,651	221,457,382	3.06%	2,092
2021	102,641,273	19,305,206	12,540,668	-	-	134,487,147	197,921,738	3.57%	1,831
2022	92,193,881	17,629,278	11,585,140	63,256	-	121,471,555	192,127,837	3.85%	1,762
2023	85,022,321	15,943,350	10,407,785	108,885	-	111,482,341	168,735,816	4.54%	1,525
2024	78,320,583	14,252,422	9,222,080	51,798	-	101,846,883	148,101,356	5.37%	1,316
2025	71,573,846	12,546,495	9,728,654	66,154	-	93,915,149	181,114,675	4.56%	1,580

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

- (A) This information uses Sandoval County Personal Income through 2018. Amounts are estimated for 2019 through 2024.
- (B) Population for the City of Rio Rancho for 2022-2024 are estimated.
- (C) Additional liabilities added to schedule in 2024.

CITY OF RIO RANCHO, NEW MEXICO
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds (\$)	Less: Amounts Restricted for Debt Service (\$)	Total (\$)	Percentage of Estimated Actual Taxable Value of Property	Per Capita (A)
2016	24,594,126	3,937,721	20,656,405	1.01%	215.11
2017	21,152,337	4,167,419	16,984,918	0.81%	176.63
2018	17,670,548	4,506,711	13,163,837	0.60%	134.29
2019	28,766,085	6,844,148	21,921,937	0.95%	221.04
2020	39,934,432	8,746,496	31,187,936	1.24%	299.75
2021	34,148,896	8,840,893	25,308,003	0.99%	239.13
2022	45,120,918	10,172,315	34,948,603	1.22%	323.35
2023	34,585,133	7,326,957	27,258,176	0.86%	249.94
2024	28,440,712	8,947,703	19,493,009	0.55%	176.15
2025	40,538,442	14,656,408	25,882,034	0.68%	225.86

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
DIRECT AND OVERLAPPING DEBT
AS OF JUNE 30, 2025**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Applicable Percentage (A)</u>	<u>Estimated Share Applicable to City</u>
Debt repaid with property taxes			
State of New Mexico	\$ 347,815,000	3.30%	\$ 11,490,082
Sandoval County	9,730,000	60.47%	5,884,132
Central NM Community College	157,630,000	13.77%	21,699,237
SSCAFCA	22,635,000	74.53%	16,869,866
Rio Rancho School District	105,735,000	87.74%	92,768,382
Subtotal, overlapping debt			148,711,699
City direct debt			<u>87,199,526</u>
Total direct & overlapping debt			<u><u>\$ 235,911,225</u></u>

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.

Source: Sandoval County Assessor's Office and/or Debt Disclosure Statement

**CITY OF RIO RANCHO, NEW MEXICO
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Debt Limit</u>	<u>Total Net Debt Applicable to Limit</u>	<u>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</u>
2016	\$ 82,532,969	\$ 19,667,279	23.83%
2017	\$ 84,324,343	\$ 16,132,581	19.13%
2018	\$ 88,081,910	\$ 16,955,000	19.25%
2019	\$ 92,189,250	\$ 21,955,000	23.82%
2020	\$ 100,711,888	\$ 27,808,504	27.61%
2021	\$ 102,042,577	\$ 22,279,107	21.83%
2022	\$ 114,554,974	\$ 31,497,685	27.50%
2023	\$ 126,872,884	\$ 31,485,000	24.82%
2024	\$ 140,906,219	\$ 28,440,712	20.18%
2025	\$ 151,732,004	\$ 40,538,442	26.72%

Legal Debt Margin Calculation for Fiscal Year 2025:

Assessed value	\$3,793,300,109
Debt limit (4% of assessed value)	151,732,004
Debt applicable to limit:	
General obligation bonds	40,538,442
Less: Amount set aside for repayment of general obligation debt	(14,219,733)
Total net debt applicable to limit	<u>26,318,709</u>
Legal debt margin	<u><u>\$125,413,295</u></u>

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

**CITY OF RIO RANCHO, NEW MEXICO
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**

Fiscal Year	City Population	County Population	Personal Income	Per Capita Income			Unemployment Rate		
				U.S.	New Mexico	Sandoval County	U.S.	New Mexico	Sandoval County
2016	96,028	140,464	5,493,079	49,828	38,474	40,156	4.80%	5.00%	7.40%
2017	96,159	142,689	5,756,717	51,006	39,196	40,661	4.30%	4.50%	7.00%
2018	98,023	145,096	6,036,908	52,242	40,976	41,603	3.80%	4.10%	5.60%
2019	99,178	146,748	6,278,627	53,683	43,223	44,465	3.60%	3.80%	6.00%
2020	104,441	149,301	6,766,111	56,501	46,483	47,306	11.00%	3.70%	9.80%
2021	106,309	151,509	7,064,420	59,153	50,682	54,136	5.40%	4.50%	7.70%
2022	108,685	153,509	7,400,375	57,052	53,069	53,517	3.50%	4.90%	4.20%
2023	110,656	155,943	7,654,921	57,937	55,166	56,559	3.50%	3.50%	4.20%
2024	112,524	157,757	7,957,561	58,822	57,652	59,601	4.10%	3.90%	4.70%
2025	114,594	160,092	8,260,201	59,707	60,138	62,643	4.20%	4.20%	3.90%

Sources: U.S. Census Bureau, World Population Review, U.S. Bureau of Labor Statistics, FRED Economic Data

**CITY OF RIO RANCHO, NEW MEXICO
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

<u>Employer</u>	<u>2025</u>			<u>2016</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment</u>
Intel Corporation	2,900	1	3%			
Rio Rancho Public Schools	2,377	2	3%			
Presbyterian-Rust Medical Center	1,200	3	1%			
HP	680	4	1%			
Sandoval Regional Medical Center-UNM	670	5	1%			
City of Rio Rancho	668	6	1%			
Sandoval County	580	7	1%			
Santa Ana Pueblo	509	8	1%			
Bank of America	330	9	0%			
Sandia Pueblo	300	10	0%			
Intel Corporation				5,000	1	10%
Rio Rancho Public Schools				1,838	2	4%
Intel sub contractors				1,300	3	3%
Sprint PCS				800	4	2%
Bank of America				700	5	1%
City of Rio Rancho				651	6	1%
eTelecare Global Solution				600	7	1%
Brycon Construction				422	8	1%
Sandoval County				406	9	1%
Victoria's Secret				400	10	1%
Total Major Employers-Sandoval County	<u>10,214</u>			<u>12,117</u>		
Total Sandoval County Employment	<u>86,596</u>			<u>51,402</u>		

Notes: Most recent Total Sandoval County Employment data from the US Census Bureau is for 2022.

**CITY OF RIO RANCHO, NEW MEXICO
FULL-TIME-EQUIVALENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Government										
City Administration	5	7	7	7	7	7	8	6	6	6
Human Resources	7	6	6	6	6	6	7	8	8	8
City Clerk	3	3	3	4	4	5	5	5	5	9
City Attorney	6	8	8	7	7	6	6	7	7	8
Municipal Court	13	13	13	13	13	11	11	11	11	13
Finance/IT	33	34	34	36	36	38	40	42	45	34
Public Safety										
Police	136	133	133	133	133	135	137	141	143	137
Firefighters	107	104	104	112	112	113	112	112	121	144
Civilians	37	43	43	36	36	20	25	27	31	70
Public Works										
Engineering	18	18	19	18	18	18	22	22	21	19
Others	69	72	72	71	71	71	72	72	74	61
Parks and Recreation	89	91	90	90	90	105	110	111	112	117
Senior Services	8	8	8	8	7	9	9	9	9	8
Library and Information Services	35	37	36	36	36	36	43	45	45	45
City Development	28	28	28	36	37	37	39	41	46	44
Special Funds	71	69	69	70	70	66	61	62	60	60
Water and Wastewater	35	35	36	36	36	36	32	32	32	24
Total	700	709	709	719	719	719	739	753	776	807

Source: City of Rio Rancho Human Resources Department

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
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Police (A)										
Total Violent Crimes	491	405	486	575	393	-	-	-	-	-
Total Property Crimes	2,147	2,512	1,824	1,495	1,282	-	-	-	-	-
Total Warnings & Citations	21,886	19,600	13,309	16,213	7,181	-	-	-	-	-
Total Arrests	7,215	6,941	7,078	6,397	3,454	-	-	-	-	-
Total Traffic Crashes	1,642	1,877	1,821	1,746	1,102	-	-	-	-	-
Total Incident Reports	9,725	9,556	9,627	7,324	7,067	-	-	-	-	-
Total Calls for Service	41,966	36,352	45,178	36,787	20,760	-	-	-	-	-
Murders	-	-	-	-	-	1	2	3	4	5
Sexual Offenses	-	-	-	-	-	77	111	96	83	43
Robbery Totals	-	-	-	-	-	26	41	24	15	14
Assault Totals	-	-	-	-	-	1,138	1,137	1,166	1,446	1,623
Burglary Totals	-	-	-	-	-	192	197	218	222	167
Larceny Totals	-	-	-	-	-	974	430	445	1,405	460
Motor Vehicle Theft	-	-	-	-	-	182	189	209	176	148
Motor Vehicle Recoveries	-	-	-	-	-	75	35	56	-	-
Property Theft Recoveries	-	-	-	-	-	23	34	36	-	-
Other Criminal Offenses	-	-	-	-	-	2,214	2,441	2,431	1,880	1,383
Traffic Offenses	-	-	-	-	-	538	376	413	-	354
Fire										
Total Structural Fires	46	59	36	33	46	34	28	40	57	79
Total Fire Inspections	1,510	1,535	1,478	1,462	1,685	1,645	1,519	1,701	1,701	1,838
Total Calls for Service	10,122	10,335	10,959	10,885	4,186	11,683	3,706	14,321	10,714	11,326
EMS										
Total EMS Patients	7,861	6,704	6,825	6,306	7,542	7,645	8,854	11,493	9,687	10,422
Total Patient Transports	5,118	5,099	5,001	5,024	5,577	6,743	7,098	9,512	7,619	8,191
Total Calls for Service	7,861	7,240	7,517	6,335	11,728	7,645	9,911	10,481	14,800	15,501
Animal Control										
Total Impounds	2,391	2,291	2,328	2,145	1,681	1,456	1,891	1,913	1,771	1,736
Total Claims	889	911	888	838	594	475	533	568	572	548
Total Adoptions	633	590	694	521	568	602	492	465	498	566
Total Euthanasia	474	401	351	361	297	204	280	341	293	293
Total Complaints	5,032	4,591	3,765	1,959	3,511	2,455	-	-	-	-
Code Enforcement										
Total Inspections	6,580	4,617	8,873	8,929	8,398	13,981	11,875	9,696	15,128	16,888
Total Citations	607	385	277	441	649	864	467	991	1,106	633
Courtesy Notices	-	-	-	-	-	-	-	-	4,833	5,784

**CITY OF RIO RANCHO, NEW MEXICO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<u>Public Works</u>										
Total Potholes Repaired	493	612	384	950	250	962	1,457	1,793	1,677	533
<u>Parks & Recreation</u>										
Total Summer Camp Participants	2,742	3,305	3,483	3,219	1,774	720	1,428	1,437	1,661	1,845
Total KidsZone Participants	606	408	567	494	232	156	104	131	256	166
Total Youth Sports League Participants	699	679	933	974	656	146	684	1,564	566	446
Total Adult Sports League Teams	212	180	149	164	49	106	266	307	142	160
Total Indoor/Outdoor Aquatics Participants	2,605	2,985	3,334	3,721	1,874	-	911	1,212	1,181	1,600
Total Free Summer Meals Served (C)	26,884	40,262	31,180	43,311	21,280	-	5,810	-	-	-
Total Student Attendance of Keep Rio Rancho Beautiful Program	3,984	3,339	4,168	5,282	-	339	481	75	500	227
<u>Meadowlark Senior Center</u>										
Average # of Daily Participants per Employee	141	149	125	132	121	22	100	107	139	67
Total Volunteer Hours	26,922	29,132	27,350	23,728	20,689	1,091	5,312	10,419	9,880	10,118
<u>Library</u>										
Total Collection	169,508	160,476	153,274	153,906	146,278	138,751	136,489	148,719	156,512	162,645
New Items Added	18,886	18,334	17,431	10,478	11,488	12,372	14,442	20,075	12,204	13,907
Items Withdrawn	25,478	27,366	24,633	9,846	19,116	19,899	16,704	7,845	4,411	7,774
Collection Growth/Decrease	(6,592)	(9,032)	(7,202)	632	(7,628)	(7,527)	(2,262)	12,230	7,793	6,133
<u>Circulation Stats: (B)</u>										
Visitors	297,565	309,529	306,857	286,658	171,988	45,845	93,764	121,878	154,150	156,070
Circulation	657,939	682,086	659,895	621,839	491,542	319,440	453,926	484,081	526,389	550,939
Computer Usage	63,319	59,957	58,305	52,711	30,666	11,836	-	-	-	-
Program Attendance	26,776	36,966	46,908	40,129	59,083	3,106	5,523	14,261	28,942	27,879
Library Cardholders	-	-	-	-	-	-	31,753	37,834	39,156	45,034
<u>Transit</u>										
Total Fare Cards Sold (D)	1,998	1,982	1,932	919	238	-	-	-	-	-

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) The Department of Public Safety changed software programs in fiscal year 2021, so fiscal year 2020 was unable to be restated. Also, beginning in fiscal year 2021 the data was captured in more detail, so category verbiage has been changed to more accurately mirror the new reporting software. A new database system was implemented in fiscal year 2024, so certain categories will no longer be reported.

(B) The City of Rio Rancho libraries will no longer report computer usage, but will begin reporting the number of library cardholders.

(C) The City of Rio Rancho is no longer offering the free lunch distribution program.

(D) The City of Rio Rancho no longer operates the Rio Metro transit system.

Sources: Various City Departments

**CITY OF RIO RANCHO, NEW MEXICO
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS^{1,2}**

Function/Program	Fiscal Year									
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
<u>Police</u>										
Main Stations	1	1	1	1	1	1	1	1	1	1
Law Enforcement Units (A)	190	192	177	179	185	178	234	249	238	235
<u>Fire</u>										
Main Stations	6	6	6	6	6	6	6	6	6	6
Substations	1	1	1	1	1	1	1	1	1	1
Firetrucks	14	14	14	16	17	17	17	18	18	17
<u>EMS</u>										
Ambulances	12	12	12	12	11	11	10	11	13	13
<u>Animal Control</u>										
Patrol Units	8	8	8	8	8	8	8	10	10	8
<u>Public Works</u>										
Streets (centerline miles) (B)	444	446	447	447	451	466	470	481	481	481
Streetlights	3,002	3,002	3,347	3,366	3,366	3,558	3,568	3,568	3,577	3906
Traffic Signals (Signalized Intersections)	59	59	59	60	60	60	60	60	60	60
Sidewalks & Paths (C)										
<u>Parks & Recreation</u>										
New/Renovated Park Facilities	1	2	3	2	1	-	2	-	2	1
Developed Parkland (acres) (D)	285	285	287	287	291	291	296	295	295	295
Constructed Trailways (linear feet) (E)	68,821	68,821	68,821	132,000	132,000	132,000	132,000	138,111	117,744	117,744
<u>Transit</u>										
Mini buses (F)	-	-	-	-	-	-	-	-	-	-
<u>Water</u>										
Water mains (miles)	573	579	579	582	588	597	599	608	610	618.58
Fire hydrants	4,273	4,213	4,318	4,323	4,384	4,461	4,713	4,720	4,737	4876
New Connections (G)	334	485	493	439	660	1,043	937	554	962	1049
Water main breaks (H)	40	42	54	55	38	45	53	56	40	66
Storage capacity (thousands of gallons) (I)	44,350	44,350	44,350	42,350	44,100	44,100	44,100	44,100	44,570	44570
Average daily consumption (thousands of gallons) (J)	9,636	9,761	9,807	9,203	9,750	9,496	9,589	9,189	12,000	9.973
Booster Stations (K)	10	11	11	11	11	11	11	12	12	13
Wells (in production) (L)	14	15	15	15	14	14	14	13	12	15
Storage Tanks (M)	19	19	18	18	18	18	19	20	19	20
Arsenic Treatment Facilities (N)	10	10	10	10	10	10	10	10	10	3
<u>Wastewater</u>										
Sanitary sewers (miles)	382	386	388	389	392	402	402	412	413	400.41
Average daily treatment (thousands of gallons) (O)	4,532	4,236	4,137	4,725	4,994	5,201	5,201	4,828	5,200	5.414
Wastewater Treatment Plants (in operation) (P)	4	4	4	4	3	3	3	3	3	3
Lift Stations (Q)	26	26	26	26	27	28	27	27	26	26

Sources: Various City Departments

**CITY OF RIO RANCHO, NEW MEXICO
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS¹⁻²**

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 implementation.
 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 Information System (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's Geographic Information System (GIS) and staff facility inventories.
- (A) 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.
- (B) 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. The number of centerline miles of paved roadway is based on full build out classification and does not include state roads for which the city is not responsible for
- (C) The Public Works Department discontinued tracking sidewalks in Fiscal Year ending June 30, 2010. Sidewalks are considered part of the roadway/street infrastructure.
- (D) Amended the number of developed parkland acreage to correctly state the baseline point for Fiscal Year ending June 30, 2010.
- (E) Amended the number of linear feet of constructed trailways to correctly state the baseline point for Fiscal Year ending June 30, 2019.
- (F) 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.
- (G) The city began tracking new connections in the ACFR beginning in Fiscal Year ending June 30, 2007
- (H) The city began tracking water main breaks in the ACFR beginning in Fiscal Year ending June 30, 2007
- (I) The city discontinued tracking water storage capacity in the ACFR for Fiscal Years 2008 and 2009.
- (J) The city began tracking average daily water consumption in the ACFR beginning in Fiscal Year ending June 30, 2007.
- (K) The city began tracking the number of booster stations in the ACFR beginning in Fiscal Year ending June 30, 2010.
- (L) The city began tracking the number of wells in the ACFR beginning in Fiscal Year ending June 30, 2010.
- (M) The city began tracking the number of water storage tanks in the ACFR beginning in Fiscal Year ending June 30, 2010.
- (N) The city began tracking the number of arsenic treatment facilities in the ACFR beginning in Fiscal Year ending June 30, 2010.
- (O) The city discontinued tracking wastewater treatment capacity and began tracking average daily treatment capacity in thousands of gallons in the ACFR beginning in Fiscal Year ending June 30, 2010.
- (P) The city began tracking the number of wastewater treatment plants (WWTP) in operation in the ACFR beginning in Fiscal Year ending June 30, 2010. Amended the number of wastewater 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 at
- (Q) The city began tracking the number of lift stations in the ACFR beginning in Fiscal Year ending June 30, 2010.



SINGLE AUDIT SECTION

**CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025**

<u>Federal Grantor/Program Title</u>	<u>Federal AL Number</u>	<u>Grantor/ Pass-Through Number</u>	<u>Direct Expenditures</u>	<u>Passed Through to Subrecipients</u>	<u>Total Expenditures</u>
<u>U.S. Department of Housing and Urban Development</u>					
<i>Direct Funding</i>					
CDBG - Entitlement Grants-Cluster					
Community Development Block Grants/Entitlement Grants	14.218	B-18-MC-35-0004	\$ 100	-	100
Community Development Block Grants/Entitlement Grants	14.218	B-20-MC-35-0004	49,130	-	49,130
Community Development Block Grants/Entitlement Grants	14.218	B-21-MC-35-0004	28,238	-	28,238
Community Development Block Grants/Entitlement Grants	14.218	B-22-MC-35-0004	30,267	-	30,267
Community Development Block Grants/Entitlement Grants	14.218	B-23-MC-35-0004	11	366,557	366,568
Community Development Block Grants/Entitlement Grants	14.218	B-24-MC-35-0004	230,137	50,101	280,238
Community Development Block Grants/Entitlement Grants	14.218	B-25-MC-35-0004	962	-	962
Total U.S. Department of Housing and Urban Development			338,845	416,658	755,503
<u>U.S. Department of Justice</u>					
<i>Direct Funding</i>					
Law Enforcement Assistance FBI Crime Laboratory Support	16.301	269-HQ-1368950-OT	3,454	-	3,454
Law Enforcement Assistance FBI Crime Laboratory Support	16.301	269-HQ-1368950-OT	5,766	-	5,766
Law Enforcement Assistance National Instant Criminal Background Check System	16.309	281D-AQ-C60903	5,155	-	5,155
Law Enforcement Assistance National Instant Criminal Background Check System	16.309	281D-AQ-C60903	16,369	-	16,369
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-22-GG-03539-UHPX	142,247	-	142,247
<i>Passed through New Mexico Crime Victims Reparation Commission</i>					
Crime Victim Assistance	16.575	2024-VA-322	29,460	-	29,460
Crime Victim Assistance	16.575	2025-VA-322	42,984	-	42,984
Total U.S. Department of Justice			245,435	-	245,435
<u>U.S. Department of Transportation</u>					
<i>Direct Funding</i>					
Highway Planning and Construction	* 20.205	CN A301042	29,862	-	29,862
Highway Planning and Construction	* 20.205	CN A301042	249,122	-	249,122
Highway Planning and Construction	* 20.205	CN A300431	38,179	-	38,179
Highway Planning and Construction	* 20.205	CN A300202	1,386,836	-	1,386,836
Highway Planning and Construction	* 20.205	CN A300201	39,981	-	39,981
Highway Planning and Construction	* 20.205	CN A300201	374,577	-	374,577
Highway Planning and Construction	* 20.205	CN A301753	122,276	-	122,276
Highway Planning and Construction	* 20.205	CN A302240	195,888	-	195,888
<i>Passed through NM Department of Transportation</i>					
Highway Safety Cluster					
State and Community Highway Safety	20.600	04-PT-02-081	23,056	-	23,056
State and Community Highway Safety	20.600	05-PT-02-081	34,880	-	34,880
Total Highway Safety Cluster			57,936	-	57,936

See Independent Auditor's Report.

**CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025**

<u>Federal Grantor/Program Title</u>	<u>Federal AL Number</u>	<u>Grantor/ Pass-Through Number</u>	<u>Direct Expenditures</u>	<u>Passed Through to Subrecipients</u>	<u>Total Expenditures</u>
<i>Passed through NM Department of Transportation, cont.</i>					
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	04-AL-64-081	49,833	-	49,833
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	05-AL-64-081	41,638	-	41,638
<i>Passed through NM Department of Homeland Security and Emergency Management</i>					
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	693JK32240024HMEP	16,077	-	16,077
Total U.S. Department of Transportation			<u>2,602,205</u>	<u>-</u>	<u>2,602,205</u>
<u>U.S. Department of the Treasury</u>					
<i>Direct Funding</i>					
COVID 19 - Coronavirus State and Local Fiscal Recovery Fund	21.027	N/A	207,033	556,532	763,565
Total U.S. Department of the Treasury			<u>207,033</u>	<u>556,532</u>	<u>763,565</u>
<u>U.S. Environmental Protection Agency</u>					
<i>Passed through New Mexico Finance Authority</i>					
Drinking Water State Revolving Fund	* 66.468	4D-02F18901-0	1,695,966	-	1,695,966
Total U.S. Environmental Protection Agency			<u>1,695,966</u>	<u>-</u>	<u>1,695,966</u>
<u>Executive Office of the President</u>					
<i>Direct Funding</i>					
High Intensity Drug Trafficking Areas Program	95.001	NM0230600 FY2024	6,891	-	6,891
High Intensity Drug Trafficking Areas Program	95.001	NM0230600 FY2025	14,711	-	14,711
Total Executive Office of the President			<u>21,602</u>	<u>-</u>	<u>21,602</u>
<u>U.S. Department of Health and Human Services</u>					
<i>Passed through NM Department of Health</i>					
Public Health Emergency Preparedness	93.069	MOA23-665-300-24591	5,211	-	5,211
Total U.S. Department of Health and Human Services			<u>5,211</u>	<u>-</u>	<u>5,211</u>
<u>U.S. Department of Homeland Security</u>					
<i>Passed through NM Department of Homeland Security and Emergency Management</i>					
Emergency Management Performance Grants	97.042	EMT_2024_EP_0514	79,681	-	79,681
Homeland Security Grant Program	97.067	EMW-2022-SS-00044	142,873	-	142,873
Homeland Security Grant Program	97.067	EMW-2023-SS-00015	2,797	-	2,797
Homeland Security Grant Program	97.067	EMW-2024-SS-05231	8,882	-	8,882
Total U.S. Department of Homeland Security			<u>234,233</u>	<u>-</u>	<u>234,233</u>
Total Federal Expenditures			<u>\$ 5,350,530</u>	<u>973,190</u>	<u>6,323,720</u>

* denotes major federal program

**CITY OF RIO RANCHO, NEW MEXICO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025**

Reconciliation of Schedule of Expenditures of Federal Awards to Governmental Fund Financial Statements

Federal Grant Revenue Per Fund Financials	\$	4,673,740
Federal Loan Proceeds		1,695,966
Total Federal Grant Revenue and Loan Proceeds		<u>6,369,706</u>
Total Federal Awards Expended per the Schedule of Expenditures of Federal Awards		6,323,720
Difference - due to additional adjustments	\$	<u><u>45,986</u></u>

Notes to Schedule of Expenditures of Federal Awards

Note 1 - Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "SEFA") presents the federal award activity of the City of Rio Rancho, New Mexico (the "City") for the year ended June 30, 2025. The information in this SEFA is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards ("Uniform Guidance"). Because the SEFA 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. The SEFA is prepared on the accrual basis of accounting, consistent with the City's basic financial statements. Expenditures are recognized in accordance with 2 CFR 200.502, which provides the basis for determining when federal awards are considered expended. Amounts reported in the SEFA are derived from and reconcile to the City's accounting records. Federal awards received directly from federal agencies are presented as "Direct." Federal awards received from other entities are presented as "Passed through" and are reported with the name of the pass-through entity and the corresponding pass-through identifying number, when available.

Note 2 - Non-Cash Federal Assistance

No non-cash federal assistance was received during the year ended June 30, 2025.

Note 3 - Indirect Cost Rate

The City has not elected to use the de minimis indirect cost rate permitted under 2 CFR 200.414(f) for any of its federal programs.

Note 4 - Subrecipient Schedule

The City provided federal funds to the following subrecipients for the year ended June 30:

	Federal AL #	2025
Haven House Inc.	14.218	\$ 46,161
St. Felix Pantry	14.218	42,157
Sandoval County Permanent Supportive Housing	14.218	9,922
Greater Albuquerque Habitat for Humanity	14.218	318,418
Homewise, Inc.	21.027	556,532
		<u>\$ 973,190</u>

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and Members of the City Council
City of Rio Rancho, New Mexico and
Joseph M. Maestas, PE, CFE, State Auditor
State of New Mexico, Office of the State Auditor

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, the business-type activities, each major fund, the aggregate remaining fund information, the budgetary comparisons for the general fund and major special revenue fund of the City of Rio Rancho (the City), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 16, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City'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 the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City'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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. 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 have not been 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

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.



Hinkle + Landers, PC
Albuquerque, NM
December 16, 2025

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Honorable Mayor and Members of the City Council
City of Rio Rancho, New Mexico and
Joseph M. Maestas, PE, CFE, State Auditor
State of New Mexico, Office of the State Auditor

Opinion on Each Major Federal Program

We have audited the City of Rio Rancho (the City), compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2025. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City 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, 2025.

Basis for Opinion on Each Major Federal Program

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 the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Our responsibilities under those standards and Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and to express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence of the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Hinkle + Landers, PC
Albuquerque, NM
December 16, 2025

**STATE OF NEW MEXICO
CITY OF RIO RANCHO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

SECTION I: SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be a material weakness(es)? Yes No
- Noncompliance material to the financial statements noted? Yes No

Federal Awards

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

Internal control over major federal programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified that are not considered to be a material weakness(es)? Yes No

Any audit findings disclosed that are required to be reported in accordance with section 2 CFR § 200.516(a) Yes No

Identification of major federal programs:

Assistance Listing #	Name of Federal Programs or Cluster	Federal Funding Source
20.205	Highway Planning and Construction	U.S. Department of Transportation
66.468	Drinking Water State Revolving Funds	U.S. Environmental Protection Agency

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

**STATE OF NEW MEXICO
CITY OF RIO RANCHO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

SECTION II, III, & IV: FINANCIAL STATEMENT, FEDERAL AWARDS, AND SECTION 12-6-5 NMSA 1978 FINDINGS

		Findings		
<u>Reference #</u>	<u>Description</u>	<u>Current or Prior Year Finding</u>	<u>Status of Findings</u>	<u>Type of Finding*</u>
<u>Section II - Financial Statement Findings</u>				
None reported				
<u>Section III - Major Federal Programs Findings</u>				
None reported				
<u>Section IV - 12-6-5 NMSA 1978 Findings</u>				
None reported				

*Legend for Type of Findings

- A. Material Weakness in Internal Control Over Financial Reporting
- B. Significant Deficiency in Internal Control Over Financial Reporting
- C. Finding that Does Not Rise to the Level of a Significant Deficiency (Other Matters) Involving Internal Control Over Financial Reporting
- D. Instance of Non-compliance Material to the Financial Statements
- E. Material Weakness in Internal Control Over Compliance of Federal Awards
- F. Significant Deficiency in Internal Control Over Compliance of Federal Awards
- G. Instance of Non-compliance related to Federal Awards
- H. Other Non-compliance Required to be Reported per Section 12-6-5 NMSA 1978

SECTION V: SUMMARY OF PRIOR YEAR AUDIT FINDINGS

None reported

**STATE OF NEW MEXICO
CITY OF RIO RANCHO
EXIT CONFERENCE
FOR THE YEAR ENDED JUNE 30, 2025**

An exit conference was held on December 16, 2025. The following individuals were in attendance:

City of Rio Rancho

Greggory D. Hull

Matthew B. Geisel

Stephanie Yara, CPA, CGFM

Melissa Spangler, CPA, CGFM, CFE

Mayor

City Manager

Director of Financial Services

Deputy Director of Financial Services

Hinkle + Landers, PC

Farley H. Vener, CPA, CFE, CGMA

Katelyn Constantin, CGFM

President & Managing Shareholder

Senior Audit Manager